



17 September 2018

<NAME>
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Manulife (Singapore) Pte. Ltd.
(Reg. No. 198002116D)
51 Bras Basah Road #09-00
Manulife Centre
Singapore 189554

Reference: PB071118A

Dear Customer,

Notice of fund merger

Thank you for choosing Manulife as your preferred financial partner. We are writing to inform you about the merger of the following Investment Linked Policy Fund (the "Fund") into the Templeton Euroland Fund (the "Receiving Sub-Fund"):

- Templeton European Fund A (acc) SGD

As the Receiving Sub-Fund is currently not found within the list of funds applicable to your policy, we will be switching out the Fund. We have pre-selected certain fund(s) most similar to the affected fund(s) as listed in the enclosed Appendix I.

If you are agreeable to the fund(s) proposed, we will proceed to switch your fund(s) and redirect your premiums, where applicable, to the replacement fund. No further action is required on your part.

Alternatively, you may consider the following options and provide us with your instructions by **31 October 2018, before 3pm**:

- 1) Perform a fund switch and/or premium redirection to other fund(s)
- 2) Redeem your units in the Fund(s)

If your policy has not been issued, you may make the above changes once your policy is in force.

Please refer to the enclosed *Frequently Asked Questions* for more information on the merger and the options available to you.

If you need any assistance, please contact your Financial Consultant or email us at service@manulife.com.

Thank you.

Yours faithfully,

Tan Kuan Ho
Head of Product Development
Manulife Singapore

This is a computer-generated letter and no signature is required.

Encl.



Notice of Fund merger

Franklin Templeton Investment Management Limited, the Fund Manager of the Fund has announced their decision to merge the Fund into the Templeton Euroland Fund (the "Receiving Sub-Fund") on 23 November 2018 due to the small size and reduced demand for the Fund, making it economically unattractive to run as an independent entity. Following the merger, the Fund will be dissolved without going into liquidation. You may refer to the attached letter from the Fund Manager for more information with regards to the merger.

Your investment linked policy allows you to invest in a list of applicable funds available to your policy. As the Receiving Sub-Fund is currently not within the list of applicable funds under your policy, we have identified Janus Henderson Pan European Equity Fund (the "Replacement Fund") as the replacement fund for the Fund to switch into.

As such, the Fund will be automatically switched into the Replacement Fund on 7 November 2018, or on another date that we may advise ("Effective Date"). We will no longer market the Fund from 8 October 2018.

Existing Fund (Switching out)		Replacement Fund (Switching in)
Templeton European Fund A (acc) SGD	➔	Janus Henderson Pan European Equity Fund

Overview of the funds

Fund Name	The Templeton European Fund A (acc) SGD	Janus Henderson Pan European Equity Fund
Manager	Franklin Templeton Investment Management Limited	Henderson Global Investors Limited
Investment Objective	You are investing in an open-ended collective investment scheme (referred to as an "undertaking for collective investment in transferable securities" or UCITS) constituted in Luxembourg that aims to provide you with capital appreciation by investing in undervalued securities of any European country.	The fund is a sub-fund of the Janus Henderson Horizon Fund, a UCITS constituted in Luxembourg that seeks capital growth by investing in equity and equity related securities of companies in the European Economic Area ("EEA").
Investment Strategy	<ul style="list-style-type: none"> - The Fund will invest primarily in equity securities of European companies. - It may also invest, amongst others, in debt obligations issued by European governments and corporations. - The Fund may invest in derivatives for the purposes of hedging and/or efficient portfolio management. - For the purpose of generating additional capital or income or for reducing costs or risks, the Fund may engage in securities lending transactions for up to 50% of its net assets. - The expected level of exposure to securities lending transactions is below or equal to 5% of the Fund's net assets, subject to a maximum of 50%. 	<ul style="list-style-type: none"> - The fund invests at least 75% of its total assets in equity and equity related securities of companies having their registered office in the EEA. - The fund has the ability to use financial derivative instruments for hedging and/or efficient portfolio management.

Frequently Asked Questions

Q1) Why is there a need to switch out the Fund?

