

# Franklin Mutual Global Discovery Fund

**Class Z: MDISX Class A: TEDIX Class C: TEDSX Class R: TEDRX Class R6: FMDRX**

**Value |** Factsheet as of March 31, 2025

## Investment Overview

The fund seeks capital appreciation. Its strategy is focused on undervalued mid- and large-cap equity securities, with a significant portion of its assets in foreign securities and, to a lesser extent, distressed securities and merger arbitrage.

## Average Annual Total Returns (%)

	Without Sales Charges					With Sales Charges					Inception Date
	1-Yr	3-Yr	5-Yr	10-Yr	Inception	1-Yr	3-Yr	5-Yr	10-Yr	Inception	
Class Z	6.86	9.81	16.41	6.81	10.62	6.86	9.81	16.41	6.81	10.62	12/31/1992
Class A	6.63	9.55	16.13	6.54	10.28	0.75	7.50	14.82	5.94	10.08	12/31/1992
Class C	5.83	8.72	15.25	5.74	9.51	4.87	8.72	15.25	5.74	9.51	12/31/1992
Class R	6.34	9.28	15.83	6.28	10.04	6.34	9.28	15.83	6.28	10.04	12/31/1992
Class R6	6.95	9.91	16.51	6.92	10.84	6.95	9.91	16.51	6.92	10.84	12/31/1992
Benchmark	8.69	7.02	14.99	7.14	—	8.69	7.02	14.99	7.14	—	—

## Cumulative Total Returns (% Without Sales Charge)

	3-Mo	YTD	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Class Z	8.57	8.57	4.84	20.58	-4.74	19.67	-4.38	24.70	-10.78	9.84	12.86	-3.36
Class A	8.53	8.53	4.57	20.27	-4.99	19.40	-4.61	24.37	-10.99	9.57	12.56	-3.63
Class C	8.30	8.30	3.80	19.39	-5.70	18.50	-5.32	23.43	-11.70	8.78	11.70	-4.33
Class R	8.45	8.45	4.32	20.01	-5.24	19.10	-4.87	24.09	-11.24	9.31	12.28	-3.82
Class R6	8.57	8.57	4.92	20.69	-4.68	19.84	-4.27	24.80	-10.67	9.98	13.02	-3.23
Benchmark	4.81	4.81	11.47	11.51	-6.52	21.94	-1.16	21.75	-10.78	17.10	12.33	-4.82

**Performance data quoted represents past performance, which does not guarantee future results.** Current performance may be lower or higher than the figures shown. Principal value and investment returns will fluctuate, and investors' shares, when redeemed, may be worth more or less than the original cost. Performance would have been lower if fees had not been waived in various periods. Total returns assume the reinvestment of all distributions and the deduction of all fund expenses. Returns with sales charge reflect a deduction of the stated maximum sales charge. An investor cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges. Returns for periods of less than one year are not annualized. All classes of shares may not be available to all investors or through all distribution channels. For current month-end performance, please visit [franklintempleton.com](http://franklintempleton.com).

The fund began offering R Class shares on 1/2/2002, and the fund began offering R6 Class shares on 5/1/2013. Performance quotations have been calculated as follows: (a) for R Class periods prior to 1/2/2002, a restated figure is used based on the fund's Class Z performance; for R6 Class periods prior to 5/1/2013, a restated figure is used based on the fund's Class Z performance. The performance was adjusted to take into account differences in class-specific operating expenses and maximum sales charges. (b) For periods after share class offering, performance for the specific share class is used, reflecting the expenses and maximum sales charges applicable to that class.

## Share Class Details

	CUSIP	Ticker	Sales Charges (%)		Expenses (%)	
			Max	CDSC	Gross	Net
Class Z	628380404	MDISX	0.00	—	0.96	0.96
Class A	628380859	TEDIX	5.50	—	1.21	1.21
Class C	628380842	TEDSX	0.00	1.00	1.96	1.96
Class R	354026601	TEDRX	0.00	—	1.46	1.46
Class R6	354026775	FMDRX	0.00	—	0.89	0.89

Gross expenses are the fund's total annual operating expenses as of the fund's prospectus available at the time of publication. Net expenses are capped under a contractual agreement, which cannot be terminated prior to 04/30/2025 without Board consent. Actual expenses may be higher and may impact portfolio returns. There is a 1% CDSC on any Class C shares you sell within 12 months of purchase.

