

Templeton Global Bond A TPINX

Benchmark

Citi WGBI NonUSD USD

Overall Morningstar Rating™

★★★★

Out of 238 World Bond funds. An investment's overall Morningstar Rating, based on its risk-adjusted return, is a weighted average of its applicable 3-, 5-, and 10-year Ratings. See disclosure for details.

Morningstar Return

Above Average

Morningstar Risk

Above Average

Investment Strategy

The investment seeks current income with capital appreciation and growth of income.

The fund normally invests at least 80% of net assets in "bonds" including debt securities of any maturity, such as bonds, notes, bills and debentures. It may invest up to 25% of total assets in bonds that are issues rated in the top of four rating categories by independent rating agencies such as S&P or Moody's Investors Service or, if unrated, determined by the fund's investment manager to be comparable. The fund is non-diversified.

Fees and Expenses

as of 01-01-12	
Prospectus Net Expense Ratio	0.89%
Prospectus Gross Expense Ratio	0.90%
Maximum Sales Charge	4.25%
12b-1 Fee	0.25%
Redemption Fee/Term	—

Waiver Data

Type	Exp. Date	%
Management Fee	Contractual	0.01

Operations and Management

Fund Inception Date	09-18-86
Portfolio Manager(s)	Michael Hasenstab Sonal Desai
Management Company	Franklin Advisers, Inc.
Telephone	800-632-2301
Web Site	www.franklintempleton.com

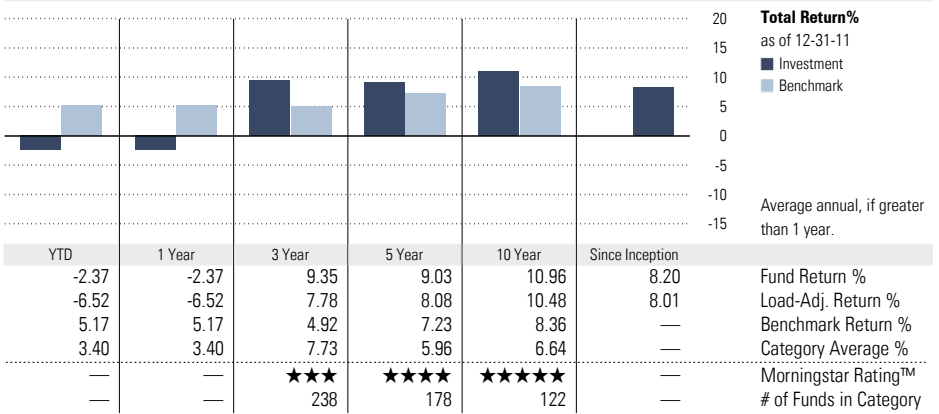
Benchmark Description: Citi WGBI NonUSD USD

Citigroup Non-\$ World Govt Bond Index: This index covers thirteen government-bond markets: Australia, Austria, Belgium, Canada, Denmark, France, Germany, Italy, Japan, the Netherlands, Spain, Sweden, and the United Kingdom. For inclusion in this index, a market must total at least (U.S.) \$20 billion for three consecutive months. Also, a country will be removed if there are barriers to entry. For example, if a market actively discourages foreign investor participation or does not show commitment to its own policies, it is not eligible for inclusion in this index.

Category Description: World Bond

World-bond funds invest 40% or more of their assets in foreign bonds. (However, funds that invest more than 65% of their assets in emerging-markets bonds are classified as emerging-markets bond funds rather than world-bond funds.) Some world-bond funds follow a conservative approach, favoring high-quality bonds from developed markets. Others are more adventurous, and own some lower-quality bonds from developed or emerging markets. As a result, the risk and return potential of these funds varies greatly.

Performance

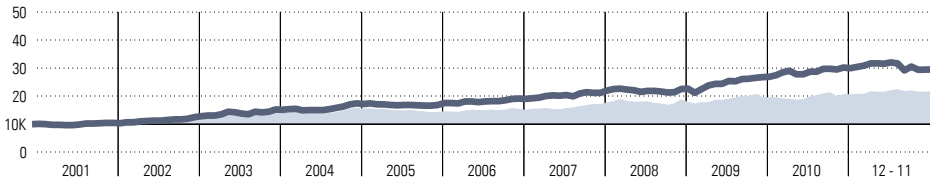


Quarter End Returns

	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
Fund Return %	-2.37	-2.37	9.35	9.03	10.96	8.20
Standardized Return %	-6.52	-6.52	7.78	8.08	10.48	8.01

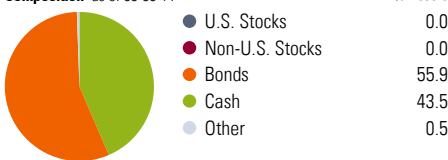
Performance Disclosure: The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate thus an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than return data quoted herein.

Growth of \$10,000



Portfolio Analysis

Composition



Morningstar Style Box



Top 10 Holdings

Security	% Assets
Korea(Republic Of) 3% 12-10-13	2.36
Korea(Republic Of) 4.25% 12-10-12	2.32
Kommuninvest I Sve 1.75% 10-08-12	2.30
Korea(Republic Of) 3.75% 06-10-13	2.16
Sweden(Kingdom Of) 5.5% 10-08-12	2.15
Poland(Rep Of) 01-25-13	1.75
Hungary Rep 6.375% 03-29-21	1.51
Poland(Rep Of) 10-25-12	1.40
Poland Government 07-25-13	1.40
Mexico(Utd Mex St) 8% 12-19-13	1.38

Total Number of Stock Holdings	0
Total Number of Bond Holdings	183
Annual Turnover Ratio %	26
Total Fund Assets (\$mil)	58,378.03

Morningstar Sectors

Sector	% Fund	% Category
Government	47.40	38.45
Corporate	6.59	19.89
Securitized	0.00	6.65
Municipal	2.25	0.96
Cash & Equivalents	43.75	21.49
Other	0.00	12.55

Credit Analysis