The board of directors of the Franklin Templeton Investment Funds has announced the decision to merge the Fund into the Receiving Sub-Fund on 23 November 2018. As the Receiving Sub-Fund is currently not found within the list of funds applicable to your policy, we will be switching out the Fund.

Q2) When will the Fund be switched out?

The Fund will be switched out to the Replacement Fund on the Effective Date, **7 November 2018**, or on another date that we may advise.

We will no longer market the Fund to the Public from 8 October 2018 onwards.

Q3) What will happen if I do not take any action upon receiving this letter?

We have pre-selected a Replacement Fund, Janus Henderson Pan European Equity Fund, to perform fund switch / premium redirection from your existing affected Fund into this Replacement Fund.

If no further instruction is received from you by **31 October 2018, before 3pm**, it will be deemed that you have accepted the fund switch/ premium redirection to the Replacement Fund as detailed in the enclosed Appendix I on the Effective Date, **7 November 2018**.

Q4) How do I perform a fund switch or a premium redirection?

To perform a fund switch or premium redirection, log on to our customer portal, MyManulife, at mymanulife.com.sg.

Alternatively download the *Fund Switch / Premium Redirection / Auto-Rebalancing Form* from manulife.com.sg/resources/forms/PS_Fund_Switch_Premium_Redirection.pdf and mail or email the completed form to us. Please mail the completed form to us at: 51 Bras Basah Road, #09-00, Manulife Centre, Singapore 189554 or email the completed form to us at fundswitch@manulife.com.

With effect from 15 October 2018, please direct all written correspondence to our new mailing address as follows: 8 Cross Street, #15-01, Manulife Tower, Singapore 048424.

Please note that you will need to have a valid Customer Knowledge Assessment (CKA) before making a fund switch or premium redirection. Please approach your Financial Consultant if you do not have a valid CKA.

You may switch your units to any other applicable funds of your choice, without any charge. If you are investing through a regular-premium plan, you will also need to provide us with instructions to redirect your future premiums.

Q5) What are the applicable funds available for me to perform a fund switch?

You can find out the list of applicable funds available to your policy at: <https://www.manulife.com.sg/funds/>

Q6) What do I have to do if I wish to redeem my units in the Fund?

To redeem your units in the Fund, download the *Surrender / Withdrawal Form* from manulife.com.sg/resources/forms/PS_Withdrawal_Surrender.pdf and mail the completed form to us, together with all relevant documents. Please mail the completed form to us at: 51 Bras Basah Road, #09-00, Manulife Centre, Singapore 189554.

With effect from 15 October 2018, please direct all written correspondence to our new mailing address as follows: 8 Cross Street, #15-01, Manulife Tower, Singapore 048424.

Q7) Are there any charges/ fees involved if I decide to perform a fund switch/ premium redirection or redeem my units in the Fund?

There are no charges incurred when you perform a fund switch or premium redirection. However, please note that when redeeming your units in the Fund, surrender charges may apply, subject to the policy's terms and conditions. Please refer to the Product Summary and Policy Contract for details.

Q8) When must I provide the instructions to Manulife to perform a fund switch/ premium redirection or redeem my units in the Fund before the switch takes effect?

To perform a fund switch/ premium redirection or redeem my units in the Fund before the switch takes effect, please provide us with your instructions and required documents (if any) no later than **31 October 2018, before 3pm.**

Q9) Will there be an impact on the value of my investment at the point of switching?

No, the value of your investment remains the same at the point of switching. Please refer to the example below:

	Name of the fund	Net Asset Value (S\$)	Units	Investment Value (S\$)
Before fund switch	Fund A	1.00	30,000	30,000
After fund switch	Fund B	1.50	20,000	30,000

Please note that as the price of the Replacement Fund might differ from your current Fund, the number of units may differ after the switch, as illustrated above. However, the investment value will remain the same.

Q10) How will I know if my request to perform a fund switch/ premium redirection or redeem my units in the Fund is completed successfully?

We will mail you a Statement of Account upon completion of your request.

