

# Templeton Global Smaller Companies Fund



Value | Fact Sheet as of June 30, 2022

## Investment Overview

The fund seeks long-term capital growth by investing at least 80% of its net assets in securities of smaller companies (with market capitalizations not exceeding the lesser of the highest market capitalization in the benchmark or \$10 billion at the time of purchase) located anywhere in the world, including emerging markets.

## Average Annual Total Returns (%)

	Without Sales Charges					With Sales Charges					Inception Date
	1-Yr	3-Yr	5-Yr	10-Yr	Inception	1-Yr	3-Yr	5-Yr	10-Yr	Inception	
Advisor Class	-25.85	1.75	2.27	6.33	8.98	-25.85	1.75	2.27	6.33	8.98	6/1/1981
Class A	-26.01	1.50	2.02	6.06	8.80	-30.05	-0.40	0.87	5.47	8.65	6/1/1981
Class C	-26.52	0.76	1.28	5.27	5.32	-27.18	0.76	1.28	5.27	5.32	5/1/1995
Class R6	-25.74	1.85	2.41	6.50	9.38	-25.74	1.85	2.41	6.50	9.38	6/1/1981
Benchmark	-21.82	4.40	4.68	8.33	—	-21.82	4.40	4.68	8.33	—	—

## Cumulative Total Returns (% Without Sales Charge)

	3-Mo	YTD	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Advisor Class	-16.92	-25.81	15.44	13.50	24.70	-17.73	26.12	10.57	-6.86	-2.93	32.58	19.13
Class A	-16.95	-25.91	15.14	13.23	24.50	-17.99	25.72	10.24	-6.99	-3.25	32.20	18.87
Class C	-17.03	-26.07	14.24	12.36	23.46	-18.55	24.76	9.53	-7.83	-3.88	31.22	18.05
Class R6	-16.85	-25.77	15.56	13.66	24.87	-17.64	26.30	10.87	-6.65	-2.81	32.79	19.33
Benchmark	-17.09	-22.27	16.10	16.33	24.65	-14.39	23.81	11.59	-1.04	1.78	28.66	18.06

**Performance data quoted represents past performance, which does not guarantee future results.** Current performance may be lower or higher than the figures shown. Principal value and investment returns will fluctuate, and investors' shares, when redeemed, may be worth more or less than the original cost. Performance would have been lower if fees had not been waived in various periods. Total returns assume the reinvestment of all distributions and the deduction of all fund expenses. Returns with sales charge reflect a deduction of the stated maximum sales charge. An investor cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges. Returns for periods of less than one year are not annualized. All classes of shares may not be available to all investors or through all distribution channels. For current month-end performance, please visit [www.franklintempleton.com](http://www.franklintempleton.com).

The fund began offering Advisor Class shares on 1/2/1997, and the fund began offering R6 Class shares on 5/1/2013. Performance quotations have been calculated as follows: (a) for Advisor Class periods prior to 1/2/1997, a restated figure is used based on the fund's Class A performance; for R6 Class periods prior to 5/1/2013, a restated figure is used based on the fund's Class Advisor performance. The performance was adjusted to take into account differences in class-specific operating expenses and maximum sales charges. (b) For periods after share class offering, performance for the specific share class is used, reflecting the expenses and maximum sales charges applicable to that class.

## Share Class Details

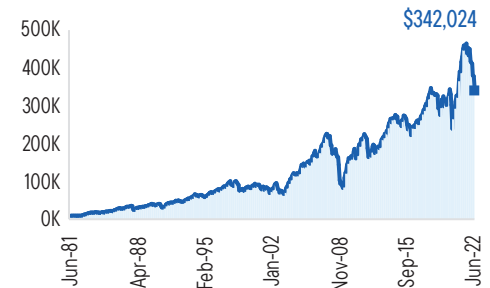
	CUSIP	Ticker	Sales Charges (%)		Expenses (%)	
			Max	CDSC	Gross	Net
Advisor Class	880 22L 300	TGSAX	0.00	—	1.06	1.06
Class A	880 22L 102	TEMGX	5.50	—	1.31	1.31
Class C	880 22L 201	TEGX	0.00	1.00	2.06	2.06
Class R6	880 22L 508	FBOGX	0.00	—	0.98	0.97

Gross expenses are the fund's total annual operating expenses for the share class(es) shown. Net expenses for Class(es) R6 reflect contractual fee waivers and/or reimbursements, where these reductions reduce the fund's gross expenses, which cannot be terminated prior to December 31, 2022 without Board consent.

There is a 1% CDSC on any Class C shares you sell within 12 months of purchase.

