



Luxembourg, May 20, 2022

Amendment to the investment policies of several sub-funds of Franklin Templeton Investment Funds

Dear Shareholder,

We would like to inform you know that the board of directors of Franklin Templeton Investment Funds (the “**Company**”) has decided to amend the investment policies of the below listed sub-funds (the “**Funds**”) to enable the investment manager to invest in convertibles securities and up to 5% of the Funds’ net assets in contingent convertible securities:

- Franklin Emerging Market Corporate Debt Fund
- Franklin Euro Short Duration Bond Fund
- Franklin European Total Return Fund

Therefore, with effect from June 21, 2022, the following sentence is added to the Funds’ investment policies:

“The Fund may also, on an ancillary basis, invest in convertible securities and contingent convertible securities (investments in contingent convertible securities will not exceed 5% of the Fund’s net assets).”

In addition, “Convertible and Hybrid Securities risk” is added to the risk considerations of the Franklin Emerging Market Corporate Debt Fund and Franklin Euro Short Duration Bond Fund.

Finally, the Taxonomy Regulation sub-section of the Franklin Euro Short Duration Bond Fund and Franklin European Total Return Fund is amended as follows :

“Taxonomy Regulation

*In line with its ESG methodology, the Fund promotes environmental, social and governance characteristics. Although the Fund does not commit to make investments in taxonomy-aligned environmentally sustainable activities contributing to climate change mitigation and climate change adaptation objectives, it cannot be excluded that the Fund’s underlying investments may **incidentally** include investments which aim at having a positive impact on the environment through their focus on climate change mitigation and climate change adaptation and which may be but are not necessarily taxonomy-aligned. **Investors should note that the “do no significant harm” principle under Taxonomy Regulation applies only to those investments underlying the Fund that take into account the EU criteria for environmentally sustainable economic activities.** The investments underlying the Fund which are not in taxonomy-aligned environmentally sustainable activities do not take into account the EU criteria for environmentally sustainable economic activities **under the Taxonomy Regulation.**”*

There will be no material impact on the way the Fund is managed, its risk profile or SRRRI nor on the fees charged. The new investment policies will be reflected in an updated version of the prospectus of the Company, a copy of which will be available online or at the registered office of the Company, upon request. All other features of the Funds remain the same.

What you need to do

You do not need to do anything if you are satisfied with the change. You also have the option to switch your shares into other funds of the Company provided that such funds are available for distribution in your country. You may also request a redemption of your investment. Should you wish to proceed with either option, please refer to the latest prospectus terms. Such requests of switch or redemption will be executed free of charge, provided that they are received at the latest by June 21, 2022.

Need more information

Your dedicated Client Services Team will be happy to help with any general questions about Franklin Templeton. Just call your local Client Service Team, visit our website at www.franklintempleton.lu or if you need advice about your investment please speak to a financial adviser.

We thank you for choosing to trust Franklin Templeton with your investments.

Best Regards,

A handwritten signature in black ink, appearing to read "Craig Blair". The signature is fluid and cursive, with the first name "Craig" and last name "Blair" clearly distinguishable.

Craig Blair, Conducting Officer of Franklin Templeton International Services S.à r.l.
Management Company of Franklin Templeton Investment Funds