Disclaimer:

Investment in Investment Linked Policies and its Fund(s) is not deposits in, guaranteed or insured by Manulife (Singapore) Pte. Ltd., its partners or distributors. The value of units in the Fund(s) and any income accruing to it may rise as well as fall, which may result in the possible loss of principal amount invested. Past performance of Fund(s) or fund manager(s) and any prediction, projection or forecast on the economy or market are not necessarily indicative of the future or likely performance of the Fund(s) or the fund manager(s). You should read the fund prospectus and product highlights sheet and seek financial advice before deciding whether to subscribe for or purchase units in the Fund(s). A copy of the prospectus and the product highlights sheet can be obtained from our website. In the event you choose not to seek advice from a financial adviser representative, you should consider whether the Fund(s) is/are suitable for you.

Luxembourg, 20 August 2018

Subject: Merger of FTIF – Templeton European Fund into FTIF – Templeton Euroland Fund (the "Merger")

Dear Shareholder,

The purpose of this letter is to inform you about the decision of the board of directors of the Company (the "**Board**") to merge FTIF – Templeton European Fund (the "**Merging Sub-Fund**") into FTIF – Templeton Euroland Fund (the "**Receiving Sub-Fund**").

Following the Merger, the Merging Sub-Fund shall be dissolved without going into liquidation.

1. Rationale and background for the Merger

The Merging Sub-Fund was originally launched on 17 April 1991 and on 27 June 2018 it was valued at EUR 171.27 million. The Receiving Sub-Fund was originally launched on 8 January 1999. On 27 June 2018, the Receiving Sub-Fund was valued at EUR 703.29 million.

The small size and reduced demand for the Merging Sub-Fund relative to the Receiving Sub-Fund make it economically unattractive to run as an independent entity.

Due to the Merging Sub-Fund and the Receiving Sub-Fund sharing similar investment objectives, management fee structures and target investor profiles, the Board believes that it is in the best interests of the Merging Sub-Fund's shareholders to merge these sub-funds and focus on a single portfolio, which will offer economies of scale to existing shareholders of these Sub-Funds.

The Board has therefore decided, in accordance with Article 66(4) of the Luxembourg law of 17 December 2010 on undertakings for collective investment, as amended (the "**2010 Law**") and article 28 of the articles of incorporation of the Company (the "**Articles**"), to merge the Merging Sub-Fund into the Receiving Sub-Fund.

However, please note that the Board did not examine the suitability of the Merger in respect of shareholders' individual needs or risk tolerance. Shareholders are advised to seek independent financial / tax advice in respect of their individual circumstances.

2. Impact on shareholders and shareholders' rights

Shareholders of the Merging Sub-Fund who do not wish to participate in the Merger may instruct redemption or switch of their holdings of shares in the Merging Sub-Fund into any other sub-fund of FTIF, details of which are disclosed in the current prospectus of the Company as amended from time to time (the "**Prospectus**") (provided that such other sub-funds have obtained recognition for marketing in the applicable jurisdiction), free of charge until 15 November 2018 (before local dealing cut-off time).

Upon the Effective Date of the Merger, as defined hereafter, shareholders who have not instructed redemption or conversion of their shares in the Merging Sub-Fund will become shareholders of the Receiving Sub-Fund and will receive shares of the Receiving Sub-Fund, as further detailed in the table below. The aggregate value of the shares held by a shareholder in the Merging Sub-Fund will be equal to the value of the shares to be held by such shareholder in the Receiving Sub-Fund.

The below table shows the corresponding share classes that will be merged:

Merging Share Class	ISIN	Receiving Share Class	ISIN
Templeton European Fund A (Acc) SGD	LU0323421163	Templeton Euroland Fund A (Acc) SGD*	-
Templeton European Fund A (Acc) EUR	LU0139292543	Templeton Euroland Fund A (Acc) EUR	LU0093666013
Templeton European Fund A (Acc) USD	LU0128523122	Templeton Euroland Fund A (Acc) USD*	-

Merging Share Class	ISIN	Receiving Share Class	ISIN
Templeton European Fund A (Ydis) USD	LU0029868097	Templeton Euroland Fund A (Ydis) USD*	-
Templeton European Fund I (Acc) EUR	LU0195950646	Templeton Euroland Fund I (Acc) EUR	LU0195950489
Templeton European Fund N (Acc) EUR	LU0139292972	Templeton Euroland Fund N (Acc) EUR	LU0128521001
Templeton European Fund Z (Acc) EUR**	LU1065169523	Templeton Euroland W (Acc) EUR	LU1586277011
Templeton European Fund W (Acc) EUR	LU1065169796		

* This share class will be launched ahead of the Merger.

