



# Franklin Small Cap Value Fund

Value  
December 31, 2021

## Fund Fact Sheet | Share Classes: A, C

### 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 Share Classes]** \$4,881 million  
**Fund Inception Date** 3/11/1996  
**Dividend Frequency** Annually in December  
**Number of Issuers** 89

### Share Class Information

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

### Fund Management

	Years with Firm	Years of Experience
Steven Raineri	16	27
Christopher Meeker, CFA	9	23
Nicholas Karzon, CFA	7	12

### Maximum Sales Charge

**Class A:** 5.50% initial sales charge  
**Class C:** 1.00% contingent deferred sales charge (CDSC) in the first year only

### Total Annual Operating Expenses

Share Class	With Waiver	Without Waiver
A	1.08%	1.09%
C	1.83%	1.84%

### Asset Allocation (%)

Equity	98.77
Cash & Cash Equivalents	1.23

### Performance

#### Growth of a \$10,000 Investment - Without Sales Charge (from 03/11/1996-12/31/2021)



### Total Returns % (as of 12/31/2021)

Share Class	YTD	AVERAGE ANNUAL					Since Inception	Inception Date
		1 Yr	3 Yrs	5 Yrs	10 Yrs			
A With Sales Charge	18.56	18.56	16.34	8.75	11.23	9.46	3/11/1996	
A Without Sales Charge	25.47	25.47	18.56	9.99	11.86	9.70	3/11/1996	
C With Sales Charge	23.53	23.53	17.67	9.17	11.04	8.76	9/3/1996	
C Without Sales Charge	24.53	24.53	17.67	9.17	11.04	8.76	9/3/1996	

### Calendar Year Total Returns % - Without Sales Charge

Share Class	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
A	25.47	5.39	26.04	-12.68	10.63	29.59	-7.83	0.00	34.72	18.35
C	24.53	4.57	25.11	-13.32	9.81	28.63	-8.48	-0.70	33.78	17.55
Share Class	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
A	-3.67	27.00	31.57	-32.78	-2.78	16.81	9.13	24.81	32.34	-9.63
C	-4.35	26.12	30.58	-33.26	-3.46	15.98	8.42	24.00	31.43	-10.15

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](http://franklintempleton.com) for the most recent month-end performance.

If the sales charge had been included, the return would have been lower.

Due to continued strong inflows and increased assets under management, Franklin Small Cap Value fund closed to new investors with limited exceptions effective May 27, 2021. Existing shareholders may continue to add money to their accounts.

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	% of Total
WILLSCOT MOBILE MINI HOLDINGS CORP	3.43
ACI WORLDWIDE INC	3.10
HANOVER INSURANCE GROUP INC/THE	3.02
KNOWLES CORP	3.00
ASHLAND GLOBAL HOLDINGS INC	2.74
TIMKEN CO/THE	2.52
MCGRATH RENTCORP	2.44
GREENBRIER COS INC/THE	2.38
JACK IN THE BOX INC	2.33
CRESCENT POINT ENERGY CORP	2.32

### Fund Measures

Standard Deviation (3 Yrs) - Class A	23.55%
Beta (3 Yrs, vs. Russell 2000 Value Index) - Class A	0.92

**Composition of Fund**

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

Sector	% of Total
Industrials	25.24 / 15.13
Financials	19.25 / 26.49
Consumer Discretionary	15.37 / 8.01
Information Technology	13.77 / 5.72
Materials	9.81 / 4.57
Energy	5.02 / 6.51
Real Estate	3.63 / 11.59
Health Care	2.78 / 10.40
Utilities	2.06 / 5.00
Others	1.84 / 6.59
Cash & Cash Equivalents	1.23 / 0.00

**Morningstar Rating™—Class A**

**Overall Morningstar Rating™** As of December 31, 2021 the fund's Class A shares received a 4 star overall Morningstar Rating™, measuring risk-adjusted returns against 418, 392 and 300 U.S.-domiciled Small Value funds over the 3-, 5- and 10- year periods, respectively. A fund's overall rating is derived from a weighted average of the performance figures associated with its 3-, 5- and 10-year (if applicable) rating metrics.

**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**

**Beta:** 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.

**Standard Deviation:** 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](http://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.

Class A: Prior to 9/10/18, these shares were offered at a higher initial sales charge of 5.75%; thus actual returns would have differed. Total returns with sales charges have been restated to reflect the current maximum initial sales charge of 5.50%. Class C: Prior to 1/1/04, these shares were offered with an initial sales charge; thus actual returns would have differed.

**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®, 12/31/21. 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 Class A shares received a Morningstar Rating of 4, 4 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](http://www.franklintempletondatasources.com).

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