

富蘭克林坦伯頓世界基金
Templeton World Fund
年度財務報告中文簡譯本

2024 年 8 月 31 日

本基金年報中文簡譯本僅供參考。
中文簡譯本之內容與英文年報若有歧異，以英文年報之內容為準。

富蘭克林坦伯頓世界基金

財務重點

截至 8 月 31 日止之年度

	2024	2023	2022	2021	2020
A 股					
每單位股份操作績效					
(針對持續全年流通在外之股份)					
期初淨資產價值	\$13.91	\$11.85	\$15.52	\$12.71	\$12.76
來自投資操作之收益 ^a ：					
淨投資收益(損失) ^b	0.01	0.04	(—) ^c	0.20 ^d	0.16
淨實現及未實現利得(損失)	3.79	2.21	(3.44)	2.61	0.45
來自投資操作之收益總額	3.80	2.25	(3.44)	2.81	0.61
扣除配息：					
來自淨投資收益	(0.09)	(0.05)	(0.23)	—	(0.50)
來自淨實現利得	—	(0.14)	—	—	(0.16)
配息總額	(0.09)	(0.19)	(0.23)	—	(0.66)
期末淨資產價值	\$17.62	\$13.91	\$11.85	\$15.52	\$12.71
總報酬 ^e	27.48%	19.23%	(22.39)%	22.11%	4.47%
對應平均淨資產比率					
費用	1.03% ^f	1.04% ^f	1.04%	1.03% ^f	1.05%
淨投資收益(損失)	0.09%	0.32%	(—)% ^g	1.42% ^d	1.29%
補充資料					
期末淨資產(000's)	\$2,592,377	\$2,289,332	\$2,138,297	\$3,060,714	\$2,831,844
投資組合資金週轉率	52.04%	47.28%	81.20%	41.83%	52.25%

- 視與基金所獲取的收益以及/或是基金投資市值的變動相關的基金股份出售與購回的時間點，於此期間內流通在外股份所顯示的金額可能與此期間的經營業績表所實現的金額無關聯。
- 以每日平均流通在外股數為基礎。
- 金額四捨五入至每股不到 0.01 美元。
- 每股淨投資收益包含約 0.13 美元的每股收益是與歐盟對某些基金持股回收額的收入有關。若不計此金額，淨投資收益與平均淨資產的比率將為 0.48%。
- 總報酬並不反映銷售酬佣或是或有遞延銷售手續費（如適用）。
- 關係企業支付或減免款項的利益四捨五入到小於 0.01%。
- 四捨五入到小於 0.01%。

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資產負債表

2024 年 8 月 31 日

資產：

證券投資：

成本 - 非關係企業上市公司 \$1,997,374,160

價值 - 非關係企業上市公司 \$2,728,463,131

現金 30,365

外幣價值(成本\$2,738,396) 2,738,396

應收款項：

證券投資銷售款 2,147,594

股本銷售款 208,842

股利及利息 5,816,403

歐盟稅款回收(附註 1d) 831,944

資產合計 2,740,236,675

負債：

應付款項：

證券投資買入款 611,992

股本贖回款 1,108,312

管理費用 1,583,901

配銷費用 541,873

股務代理機構費用 378,678

董事酬金與費用 1,350

歐盟稅款回收的美國國稅局結算協議費用(附註 1d) 16,147,313

遞延稅款 1,115,597

預提費用及其他負債 143,030

負債合計 21,632,046

淨資產價值 \$2,718,604,629

淨資產包含：

實收資本 \$1,921,023,990

可分配利得(損失)總額 797,580,639

淨資產價值 \$2,718,604,629

A 股：

淨資產價值 \$2,592,377,112

流通在外股份 147,148,522

每股淨資產價值^{a, b} \$17.62

每股最高售價 (每股淨資產價值除以 94.50%)^b \$18.65

a. 贖回價格等於淨資產價值減掉或有遞延銷售手續費(如適用)。

b. 由於四捨五入，每股淨值可能不會重新計算。

富蘭克林坦伯頓世界基金

經營業績表

截至 2024 年 8 月 31 日止之年度

投資收益：

股利：(扣除外國稅額 \$ 987,663)

非關係企業上市公司

\$24,994,103

利息：

非關係企業上市公司

2,338,391

來自借出證券的收益：

非關係企業實體(扣除費用及回扣)

68,388

非控制關係企業(附註 3f)

528

其他收益(附註 1d)

3,668,461

減：歐盟稅款回收的美國國稅局結算協議費用(附註 1d)

(2,202,981)

投資收益總額

28,866,890

費用：

管理費用(附註 3a)

17,882,796

配銷費用(附註 3c)

A 股

5,877,218

C 股

62,840

股務代理機構費用(附註 3e)

A 股

1,598,045

C 股

4,110

R6 股

13,658

Advisor 股

73,969

保管機構費用

91,212

股東報告書費用

117,083

註冊與申報費用

79,629

專業人士費用

103,400

董事酬金與費用

299,661

其他

85,796

總費用

26,289,417

關係企業減免支付的費用(附註 3f 及 3g)

(5,939)

淨費用

26,283,478

淨投資收益

2,583,412

實現與未實現利得(損失)：

淨實現利得(損失)來自：

投資(扣除外國所得稅\$ 497,287)：

非關係企業上市公司

100,903,081

外幣交易

(236,827)

淨實現利得(損失)

100,666,254

淨未實現溢價(折價)變動在：

投資：

非關係企業上市公司

521,749,538

以外幣計價之其他資產與負債換算

117,786

未實現溢價之遞延稅款變動

(1,115,597)

