

5 March 2015

Dear Shareholder,

**CLARIFICATION OF THE INVESTMENT POLICY OF FRANKLIN TEMPLETON
INVESTMENT FUNDS – TEMPLETON GLOBAL BALANCED FUND**

The purpose of this letter is to inform you of a revision to the investment policy of Templeton Global Balanced Fund (the “Fund”), a sub-fund of the Luxembourg SICAV Franklin Templeton Investment Funds (the “Company”).

The investment policy is amended to clarify that the Fund may invest in financial derivative instruments for hedging purposes and/or efficient portfolio management. This revision is for clarification purpose only and there will be no change to the way the Fund is currently managed or to the investment strategy of the Fund.

A third paragraph is therefore added to the investment policy of the Fund to read as follows:

“The Fund may also utilise financial derivative instruments for hedging purposes and/or efficient portfolio management. These financial derivative instruments may be dealt on either (i) regulated markets, such as futures contracts (including those on government securities), as well as options or (ii) over-the-counter such as currency, exchange rate, and interest rate related swaps and forwards.”

The clarification is reflected in the Singapore Replacement Prospectus dated 24 February 2015, a copy of which is available upon request at the registered office of the Company.

If you have any query about the clarification or require further information, please do not hesitate to contact your distributor or financial advisor through whom you had subscribed for the shares.

Thank you for investing with Franklin Templeton Investments.

Yours faithfully,
For and on behalf of
Templeton Asset Management Ltd.



Stephen Grundlingh
Co-CEO and Regional Head, Southeast Asia