

Key Investor Information



This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

Franklin UK Mid Cap Fund

Class A(inc) • ISIN GB00B3ZGH246

A sub-fund of Franklin Templeton Funds

The management company is Franklin Templeton Fund Management Limited

Objectives and Investment Policy

Franklin UK Mid Cap Fund (the "Fund") aims to increase the value of its investments by more than the return of the FTSE 250 Index (excluding investment companies) over the medium to long term.

The Fund invests mainly in:

- equity securities of companies that are included in the FTSE 250 Index (excluding investment companies)

The investment team uses detailed company research and extensive UK equity investment experience to build a concentrated portfolio of medium sized UK companies. They look to invest in a relatively small number of companies (around 40 to 50) that over the medium to long term, offer strong and sustainable growth potential, are financially sound and attractively-priced.

You may request the sale of your shares on any UK business day.

For the income share class shown in this document, dividend income is distributed to investors.

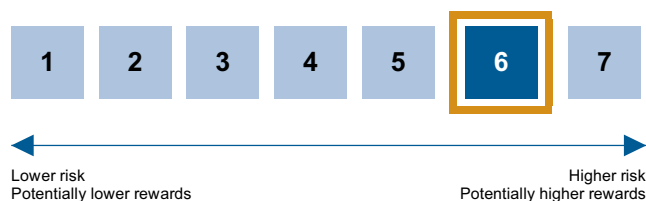
For further information on the Objectives and Investment Policy of the Fund, please refer to the "Investment Objectives and Policies of the Funds" section of the current prospectus of Franklin Templeton Funds.

Terms to Understand

Equity securities: Securities that represent an ownership stake in a company.

FTSE 250 Index (excluding investment companies): This index comprises medium sized companies, excluding investment companies, listed on the London Stock Exchange. The Index is used to assess the change in value of the securities which comprise it.

Risk and Reward Profile



What does this indicator mean and what are its limits?

This indicator is designed to provide you with a measure of the price movement of this share class based on historical behavior.

Historical data may not be a reliable indication of the future risk profile of the Fund. The category shown is not guaranteed to remain unchanged and may shift over time.

The lowest category does not mean risk free.

Why is the Fund in this specific category?

The Fund invests mainly in equity securities of mid-sized UK companies that are included in the FTSE 250 Index. Such securities have historically been subject to price movements, sometimes to a greater extent than securities of large UK companies, due to company-specific factors or movements in the UK equity markets generally. As a result, the performance of the Fund can fluctuate significantly over relatively short time periods.

Risks materially relevant not adequately captured by the indicator:

Liquidity risk: the risk that arises when adverse market conditions affect the ability to sell assets when necessary. Reduced liquidity may have a negative impact on the price of the assets.

For a full discussion of all the risks applicable to this Fund, please refer to the "Risk Factors" section of the current prospectus of Franklin Templeton Funds.

Charges

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest

Entry charge	4.50%*
Exit charge	Not applicable

This is the maximum that might be taken out of your money before it is invested.

Charges taken from the Fund over a year

Ongoing charges	1.57%
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Charges taken from the Fund under certain specific conditions

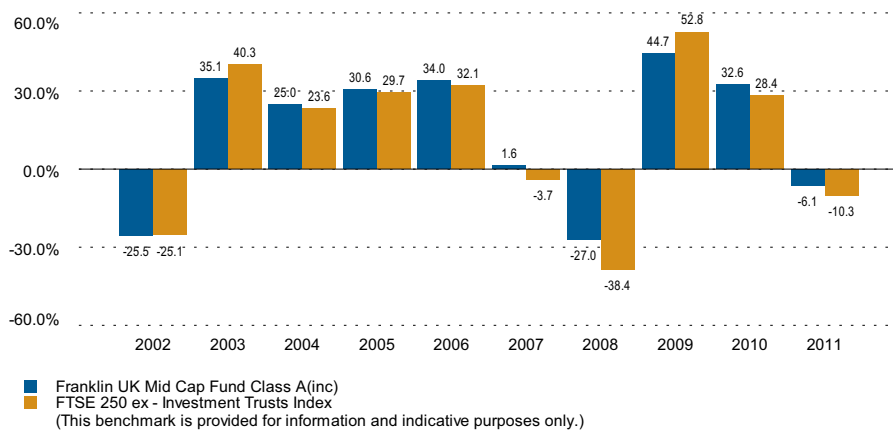
Performance fee	Not applicable
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The entry charges shown are maximum amounts; you may pay less in some cases. For more information, please see your financial adviser.

The ongoing charges are based on the expenses for the year ending 30 April 2012. This figure may vary from year to year.

For detailed information about charges, please refer to the "Fees and Charges" section of the current prospectus of Franklin Templeton Funds.

Past Performance



- Past performance is not a guide to future performance.
- The past performance shown here includes all the ongoing charges but not the entry charge.
- Past performance is calculated in GBP
- The Fund was launched in 2011.
- The Franklin UK Mid Cap Fund does not have past performance for all of the years displayed. The Franklin UK Mid Cap Fund was launched on 17 October 2011 to receive the assets of Rensburg UK Mid Cap Growth Trust and thus the past performance of Rensburg UK Mid Cap Growth Trust has been used.

Practical Information

- The Depository of Franklin Templeton Funds is BNY Mellon Trust & Depository (UK) Limited.
- You can obtain further information about the Fund, copies of its prospectus and the latest annual and semi-annual reports of Franklin Templeton Funds from the website www.franklintempleton.co.uk or free of charge from Franklin Templeton Fund Management Limited, The Adelphi, 1 – 11 John Adam Street, London WC2N 6HT or your financial adviser. These documents are each available in English.
- The latest prices and other practical information on the Fund (including information about the other share classes of the Fund) are available from Franklin Templeton Fund Management Limited, The Adelphi, 1 – 11 John Adam Street, London WC2N 6HT or www.franklintempleton.co.uk.
- Please note that the United Kingdom taxation regime may have an impact on your personal tax position. Please consult your financial or tax adviser before deciding to invest.
- Franklin Templeton Fund Management Limited may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus of the Fund.
- The present Fund is a sub-fund of Franklin Templeton Funds. The prospectus and the annual and semi-annual reports refer to all sub-funds of Franklin Templeton Funds. The assets of the Fund are not segregated by law from the assets of the other sub-funds. In the event of Franklin Templeton Funds being unable to meet liabilities attributable to any particular sub-fund out of the assets attributable to such sub-fund, the remaining liabilities may have to be met out of the assets attributable to the other sub-funds.
- You may exchange shares with another sub-fund of Franklin Templeton Funds as further described in the prospectus.