## Growth of \$10,000

Advisor Class Shares—Inception through June 30, 2022  
Excluding Effects of Sales Charges



## Fund Overview

Dividend Frequency, if any	Annually
Morningstar Category	Global Small/Mid Stock
Lipper Classification	Global Small-/Mid-Cap Funds
Turnover (fiscal yr)	20%

## Benchmark(s)

MSCI All Country World Small Cap Index-NR

## Fund Characteristics

	Fund
Total Net Assets	\$926.89 Million
Number of Issuers	95
Average Market Cap (Millions)	\$3,690
Price to Book	1.70x
Price to Earnings (12-Month Trailing)	12.38x

## Risk Statistics (3-Year—Advisor Class vs. MSCI All Country World Small Cap Index-NR)

	Fund	Benchmark
Beta	0.96	—
R-Squared	0.96	—
Sharpe Ratio	0.06	0.17
Standard Deviation (%)	21.66	22.11
Alpha (%)	-2.38	—
Information Ratio	-0.57	—
Tracking Error	4.63	—

## Top Equity Issuers (% of Total)

	Fund
MGP INGREDIENTS INC	2.15
ALLIANCEBERNSTEIN HOLDING LP	2.06
TRUSTCO BANK CORP NY	2.04
HILLENBRAND INC	1.99
ALAMO GROUP INC	1.90
TRIMAS CORP	1.88
MAN GROUP PLC/JERSEY	1.86
SKECHERS USA INC	1.84
HUNTINGTON BANCSHARES INC/OH	1.84
ASICS CORP	1.79

## Geographic Allocation (% of Total)

	Fund	Benchmark
United States	44.72	52.39
Taiwan	7.98	2.58
Japan	7.43	9.64
United Kingdom	5.18	5.28
Italy	4.46	0.93
Germany	4.03	1.47
Switzerland	3.99	1.49
Canada	1.91	3.55
Other	16.17	22.67
Cash & Cash Equivalents	4.14	0.00

## Sector Allocation (% of Total)

	Fund	Benchmark
Consumer Discretionary	23.50	11.95
Industrials	18.21	18.08
Information Technology	14.52	12.22
Financials	14.41	13.66
Health Care	11.25	10.40
Materials	7.42	8.05
Consumer Staples	4.98	5.18
Real Estate	1.58	9.68
Other	0.00	10.79
Cash & Cash Equivalents	4.14	0.00

## Portfolio Management

	Years with Firm	Years of Experience		Years with Firm	Years of Experience
Harlan Hodes	20	22	Kyle Denning, CFA	2	9
David Tuttle, CFA	19	17	Katie Ylijoki, CFA	16	14

## What should I know before investing?

All investments involve risks, including possible loss of principal. Smaller, mid-sized and relatively new or unseasoned companies can be particularly sensitive to changing economic conditions, and their prospects for growth are less certain than those of larger, more established companies. In addition, smaller-company stocks have historically exhibited greater price volatility than larger-company stocks, particularly over the short term. The markets for particular securities or types of securities are or may become relatively illiquid. Reduced liquidity will have an adverse impact on the security's value and on the fund's ability to sell such securities when necessary to meet the fund's liquidity needs or in response to a specific market event. Special risks are associated with foreign investing, including currency fluctuations, economic instability and political developments. Investments in emerging markets involve heightened risks related to the same factors, in addition to those associated with these markets' smaller size and lesser liquidity. The manager's portfolio selection strategy is not solely based on ESG considerations, and therefore the issuers in which the fund invests may not be considered ESG-focused companies. Integrating ESG considerations into the investment process is not a guarantee that better performance will be achieved. These and other risks are discussed 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. **R-squared** measures the strength of the linear relationship between the fund and its benchmark. R-squared at 1 implies perfect linear relationship and zero implies no relationship exists. **Sharpe Ratio** refers to a risk-adjusted measure calculated using standard deviation and excess returns to determine reward per unit of risk. The higher the ratio, the greater the risk-adjusted performance.

**Standard Deviation** 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. **Alpha** is the annualized percentage difference between a portfolio's actual returns and its expected performance given its level of market risk, as measured by beta.

**Information Ratio** In investing terminology, the ratio of expected return to risk. Usually, this statistical technique is used to measure a manager's performance against a benchmark. This measure explicitly relates the degree by which an investment has beaten the benchmark to the consistency by which the investment has beaten the benchmark. **Tracking Error** measure of the deviation of the return of a fund compared to the return of a benchmark over a fixed period of time. Expressed as a percentage. The more passively the investment fund is managed, the smaller the tracking error. **Turnover** is a measure of the fund's trading activity which represents the portion of the fund's holdings that has changed over a twelve-month period through the fiscal year end. There is no assurance that the fund will maintain its current level of turnover. **Price to Book** The price per share of a stock divided by its book value (i.e., net worth) per share. For a portfolio, the value represents a weighted average of the stocks it holds. **Price to Earnings (12-Month Trailing)** is the share price of a stock, divided by its per-share earnings over the past year. For a portfolio, the value represents a weighted average of the stocks it holds.

## Important Information

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The **MSCI ACWI Small Cap Index** is a free float-adjusted, market capitalization-weighted index designed to measure performance of small cap equity securities in global developed and emerging markets. Net Returns (NR) include income net of tax withholding when dividends are paid. Source: MSCI makes no warranties and shall have no liability with respect to any MSCI data reproduced herein. No further redistribution or use is permitted. This report is not prepared or endorsed by MSCI. Net Returns (NR) include income net of tax withholding when dividends are paid. Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change.

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**Before investing, carefully consider a fund's investment objectives, risks, charges and expenses. You can find this and other information in each prospectus, or summary prospectus, if available, at [www.franklintempleton.com](http://www.franklintempleton.com). Please read it carefully.**