** This share class will be moving to a receiving share class with a lower management fee structure. See the charges table below.

For the avoidance of doubt, shareholders will continue to hold shares in a Luxembourg regulated investment company and benefit from the same rights and from the general safeguards applicable under an Undertakings for Collective Investment in Transferable Securities (“UCITS”).

Shareholders of the Merging Sub-Fund benefitting of a Regular Saving Plan (“RSP”) and/or of a Systematic Withdrawal Plan (“SWP”) are informed that their recurring transactions will continue automatically after the Merger within the Receiving Sub-Fund.

If shareholders of the Merging Sub-Fund become shareholders of the Receiving Sub-Fund, they may participate and exercise their voting rights in shareholder meetings, instruct redemption and conversion of their shares on any dealing day and may, depending on their share class, be eligible for distributions in accordance with the Articles and the Prospectus as from the day following the Effective Date, as defined hereafter.

Please find hereafter a comparison of the expenses attributable to the share classes of the Merging Sub-Fund and the Receiving Sub-Fund.

The below table shows the applicable charges for each of the share classes:

Merging Sub-Fund

Merging Sub-Fund Share Class Name	Initial Charge – Up to	Investment Management Fee	Management Company Fee	Maintenance Fee	Other Fees (including Custodian Fee)	Ongoing Charges Ratio (OCR)
Templeton European Fund A (Acc) SGD	5.75%	1.00%	0.20%	0.50%	0.14%	1.84%
Templeton European Fund A (Acc) EUR	5.75%	1.00%	0.20%	0.50%	0.14%	1.84%
Templeton European Fund A (Acc) USD	5.75%	1.00%	0.20%	0.50%	0.14%	1.84%
Templeton European Fund A (Ydis) USD	5.75%	1.00%	0.20%	0.50%	0.14%	1.84%
Templeton European Fund I (Acc) EUR	0.00%	0.70%	0.20%	0.00%	0.08%	0.98%
Templeton European Fund N (Acc) EUR	3.00%	1.00%	0.20%	1.25%	0.14%	2.59%
Templeton European Fund Z (Acc) EUR	5.75%	1.00%	0.20%	0.00%	0.12%	1.32%
Templeton European Fund W (Acc) EUR	5.75%	0.70%	0.20%	0.00%	0.16%	1.06%

Receiving Sub-Fund

Receiving Sub-Fund Share Class Name	Initial Charge – Up to	Investment Management Fee	Management Company Fee	Maintenance Fee	Other Fees (including Custodian Fee)	Ongoing Charges Ratio (OCR)
Templeton Euroland Fund A (Acc) SGD*	5.75%	1.00%	0.20%	0.50%	0.14%	1.84%
Templeton Euroland Fund A (Acc) EUR	5.75%	1.00%	0.20%	0.50%	0.14%	1.84%
Templeton Euroland Fund A (Acc) USD*	5.75%	1.00%	0.20%	0.50%	0.14%	1.84%
Templeton Euroland Fund A (Ydis) USD*	5.75%	1.00%	0.20%	0.50%	0.14%	1.84%
Templeton Euroland Fund I (Acc) EUR	0.00%	0.70%	0.20%	0.00%	0.08%	0.98%
Templeton Euroland Fund N (Acc) EUR	3.00%	1.00%	0.20%	1.25%	0.14%	2.58%
Templeton Euroland Fund W (Acc) EUR	5.75%	0.70%	0.20%	0.00%	0.11%	1.01%

* As the share class has no historical data available, the OCR and Other Fees have been estimated based on a representative model portfolio.

It is not contemplated that the portfolio of the Merging Sub-Fund be rebalanced before the Merger.