## Morningstar Rating™

Overall Rating as of March 31, 2025

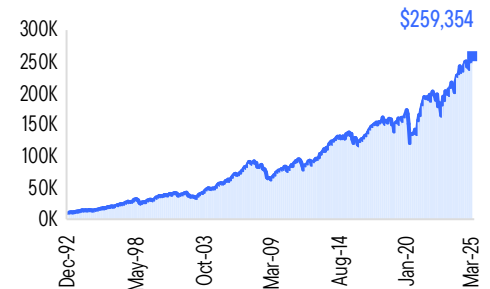
★★★★ Class Z

★★★ Class A

As of 03/31/2025 the fund's Class Z shares received a 4 star and Class A shares received a 3 star overall Morningstar rating™, measuring risk-adjusted returns against 149, 136 and 111 Global Large-Stock Value funds over the 3-, 5- and 10- year periods, respectively. A fund's overall rating is derived from a weighted average of the performance figures associated with its 3-, 5- and 10-year (if applicable) rating metrics.

## Growth of \$10,000

Class Z Shares—Inception through March 31, 2025  
Excluding Effects of Sales Charges



## Fund Overview

Dividend Frequency, if any	Semi-Annually
Morningstar Category	Global Large-Stock Value
Lipper Classification	Global Multi-Cap Value
Turnover (fiscal yr)	35%

## Benchmark(s)

MSCI World Value Index-NR

## Fund Characteristics

	Fund
Total Net Assets	\$9.10 Billion
Number of Issuers	65
Average Market Cap (Millions USD)	\$110,012
Price to Book	1.72x
Price to Earnings (12-Month Trailing)	16.26x

## Risk Statistics (3-Year—Class Z)

	Fund	Benchmark
Beta	0.98	—
R-Squared	0.94	—
Sharpe Ratio	0.35	0.17
Standard Deviation (%)	15.65	15.52
Alpha (%)	2.72	—
Information Ratio	0.72	—
Tracking Error (%)	3.86	—

Asset Allocation (% of Total)

	Fund
Undervalued Equities	93.60
Special Situations	4.25
Cash & Other Net Assets	2.15

Top Holdings (% of Total)

	Fund
BNP PARIBAS SA	2.71
PRUDENTIAL PLC	2.49
CHARTER COMMUNICATIONS INC	2.46
ELEVANCE HEALTH INC	2.44
AERCAP HOLDINGS NV	2.25
ROCHE HOLDING AG	2.19
BP PLC	2.13
DEUTSCHE BANK AG	2.09
SCHLUMBERGER LTD	2.08
SHELL PLC	2.07

Geographic Allocation (% of Total)

	Fund	Benchmark
United States	44.41	71.20
United Kingdom	11.36	4.33
France	7.44	2.80
Japan	7.42	5.69
Germany	7.04	2.74
Switzerland	5.71	2.50
Netherlands	2.98	0.75
Australia	1.61	1.58
Other	9.89	8.40
Cash & Cash Equivalents	2.15	0.00

Sector Allocation (% of Total)

	Fund	Benchmark
Financials	24.82	27.00
Health Care	19.15	13.31
Consumer Staples	11.25	8.79
Industrials	11.16	11.67
Consumer Discretionary	8.18	6.60
Communication Services	7.48	4.57
Energy	6.82	7.33
Information Technology	3.42	7.43
Other	5.58	13.29
Cash & Cash Equivalents	2.15	0.00

Portfolio Management

	Years with Firm	Years of Experience
Christian Correa, CFA	21	23
Tim Rankin, CFA	21	33

What should I know before investing?

