



Franklin Templeton Investments
(Asia) Limited
富蘭克林鄧普頓投資(亞洲)有限公司
62/F, Two International
Finance Centre, 8 Finance Street,
Central, Hong Kong
tel (+852) 2877 7733
franklintempleton.com.hk

This letter is important and requires your immediate attention.

**If you are in doubt about the contents of this letter,
you should seek independent professional advice.**

Hong Kong, 28 March 2025

Dear Investors,

- Franklin Templeton Investment Funds (the “Company”)**
- **Changes to the investment management structure of Templeton China Fund, Templeton Global Fund, Templeton Asian Smaller Companies Fund and Templeton Emerging Markets Smaller Companies Fund (each a “Fund”, and collectively, the “Funds”)**

This letter is intended for investors who hold shares of the Company via an account with (i) Franklin Templeton Investments (Asia) Limited (the “**Hong Kong Representative**”) or (ii) a duly authorized intermediary for the Hong Kong market (collectively, “**Investors**”).

The purpose of this letter is to inform Investors of changes to the investment management structure of the Funds, which will take effect from 30 April 2025 (the “**Effective Date**”).

Unless otherwise specified herein, capitalized terms used in this letter shall have the meanings assigned to such terms in the Explanatory Memorandum of the Company dated April 2024, as amended from time to time (the “**Explanatory Memorandum**”).

Currently, the Management Company (Franklin Templeton International Services S.à r.l.) has delegated the portfolio management of the Funds as follows:

- (i) **Templeton China Fund**: Templeton Asset Management Ltd has been appointed as the Investment Manager;
- (ii) **Templeton Global Fund**: Templeton Global Advisors Limited and Templeton Asset Management Ltd have been appointed as the Investment Managers; and
- (iii) **Templeton Asian Smaller Companies Fund and Templeton Emerging Markets Smaller Companies Fund**: Templeton Asset Management Ltd and Franklin Templeton International Services S.à r.l. have been appointed as the Investment Managers.

To reflect an internal reorganization of investment personnel responsible for the investment management of the Funds, it is proposed that the investment management structure of the Funds will be revised as follows:

- (i) **Templeton China Fund**: Franklin Templeton Investments (Asia) Limited will be appointed as an additional Investment Manager, alongside Templeton Asset Management Ltd, to carry out discretionary investment management functions for the Fund;

- (ii) **Templeton Global Fund:** Franklin Templeton Investment Management Limited will be appointed as an additional Investment Manager, alongside Templeton Global Advisors Limited and Templeton Asset Management Ltd, to carry out discretionary investment management functions for the Fund; and
- (iii) **Templeton Asian Smaller Companies Fund and Templeton Emerging Markets Smaller Companies Fund:** Franklin Templeton International Services S.à r.l. will be removed from the investment management structure of each of the Funds.

Please refer to the following table for a summary of the changes:

Fund	Existing investment management structure	Revised investment management structure (with effect from the Effective Date)
Templeton China Fund	<u>Investment Manager</u> Templeton Asset Management Ltd (Singapore)	<u>Investment Managers</u> ¹ Templeton Asset Management Ltd ² (Singapore) and Franklin Templeton Investments (Asia) Limited ³ (Hong Kong)
Templeton Global Fund	<u>Investment Managers</u> Templeton Global Advisors Limited (The Bahamas) and Templeton Asset Management Ltd (Singapore)	<u>Investment Managers</u> ¹ Templeton Global Advisors Limited ⁴ (The Bahamas) Templeton Asset Management Ltd ² (Singapore) and Franklin Templeton Investment Management Limited ⁵ (United Kingdom)
Templeton Asian Smaller Companies Fund	<u>Investment Managers</u> Templeton Asset Management Ltd (Singapore)	<u>Investment Manager</u> ¹ Templeton Asset Management Ltd ² (Singapore)
Templeton Emerging Markets Smaller Companies Fund	and Franklin Templeton International Services S.à r.l. (Luxembourg)	

- ¹ *Each Investment Manager under the revised investment management structure currently acts as a discretionary investment manager or sub-manager of other existing funds that are authorized by the Securities and Futures Commission (“SFC”). SFC authorization is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.*
- ² *Primarily regulated by the Monetary Authority of Singapore*
- ³ *Primarily regulated by the SFC*
- ⁴ *Primarily regulated by the Bahamas Securities Board and registered as an investment adviser with the U.S. Securities and Exchange Commission under the Investment Advisers Act of 1940*
- ⁵ *Primarily regulated by the Financial Conduct Authority of the United Kingdom*

Franklin Templeton International Services S.à r.l., Templeton Asset Management Ltd, Franklin Templeton Investments (Asia) Limited, Templeton Global Advisors Limited and Franklin Templeton Investment Management Limited are all wholly-owned subsidiaries of Franklin Resources, Inc.

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Rest assured, the above changes will have no impact on the features and the risks applicable to the Funds, and will not lead to any changes in the operation and/or manner in which the Funds are being managed or any other effects on Investors. The changes set out in this letter are not expected to materially prejudice the rights or interests of Investors. The investment teams at Franklin Templeton have always managed assets based on a team approach and the Funds will continue to be managed according to the same principles.

The changes set out in this letter are not expected to give rise to any change in the fee level or fee structure of the Funds. Any costs and expenses arising from the above changes will be borne by the Management Company, other than the cost of publishing this letter, which is estimated to be approximately HKD15,000 and which will be charged and allocated to the Funds based on the pro rata share of the Net Asset Value of the Funds.

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The Management Company and the Board of Directors accept full responsibility for the accuracy of the information contained in this letter as at the date of its publication and confirm, having made all reasonable enquiries, that to the best of their knowledge and belief there are no other facts the omission of which would make any statement misleading.

The Explanatory Memorandum and the Product Key Facts Statements of the Funds will be updated to reflect the above changes in due course. An updated version of the Explanatory Memorandum and the Product Key Facts Statements of the Funds will be available for download from the Hong Kong Representative’s website at <http://www.franklintempleton.com.hk>¹, and they will also be made available at the office of the Hong Kong Representative in due course.

¹ The website has not been reviewed by the SFC.

If you require further information, please do not hesitate to contact your investment consultant, call our Investor Hotline at +852 2805 0111 or contact the Hong Kong Representative at 62/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong. If you are not a duly authorized intermediary for the Hong Kong market, please be advised that you are not required to forward this letter to your end clients.

Yours faithfully,

Franklin Templeton Investments (Asia) Limited

富蘭克林鄧普頓投資(亞洲)有限公司

As Hong Kong Representative of the Company