In addition, and in the best interests of shareholders, it is anticipated that between 60% - 80% of the Merging Sub-Fund assets under management will be transferred in kind to the Receiving Sub-Fund. The remaining 20% - 40% of the Merging Sub-Fund assets will be sold down to cash and transferred to the receiving Sub-Fund ahead of the Merger Effective Date. Any derivative positions that cannot be transferred over will be closed out in advance of the Merger.

In accordance with the standard valuation policy of all FTIF's sub-funds and as part of the Company's commitment to protect the best interests of remaining shareholders, a swing pricing mechanism may be applied to the value of the shares. In particular, it will be adopted in the event of a significant subscription or redemption in the Receiving Sub-Fund on the day of the Effective Date. Please refer to the Prospectus for more details in respect of swing pricing.

Please refer to Appendix I hereafter for a detailed comparison of the fees and expenses borne by the shareholders of the Merging Sub-Fund and the Receiving Sub-Fund.

In addition and to facilitate the Merger, the following dealing restrictions will be applied in relation to the Merging Sub-Fund:

- a. New investors will not be permitted to subscribe for shares in the Merging Sub-Fund from 30 calendar days before the Effective Date of the merger, as defined hereafter;
- b. Existing shareholders will not be permitted to subscribe for additional shares in the Merging Sub-Fund during the period beginning 7 calendar days prior to the Effective Date; and
- c. Existing shareholders of the Merging Sub-Fund will not be permitted to redeem, switch or transfer their holdings as from 5 business days before the Effective Date.

Above limitations will be applied as follows:

Effective date	23 November 2018
a.	24 October 2018
b.	16 November 2018
c.	16 November 2018

3. Comparison between the Merging Sub-Fund and the Receiving Sub-Fund

The Merging Sub-Fund and Receiving Sub-Fund are very similar. They share the same medium to long term investment objective and operate under similar investment policies. The management team, security selection process, the risk management process and management fee structure are all shared across both funds.

The sub-funds differ in their corresponding investment universes. The Merging Sub-Fund operates in a slightly wider universe focusing its investments in companies doing significant business in European countries. The Receiving Sub-Fund is slightly more restricted by mainly investing in companies doing significant business in countries that have adopted the euro as their national currency (i.e. countries of the European Monetary Union).

The Receiving Sub-Fund has displayed superior investment performance with equivalent volatility over all time periods when compared to the Merging Sub-Fund.

The differences between the Merging Sub-Fund and the Receiving Sub-Fund are more detailed in Appendix I. For a complete description of the respective investment objectives and policies and related risks of the Receiving Sub-Fund, please refer to the Prospectus and the attached Product Highlights Sheets ("PHS") of the Receiving Sub-Fund. Shareholders are invited to carefully read the attached PHS of the Receiving Sub-Fund.

4. Merger Procedure

The Merger will become effective on 23 November 2018 at midnight (Luxembourg time), (the "**Effective Date**").

Upon the Effective Date, the Merging Sub-Fund will transfer its assets and liabilities (the "**Net Assets**") to the Receiving Sub-Fund. The Net Assets of the Merging Sub-Fund will be valued as of the Effective Date in accordance with the valuation principles contained in the Prospectus and the Articles. The outstanding liabilities generally comprise fees and expenses due but not paid, as reflected in the Net Assets of the sub-funds. There are no outstanding unamortized preliminary expenses in relation to the Merging Sub-Fund.

Any accrued income in the Merging Sub-Fund at the time of the Merger will be included in the calculation of its final net asset value per share and such accrued income will be accounted for on an ongoing basis after the Merger in the net asset value per share of the relevant share class of the Receiving Sub-Fund.