**All investments involve risks, including possible loss of principal.** The **investment style** may become out of favor, which may have a negative impact on performance. **International investments** are subject to special risks, including currency fluctuations and social, economic and political uncertainties, which could increase volatility. These risks are magnified in **emerging markets**. To the extent the portfolio invests in a **concentration of certain securities, regions or industries**, it is subject to increased volatility. **Small- and mid-cap stocks** involve greater risks and volatility than large-cap stocks. Investments in companies engaged in **mergers, reorganizations or liquidations** also involve special risks as pending deals may not be completed on time or on favorable terms. **Low-rated, high-yield bonds** are subject to greater price volatility, illiquidity and possibility of default. The manager may consider **environmental, social and governance (ESG) criteria** in the research or investment process; however, ESG considerations may not be a determinative factor in security selection. In addition, the manager may not assess every investment for ESG criteria, and not every ESG factor may be identified or evaluated. These and other risks are discussed in the fund's prospectus.

Glossary

**Special Situations** includes investments in merger arbitrage and stressed and distressed debt. **Beta:** A measure of the fund's volatility relative to the market, as represented by the stated Index. A beta greater than 1.00 indicates volatility greater than the market. **R-squared** measures the strength of the linear relationship between the fund and its benchmark. R-squared at 1 implies perfect linear relationship and zero implies no relationship exists. **Sharpe Ratio** refers to a risk-adjusted measure calculated using standard deviation and excess returns to determine reward per unit of risk. The higher the ratio, the greater the risk-adjusted performance. **Standard Deviation:** Measure of the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return. **Alpha** is the annualized percentage difference between a portfolio's actual returns and its expected performance given its level of market risk, as measured by beta. **Information Ratio:** In investing terminology, the ratio of expected return to risk. Usually, this statistical technique is used to measure a manager's performance against a benchmark. This measure explicitly relates the degree by which an investment has beaten the benchmark to the consistency by which the investment has beaten the benchmark. **Tracking Error** measure of the deviation of the return of a fund compared to the return of a benchmark over a fixed period of time. Expressed as a percentage. The more passively the investment fund is managed, the smaller the tracking error. **Turnover** is a measure of the fund's trading activity which represents the portion of the fund's holdings that has changed over a twelve-month period through the fiscal year end. There is no assurance that the fund will maintain its current level of turnover. **Weighted Average Market Capitalization:** A determination of a company's value, calculated by multiplying the total number of company stock shares outstanding by the price per share. For a portfolio, the value represents a weighted average based on the stocks held. **Price to Book:** The price per share of a stock divided by its book value (i.e., net worth) per share. For a portfolio, the value represents a weighted average of the stocks it holds. **Price to Earnings (12-Month Trailing)** is the share price of a stock, divided by its per-share earnings over the past year. For a portfolio, the value represents a weighted average of the stocks it holds.

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**Morningstar Rating™:** Source: Morningstar®, 03/31/2025. For each mutual fund and ETF with at least a 3-year history, Morningstar calculates a Morningstar Rating™ based on how a fund ranks on a Morningstar Risk-Adjusted Return measure against other funds in the same category. This measure takes into account variations in a fund's monthly performance, and does not take into account the effects of sales charges and loads, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. The weights are: 100% 3-year rating for 36-59 months of total returns, 60% 5-year rating/40% 3-year rating for 60-119 months of total returns, and 50% 10-year rating/30% 5-year rating/20% 3-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent 3-year period actually has the greatest impact because it is included in all three rating periods. The fund's Class Z shares received a Morningstar Rating of 4, 4 and 3 and fund's Class A shares received a Morningstar Rating of 4, 4 and 2 star(s) for the 3-, 5- and 10-year periods, respectively. Franklin Templeton provides this fund's Morningstar Rating™ for Class Z and Class A shares only. Other share classes may have different Morningstar ratings.

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**Before investing, carefully consider a fund's investment objectives, risks, charges and expenses. You can find this and other information in each prospectus, or summary prospectus, if available, at [www.franklintempleton.com](http://www.franklintempleton.com). Please read it carefully.**