

Luxembourg, 25 July 2024

Change to the characteristics of share classes with the suffix “pc”

Dear Shareholder,

We would like to inform you that the board of directors of Franklin Templeton Investment Funds (the “**Company**”) has decided to modify the characteristics of “pc” share classes (the “**Classes**”) in the below listed sub-fund (the “**Fund**”) on 27 August 2024 (the “**Effective Date**”). The distribution methodology of the Classes will be changed from offering a fixed percentage of the net asset value per share to a pre-determined annual percentage of the net asset value per share, as more fully described below. The Classes will be renamed to include the suffix “Plus” instead of “pc”. The Classes are listed below for your reference.

| Current share class name | Share class name after conversion | ISIN | SEDOL |
|---|---|--------------|---------|
| Templeton Emerging Markets Dynamic Income Fund A(Mdis-pc) USD | Templeton Emerging Markets Dynamic Income Fund A(Mdis-Plus) USD | LU2251237306 | BMVMJF6 |
| Templeton Emerging Markets Dynamic Income Fund A(Mdis-pc) HKD | Templeton Emerging Markets Dynamic Income Fund A(Mdis-Plus) HKD | LU2251237488 | BMVMJG7 |

The relevant paragraph of the Company Prospectus is amended as provided below.

“Share Classes with the suffix “Plus” in their name are distribution share classes designed to offer, under normal market conditions, dividend distribution at a pre-determined annual percentage of the Net Asset Value per Share that is not linked to income or capital gains. The relevant annual percentage is determined by an internal forum based on prevailing investor demand and market outlook in the region where the Share Class is distributed, and Fund level considerations. The percentage may be increased or decreased at the discretion of the Company or the Management Company. Investors should be aware that “Plus” Share Classes give priority to dividends, rather than to capital growth and will typically distribute more than the income received by the Fund, including during periods of negative performance. As such, dividends may be paid out of capital, resulting in erosion of the capital invested. Investors are invited to consider this in more detail by referring to the Dividend Policy risk under the section “Risk Considerations”. Dividends paid out of capital could be taxed as income in certain jurisdictions. The distribution frequency, as well as the latest dividend yield of the Share Class will be available on the www.franklintempleton.lu website or upon request from the Management Company. This Share Class is only available to investors domiciled in specific countries in Asia and to other investors at the discretion of the Company or the Management Company.”

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Why are we making this change

The changes that are being proposed are to ensure that we can react more efficiently to changes in market environments that directly affect the relevant Funds in question. These 'Plus' share classes will still look to have smoother distribution yields when compared to other distribution share classes. The proposals also better align processes across Franklin Templeton and the marketplace.

There will be no impact on your investments, or the Classes identifiers (e.g., ISIN, SEDOL), the fees, the Fund's investment objective and policy, its overall risk profile, or the way it is currently managed.

What you need to do

You do not need to do anything if you are satisfied with the changes. You also have the option to switch your shares into other funds of the Company provided that such funds are available for distribution in your country. You may also request a redemption of your investment. Should you wish to proceed with either option, please refer to the latest Prospectus terms. Such requests of switch or redemption will be executed free of charge, provided that they are received at the latest by 26 August 2024. Please note that "free of any redemption charge" does not apply to the contingent deferred sales charge ("CDSC") for all classes subject to such CDSC, due to the nature of such fee. Accordingly, should you decide to redeem any shares subject to a CDSC, such redemption will be subject to the applicable CDSC as more fully disclosed in the Prospectus.

Need more information?

Your dedicated Client Service Team will be happy to help with any general questions about Franklin Templeton. Just call your local Client Service Team, visit our website at www.franklintempleton.lu or if you need advice about your investment please speak to a financial adviser.

We thank you for choosing to trust Franklin Templeton with your investments.

Best regards,



Craig Blair, Conducting Officer of Franklin Templeton International Services S.à r.l.
Management Company of Franklin Templeton Investment Funds

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Please use the below contact to reach your local Client Service Teams at the delegated Transfer Agent/Service Provider of Franklin Templeton.

EUROPE

FRANCE

Tel: +33 1 89 82 00 10 Fax: +352 46 66 67 508
Email: ParisCDS@franklintempleton.com

GERMANY and AUSTRIA

Tel: +49 69 80883316 Fax: +49 (0) 69 272 23 120
Germany Freefone: 08 00 0 73 80 02
Austria Freefone: 08 00 29 59 11
Email: info@franklintempleton.de

ITALY

Tel: +39 02 3621 3320 Fax: +352 46 66 76
Italy Freefone: 800.915.919
Email: servizioclientimilano@franklintempleton.com

LUXEMBOURG, the NETHERLANDS and BELGIUM

Tel: +352 27 94 0990 Fax: +352 46 66 76
Email: lucas@franklintempleton.com

SPAIN

Tel: +34 919 03 72 06 Fax: +352 46 66 76
Email: operaciones@franklintempleton.com

UNITED KINGDOM

UK Free phone: 0800 305 306
Tel: +44 20 7904 1843 Fax: +44 (0) 207 073 8720
Email: enquiries@franklintempleton.co.uk

**POLAND, CZECH REPUBLIC, SLOVAKIA, HUNGARY
and OTHER CEE COUNTRIES**

Tel +48 61 271 74 71 Fax +352 46 66 67 511
Tel +48 22 541 75 88 (only for retail investors from
Poland)
Email: ClientServiceCEE@franklintempleton.com

ASIA

HONG KONG

Tel: +852 2805 0033 Fax: +852 2877 7350
Email: cdshk@franklintempleton.com

SINGAPORE

Tel: (65) 6337 3933 Fax: (65) 6332 2296
Email: cdsspr@franklintempleton.com
www.franklintempleton.com.sg

TAIWAN

Tel: 886-2-2781-0088 Fax: 886-2-2781-7788
Email: service@franklin.com.tw

NORTH & SOUTH AMERICA

USA

Tel: +1 800 239 3894 Fax: +1 727 299 8736
Email: stpcds@templeton.com

MIDDLE EAST & AFRICA

SOUTH AFRICA

Tel: +27 21 830 0680 Fax: +27 (11) 484 3311
Email: CDSSouthAfrica@franklintempleton.com

UNITED ARAB EMIRATES

Tel: +971 487 17800 Fax: +971 (4) 428 4140
Email: CDSDubai@franklintempleton.com