Shareholders of the Merging Sub-Fund who have not instructed redemption or exchange of their shares in the Merging Sub-Fund will receive shares of the corresponding classes of shares in the Receiving Sub-Fund, which will be issued without charge, without par value and in registered form (the “New Shares”):

Merging Share Class	ISIN	Receiving Share Class	ISIN
Templeton European Fund A (Acc) SGD	LU0323421163	Templeton Euroland Fund A (Acc) SGD*	-
Templeton European Fund A (Acc) EUR	LU0139292543	Templeton Euroland Fund A (Acc) EUR	LU0093666013
Templeton European Fund A (Acc) USD	LU0128523122	Templeton Euroland Fund A (Acc) USD*	-
Templeton European Fund A (Ydis) USD	LU0029868097	Templeton Euroland Fund A (Ydis) USD*	-
Templeton European Fund I (Acc) EUR	LU0195950646	Templeton Euroland Fund I (Acc) EUR	LU0195950489
Templeton European Fund N (Acc) EUR	LU0139292972	Templeton Euroland Fund N (Acc) EUR	LU0128521001
Templeton European Fund Z (Acc) EUR**	LU1065169523	Templeton Euroland W Fund (Acc) EUR	LU1586277011
Templeton European Fund W (Acc) EUR	LU1065169796		

* This share class will be launched ahead of the Merger.

** This share class will be moving to a receiving share class with a lower management fee structure. See the charges table above.

For shareholders of the Merging Sub-Fund, the total value of New Shares which they will receive will correspond to the total value of their shares in the Merging Sub-Fund. The number of New Shares to be allocated to shareholders of the Merging Sub-Fund will be based on the respective net asset value per share of both sub-funds as at the Effective Date and will be determined by multiplying the number of shares held in the relevant class of the Merging Sub-Fund by the exchange ratio. The exchange ratio for each class will be calculated by dividing the net asset value per share of such class in the Merging Sub-Fund calculated on the Effective Date by the net asset value per share in the corresponding share class in the Receiving Sub-Fund calculated at the same time on the Effective Date.

Shareholders of the Merging Sub-Fund may refer to their next monthly statement after the Effective Date for the number of shares of the Receiving Sub-Fund that have been allocated to them as a result of the Merger.

On the Effective Date, the Merging Sub-Fund will be dissolved without going into liquidation.

5. Costs of the Merger

The expenses incurred in the Merger, including legal, accounting, custody and other administration costs will be borne by Franklin Templeton International Services S.à r.l., the management company of FTIF.

6. Tax impact

The Merger will not subject the Merging Sub-Fund, the Receiving Sub-Fund or FTIF to taxation in Luxembourg. Investors may however be subject to taxation in their tax domiciles or other jurisdictions where they pay taxes.

Notwithstanding the above, as tax laws differ widely from country to country, investors are advised to consult their tax advisers as to the tax implications of the Merger specific to their individual cases.

7. Availability of Documents

The common merger proposal, the most recent Prospectus and the relevant PHS (as appended to the present notice in Appendix II) are available at the registered office of the Company, upon request, free of charge.

Upon request copies of the report of the approved statutory auditor of the Company relating to the Merger may be obtained free of charge at the registered office of the Company.

Copies of material contracts of FTIF may be obtained and/or inspected free of charge at the registered office of the Company.

If you have any queries about the proposed Merger or require any further information, please contact your Relationship Manager.

On behalf of Franklin Templeton Investment Funds,



William Lockwood
Director

Appendix I: Comparison of key features of the Merging Sub-Fund and Receiving Sub-Fund.

Appendix II: Enclosed PHS

APPENDIX I

COMPARISON OF KEY FEATURES OF FTIF – TEMPLETON EUROPEAN FUND (THE “MERGING SUB-FUND”) AND FTIF – TEMPLETON EUROLAND FUND (THE “RECEIVING SUB-FUND”)

Shareholders are invited to refer to the prospectus of FTIF for more information on the respective features of the Merging Sub-Fund and the Receiving Sub-Fund.

Unless stated otherwise, the terms used in this Appendix I are as defined in the prospectus.

