Templeton Asian Growth Fund

Franklin Templeton Investment Funds (Luxembourg Registered Sicav)

31 May 2008

Investment Objective

Long-term capital appreciation by investing primarily in equity securities of companies incorporated or who have their area of primary activity in Asia (excluding Australia, New Zealand and Japan).

Cumulative Performance in Share Class Currency

	1 Year	1 Year[1]	3 Years	3 Years[1]	5 Years	5 Years[1]	Since Launch	Since Launch[1]
A(Ydis)USD	12.4%	6.8%	118.7%	27.6%	264.8%	28.2%	203.1%	6.5%
Index	12.7%	12.7%	101.1%	26.2%	247.1%	28.2%	372.7%	9.6%

Performance calculations are based on NAV-NAV, dividends reinvested.
[1]Average Annual Compounded Return adjusted for 5% initial sales charge (0% on money market funds), based on dividends reinvested. Performances of different share classes will vary, please refer to the Fund Manager for more information.

Asset Allocation

Equity : 97.90% Fixed Income: 0.00% Cash: 2.10%

Portfolio Composition (% of total)

Country Breakdown

Country	%
China	28.4
Thailand	24.7
India	14.5
South Korea	13.9
Pakistan	4.4
Taiwan	4.0
Hong Kong	3.7
Indonesia	3.7
Malaysia	0.5

Industry Breakdown

Industry	%
Energy	34.0
Materials	16.1
Banks	10.4
Capital Goods	7.4
Automobiles & Components	7.0
Software & Services	4.8
Technology Hardware & Equipment	3.3
Semiconductors & Semiconductor Equipment	2.9
Consumer Durables & Apparel	2.5
Other	9.5

Top 10 Holdings

Security Name	%
PETROCHINA CO LTD	7.8
ALUMINUM CORP OF CHINA LTD	7.1
PTT PUBLIC CO LTD	5.6
CHINA PETROLEUM & CHEMICAL CORP (SINOPEC)	5.4
SK ENERGY CO LTD	5.3
SIAM COMMERCIAL BANK	4.3
DENWAY MOTORS LTD	4.1
HYUNDAI DEVELOPMENT CO	4.0
OIL & NATURAL GAS CORP LTD	3.9
SIAM CEMENT PUBLIC CO LTD (THE)	3.4

Fund Ratings & Awards

S&P Fund Research Rating	AAA
Morningstar Overall Rating	★★★★

Fund Size USD 8.06 b

Portfolio Manager
Mark Mobius

Base Currency of Fund USD

Fund Inception 30 Jun 1991

Share Class Inception

A(acc)USD	14 May 2001
A(acc)EUR	25 Oct 2005
A(Ydis)EUR	25 Oct 2005
A(Ydis)USD	30 Jun 1991
B(acc)USD	14 Feb 2007

Fund Benchmark/Index
MSCI All Country Asia ex Japan Index

Net Asset Value at 31 May 2008

A(acc)USD	USD 28.28
A(acc)EUR	EUR 18.15
A(Ydis)EUR	EUR 17.32
A(Ydis)USD	USD 26.89
B(acc)USD	USD 13.10

Annual Fees	Mgmt	Maintenance/ Distribution
A(acc)USD	1.35%	0.50%
A(acc)EUR	1.35%	0.50%
A(Ydis)EUR	1.35%	0.50%
A(Ydis)USD	1.35%	0.50%
B(acc)USD	1.35%	0.75%

Templeton Asset Management Ltd
7 Temasek Boulevard
#38-03 Suntec Tower One
Singapore 038987
Tel: (65) 6241 2662
Fax: (65) 6332 2295

FRANKLIN TEMPLETON INVESTMENTS

This report has been prepared by Templeton Asset Management Ltd. This is neither an offer nor solicitation to purchase shares of the fund; applications for shares may only be made on forms of application available with the prospectus. Investors should read the prospectus before investing, the prospectus is available from Templeton Asset Management Ltd or its authorised distributors. Investments are subject to investment risks and past performance is not indicative of future performance. Dividends are not guaranteed. Investors investing in funds denominated in non-local currency should be aware of the risk of exchange fluctuations that may cause a loss of principal. Distribution of this document may be restricted in certain jurisdictions. This document does not constitute the distribution of any information or the making of any offer or solicitation by anyone in any jurisdiction in which such distribution or offer is not authorized or to any person to whom it is unlawful to distribute such a booklet or make such an offer or solicitation.