Fund Fact Sheet | Share Class: Advisor

Fund Description

The fund seeks long-term total return by investing at least 80% of its net assets in investments of small-capitalization companies, which are those with market capitalizations not exceeding either the highest market capitalization of the Russell 2000 Index or the 12-month average of the highest market capitalization in the Russell 2000 Index, whichever is greater at the time of purchase.

Fund Overview

Total Net Assets [All Shar	re Classes] \$4,298 million
Fund Inception Date	3/11/1996
Dividend Frequency	Annually in December
Number of Issuers	87

Share Class Information				
		NASDAQ		
Share Class	CUSIP	Symbol		
Advisor	355 148 503	FVADX		
Α	355 148 305	FRVLX		
A C R	355 148 404	FRVFX		
R	355 148 826	FVFRX		
R6	355 148 669	FRCSX		

Fund Management

	Years with Firm	Experience
Steven Raineri	15	26
Christopher Meeker, CFA	8	22
Nicholas Karzon, CFA	6	11

Maximum Sales Charge

Advisor Class: None

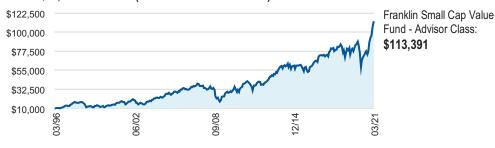
Total Annual Operating Expenses

Share Class	With Waiver	Without Waiver
Advisor	0.83%	0.84%
Asset Allocation	n (%)	



Performance

Growth of a \$10,000 Investment (from 03/11/1996-03/31/2021)



Total Returns %	(as of 3/31/	2021)								
		CUMULA	TIVE	AVERAGE ANNUAL						
Share Class			YTD	1 Yr	3 Yrs	5 Y	rs 10	S Yrs Ince		nception Date
Advisor			20.05	90.50	12.66	3 13.9	94 10	.55 1	0.18 3	/11/1996
Calendar Year T	otal Returns	s %								
Share Class	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Advisor	5.66	26.37	-12.50	10.96	29.90	-7.56	0.30	35.11	18.70	-3.36
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Advisor	27.39	31.89	-32.60	-2.48	17.17	9.51	25.24	32.79	-9.29	15.43

Performance data represents past performance, which does not guarantee future results. Current performance may differ from figures shown. The fund's investment returns and principal values will change with market conditions, and you may have a gain or a loss when you sell your shares. Please call Franklin Templeton at (800) DIAL BEN/(800) 342-5236 or visit franklintempleton.com for the most recent month-end performance.

Advisor Class shares do not have sales charges or 12b-1 fees and are offered only to certain eligible investors as stated in the prospectus.

The fund has a fee waiver associated with any investment it makes in a Franklin Templeton money fund and/or other Franklin Templeton fund, contractually guaranteed through February 28, 2022. Fund investment results reflect the fee waiver; without this waiver, the results would have been lower.

Top Ten Holdings (% of Total)	
Issuer Name	
THE HANOVER INSURANCE GROUP INC	2.94
OLD REPUBLIC INTERNATIONAL CORP	2.61
GREENBRIER COMPANIES INC	2.61
AVIENT CORP	2.53
CRESCENT POINT ENERGY CORP	2.46
FIRST HORIZON CORP	2.43
TIMKEN CO/THE	2.34
MINERALS TECHNOLOGIES INC	2.34
HILLENBRAND INC	2.14
SUMMIT MATERIALS INC	2.10

Fund Measures	
Standard Deviation (3 Yrs) - Advisor Class	24.64%
Beta (3 Yrs, vs.Russell 2000 Value Index) - Advisor Class	0.91

Composition of Fund

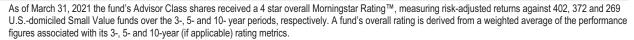
■ Franklin Small Cap Value Fund ■ Russell 2000® Value Index

Sector	% of Total
Industrials	28.33 / 17.15
Financials	23.32 / 27.15
Consumer Discretionary	15.04 / 14.22
Materials	12.91 / 6.27
Information Technology	6.24 / 5.62
Energy	3.96 / 4.95
Health Care	3.54 / 6.40
Consumer Staples	2.47 / 3.46
Utilities	1.94 / 3.93
Others	0.71 / 10.85
Cash & Cash Equivalents	1.53 / 0.00

Morningstar Rating™—Advisor Class

Overall Morningstar Rating™

★★★★



What Are the Risks?

All investments involve risks, including possible loss of principal. The fund's investments in smaller-company stocks carry special risks as such stocks have historically exhibited greater price volatility than larger-company stocks, particularly over the short term. Value securities may not increase in price as anticipated or may decline further in value. Additionally, smaller companies often have relatively small revenues, limited product lines and a small market share. In addition, the fund may invest up to 25% of its total assets in foreign securities, which involve special risks, including currency fluctuations and economic and political uncertainty. REITs may be affected by any change in the value of the properties owned and other factors, and their prices tend to go up and down. These and other risks are detailed in the fund's prospectus.

Glossary

<u>Beta</u>: A measure of the fund's volatility relative to the market, as represented by the stated Index. A beta greater than 1.00 indicates volatility greater than the market.

<u>Standard Deviation</u>: A measure of the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return.

Important Information

Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. To obtain a summary prospectus and/or prospectus, which contains this and other information, talk to your financial professional, call us at (800) DIAL BEN/342-5236 or visit franklintempleton.com. Please carefully read a prospectus before you invest or send money.

Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change.

Source: FTSE. Important data provider notices and terms available at www.franklintempletondatasources.com.

Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

Fund Management: CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

Performance: The fund offers other share classes subject to different fees and expenses, which will affect their performance.

Advisor: Effective 12/31/96, the fund began offering Advisor Class Shares. For periods prior to the fund's Advisor Class inception date, a restated figure is used based on the fund's oldest share class, Class A performance, excluding the effect of Class A's maximum initial sales charge but reflecting the effect of the Class A Rule 12b-1 fees; and for periods after the fund's Advisor Class inception date, actual Advisor Class performance is used, reflecting all charges and fees applicable to that class.

Top Ten Holdings: The portfolio manager for the fund reserves the right to withhold release of information with respect to holdings that would otherwise be included.

Composition of Fund: Percentage may not equal 100% due to rounding.

Morningstar Rating™: Source: Morningstar®, 3/31/21. For each mutual fund and ETF with at least a 3-year history, Morningstar calculates a Morningstar Rating™ based on how a fund ranks on a Morningstar Risk-Adjusted Return measure against other funds in the same category. This measure takes into account variations in a fund's monthly performance, and does not take into account the effects of sales charges and loads, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. The weights are: 100% 3-year rating for 36-59 months of total returns, 60% 5-year rating/40% 3-year rating for 60-119 months of total returns, and 50% 10-year rating/30% 5-year rating/20% 3-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent 3-year period actually has the greatest impact because it is included in all three rating periods. The Fund's Advisor Class shares received a Morningstar Rating of 4, 5 and 4 star(s) for the 3-, 5- and 10-year periods, respectively. Morningstar Rating™ is for the named share class only; other classes may have different performance characteristics. Past performance is not an indicator or a guarantee of future performance. Source: ©Morningstar. Important data provider notices and terms available at www.franklintempletondatasources.com.