PRODUCT FEATURES	THE MERGING SUB-FUND	THE RECEIVING SUB-FUND
Name of the Sub-Fund	FTIF – Templeton European Fund	FTIF – Templeton Euroland Fund
Name of the Fund	Franklin Templeton Investment Funds	Franklin Templeton Investment Funds
Reference Currency of the Sub-Fund	EUR	EUR
Reference Currency of the Fund	USD	USD
Financial year	1 July to 30 June	1 July to 30 June
Annual General Meeting	30 November	30 November
I. INVESTMENT OBJECTIVES AND POLICIES AND RELATED RISKS		
Investment Objective and Policies	<p>The Fund’s investment objective is capital appreciation.</p> <p>The Fund seeks to achieve its objective through a policy of investing in equity and debt obligations issued by European corporations and governments. The Fund invests primarily in common stocks.</p> <p>Since the investment objective is more likely to be achieved through an investment policy that is flexible and adaptable, the Fund may seek investment opportunities in other types of securities, such as preferred stock, securities convertible into common stock, and fixed income securities, including debt obligations issued by European governments.</p>	<p>The Fund’s investment objective is capital appreciation.</p> <p>The Fund seeks to achieve its objective primarily through a policy of investing in equity and debt obligations of any issuer in a member country of the European Monetary Union, including corporations and governments, whether denominated in euro or relevant national currency, and in stock or debt obligations denominated in euro of any other issuer.</p> <p>To ensure eligibility for the French Plan d’Epargne en Actions (PEA), the Fund invests at least 75% of its net assets in equity securities issued by companies which have their head office in the European Union.</p> <p>Since the investment objective is more likely to be achieved through an investment policy that is flexible and adaptable, the Fund may seek investment opportunities in other types of transferable securities, such as preferred stock and securities convertible into common stock of any such issuers as described above.</p>
Investor Profile	<p>Considering the investment objectives, as stated above, the Fund may appeal to Investors looking to:</p> <ul style="list-style-type: none"> • capital appreciation by investing in undervalued securities of any European country • invest for the medium to long term 	<p>Considering the investment objectives, as stated above, the Fund may appeal to Investors looking to:</p> <ul style="list-style-type: none"> • capital appreciation by investing in undervalued equity securities issued by the member countries of the European Monetary Union • invest for the medium to long term
Highest Synthetic Risk Reward Indicator (SRRI)	6	6

PRODUCT FEATURES	THE MERGING SUB-FUND	THE RECEIVING SUB-FUND
Specific Risk Consideration	<ul style="list-style-type: none"> • Convertible and Hybrid Securities risk • Counterparty risk • Equity risk • Europe and Eurozone risk • Foreign Currency risk • Liquidity risk • Market risk • Regional Market risk • Securities Lending risk • Value Stocks risk 	<ul style="list-style-type: none"> • Convertible and Hybrid Securities risk • Counterparty risk • Equity risk • Europe and Eurozone risk • Foreign Currency risk • Liquidity risk • Market risk • Regional Market risk • Securities Lending risk • Value Stocks risk
Global Exposure Calculation Method	Commitment Approach	Commitment Approach
II. SHARE CLASSES AND MINIMUM INVESTMENT AND HOLDING REQUIREMENTS		
Share Classes	<ul style="list-style-type: none"> - Class A Shares - Class I Shares - Class N Shares - Class W Shares - Class Z Shares 	<ul style="list-style-type: none"> - Class A Shares - Class I Shares - Class N Shares - Class W Shares
Minimum subscription and subsequent investment	<p>The minimum initial investment in any one Class of Shares of the Sub-Fund is:</p> <p>Class A: USD 5,000 Class I: USD 5,000,000 Class N: USD 5,000 Class Z: USD 5,000 Class W: USD 3,000,000 (or its equivalent in another currency).</p> <p>Subsequent subscription of shares relating to any Class of Shares of the Sub-Fund is:</p> <p>Class A: USD 1,000 Class I: USD 1,000 Class N: USD 1,000 Class Z: USD 1,000 Class W: USD 1,000 (or its equivalent in another currency).</p>	<p>The minimum initial investment in any one Class of Shares of the Sub-Fund is:</p> <p>Class A: USD 5,000 Class I: USD 5,000,000 Class N: USD 5,000 Class W: USD 3,000,000 (or its equivalent in another currency).</p> <p>Subsequent subscription of shares relating to any Class of Shares of the Sub-Fund is:</p> <p>Class A: USD 1,000 Class I: USD 1,000 Class N: USD 1,000 Class W: USD 1,000 (or its equivalent in another currency).</p>
Minimum Holding	USD 2,500 (or its equivalent in another currency)	USD 2,500 (or its equivalent in another currency)
III. FEES TO BE BORNE BY THE SHAREHOLDERS		
Entry charge*	<p>Class A: up to 5.75% of the total amount invested.</p> <p>Class I: N/A</p> <p>Class N: up to 3%</p> <p>Class W: N/A</p> <p>Class Z: N/A</p>	<p>Class A: up to 5.75% of the total amount invested.</p> <p>Class I: N/A</p> <p>Class N: up to 3%</p> <p>Class W: N/A</p>
Contingent Deferred Sales Charge (CDSC)*	<p>Typically, no CDSC is paid on Class A shares; however, there is power to charge up to 1.00% on qualified investments of USD 1 million or more held for less than 18 months.</p> <p>Class I: N/A</p> <p>Class N: N/A</p> <p>Class W: N/A</p> <p>Class Z: N/A</p>	<p>Typically, no CDSC is paid on Class A shares; however, there is power to charge up to 1.00% on qualified investments of USD 1 million or more held for less than 18 months.</p> <p>Class I: N/A</p> <p>Class N: N/A</p> <p>Class W: N/A</p>

PRODUCT FEATURES	THE MERGING SUB-FUND	THE RECEIVING SUB-FUND
Redemption fee*	N/A	N/A
IV. FEES PAID OUT OF THE SUB-FUND ASSETS		
Management Company Fees	Up to 0.20% of the net asset value of the relevant share Class, an additional amount (consisting of a fixed and variable component) per investor holding at the relevant Class level over each one (1) year period, and a fixed amount per year to cover part of its organisational expenses.	Up to 0.20% of the net asset value of the relevant share Class, an additional amount (consisting of a fixed and variable component) per investor holding at the relevant Class level over each one (1) year period, and a fixed amount per year to cover part of its organisational expenses.
Investment Management Fees	Class A: 1.00% Class I: 0.70% Class N: 1.00% Class W: 0.70% Class Z: 1.00%	Class A: 1.00% Class I: 0.70% Class N: 1.00% Class W: 0.70%
Maintenance Fees	Class A: 0.50% Class I: N/A Class N: 1.25% Class W: N/A Class Z: N/A	Class A: 0.50% Class I: N/A Class N: 1.25% Class W: N/A
Depository Fee	In a range from 0.01% to 0.14% of the net asset value	In a range from 0.01% to 0.14% of the net asset value
OCRs (comprising all incurred fees including the synthetic cost of holding underlying sub-funds)	Class A: 1.84% Class I: 0.98% Class N: 2.59% Class Z: 1.32% Class W: 1.06%	Class A: 1.84% Class I: 0.98% Class N: 2.58% Class W: 1.01%
V. SERVICE PROVIDERS		
Management Company	FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l. 8A, rue Albert Borschette L-1246 Luxembourg Grand Duchy of Luxembourg	FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l. 8A, rue Albert Borschette L-1246 Luxembourg Grand Duchy of Luxembourg
Investment Manager	FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED Cannon Place 78 Cannon Street London EC4N 6HL United Kingdom	FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED Cannon Place 78 Cannon Street London EC4N 6HL United Kingdom
Depository	J.P. MORGAN BANK LUXEMBOURG S.A. European Bank & Business Centre 6C route de Trèves L-2633 Senningerberg Grand Duchy of Luxembourg	J.P. MORGAN BANK LUXEMBOURG S.A. European Bank & Business Centre 6C route de Trèves L-2633 Senningerberg Grand Duchy of Luxembourg
Auditor	PRICEWATERHOUSECOOPERS Société Coopérative 2, rue Gerhard Mercator L-2182 Luxembourg Grand Duchy of Luxembourg	PRICEWATERHOUSECOOPERS Société Coopérative 2, rue Gerhard Mercator L-2182 Luxembourg Grand Duchy of Luxembourg

* Or such other amount or fee as may be prescribed in the Singapore Prospectus

APPENDIX II

Enclosed PHS