淨未實現溢價(折價)變動

520,751,727

淨實現與未實現利得(損失)

621,417,981

淨資產在操作上的淨增加(減少)

\$624,001,393

富蘭克林坦伯頓世界基金

淨資產變動表

	截至 8 月 31 日止之年度	
	2024	2023
淨資產增加(減少)：		
營運：		
淨投資收益	\$2,583,412	\$7,436,986
淨實現利得(損失)	100,666,254	1,027,156
淨未實現溢價(折價)變動	520,751,727	393,255,988
淨資產在操作上的淨增加(減少)	624,001,393	401,720,130
對股東配息來自：		
A 股	(14,953,871)	(31,728,587)
C 股	—	(79,288)
R6 股	(205,885)	(605,219)
Advisor 股	(895,055)	(1,357,839)
對股東配息總額	(16,054,811)	(33,770,933)
股本交易：(附註 2)		
A 股	(272,123,294)	(197,637,235)
C 股	(1,777,651)	(1,899,715)
R6 股	(17,165,412)	(1,391,055)
Advisor 股	(32,853,217)	1,248,719
股本交易總額	(323,919,574)	(199,679,286)
淨資產的增加(減少)	284,027,008	168,269,911
淨資產：		
年度期初	2,434,577,621	2,266,307,710
年度期末	\$2,718,604,629	\$2,434,577,621

富蘭克林坦伯頓世界基金

財務報告附註

1. 組織結構與重要會計政策

坦伯頓基金公司（Templeton Funds）是依據美國 1940 年投資公司法案（簡稱為 1940 法案）註冊成立的開放式投資公司，其包括兩支個別基金。本基金遵循美國財務會計準則委員會(FASB)所認定之 Accounting Standards Codification Topic 946（財務服務：投資公司（ASC946））且採用美國一般公認會計原則（U.S. GAAP）之專業會計和報導指南，包括但不限於 ASC946。本報告為富蘭克林坦伯頓世界基金（以下稱本基金）。本基金提供四種股份類別：A 股、C 股、R6 股及 Advisor 股。C 股在持有 8 年後每月將自動轉為 A 股。各股份類別的首次銷售手續費、或有遞延銷售手續費、對單一股份具影響之事件的投票權、轉換權益、不同約定之分銷費用及股務代理機構費用皆有所不同。

本基金重要會計政策摘要如下：

a. 財務工具評價

本基金為每日以公平價值(fair value)評價投資的財務工具。公平價值是市場參與者於秩序交易中，賣出資產或轉移負債於衡量日所被買賣參與者接受的價格。本基金在每個營業日的美東時間下午四點或紐約證券交易所(NYSE)正常排定的收盤時間計算每股淨資產價值(NAV)，以較早者為準。在基金董事會(董事會)所核准的政策及程序下，董事會已指定基金的投資經理為評價指定人，並負責監督評價。投資經理在基金管理人的協助下履行此職責，亦包括領導跨職能評價委員會(the Valuation Committee(VC))。本基金得以利用獨立定價服務、來自證券和財務工具的交易商所提供的報價及其他市場資訊來決定公平價值。

在證券交易所或那斯達克交易系統掛牌之股票是分別以最後公告售價或當日官方收盤價格計價。外國證券是以證券主要交易之外國證券交易所或是東部時間下午四點的收盤價估值，其價格將以外國證券依當日東部時間下午四點的收盤匯率被轉換成美元後的價值而定。店頭市場交易證券其估值則不超過最近一次的買賣報價範圍。同時在多個市場或多個交易所進行交易的證券，其估值則以最具廣度和代表性之市場的報價為準。某些股權證券是以類似證券的基本特徵或關係為評價基礎。

投資於開放式共同基金是以結算後的淨資產價值評價。投資於定期存款是以成本評價，其成本接近公平價值。

當財務工具缺乏可以信賴或是無法獲得市場價格時，本基金採用一些程序來決定其公平價值。在這些程序下，本基金主要使用市場基礎法（market-based approach），即使用相關或可比較之資產或負債、近期交易、市場乘數及其他相關資訊來決定投資之公平價值。收益基礎衡量法（income-based valuation approach）也可用於投資之預期未來現金流量折價以計算公平價值。由於處分投資的限制的本質或是存續期間，可能也使用折價來計算。由於此類投資評價固有的不確定性，其公平價值與交易市場的價格可能會有顯著的差異。

於外國證券交易所及店頭交易市場掛牌證券的交易，可能早於東部時間下午四點時間。此外，某些外國市場的交易並不會發生在每一個基金的營業日內。有時候，在外國證券交易完畢與東部時間下午四點之間的時間裡發生的事件可能對本基金所持有之投資組合證券價值的可信度造成影響。因此，由外國市場收盤後所決定之基金組合證券價格與東部時間下午四點最近的價格間，可能會產生差異。為了最小化這些潛在的差異，本基金得採用獨立定價服務將投資組合證券的價值調整至東部時間下午四點最新指標的公平價值。截至 2024 年 8 月 31 日，部分證券已使用公平價值程序來定價，在這種情況下，這些證券被分類為公平價值衡量層級

年度財務報告/附屬的財務報表附註是財務報表的一部份

富蘭克林坦伯頓世界基金

1. 組織結構與重要會計政策(承續前文)

a. 財務工具評價(承續前文)

中的等級 2（稱為“市場公平價值”）。更多說明，請參閱“公平價值衡量”附註。

當申報期間的最後一日為非營業日時，某些外國市場是在基金的淨值未被計算時營業，此可能造成基金投資組合證券的價值在申報期間的最後營業日及最後日曆日間所有差異。任何因外國市場開市所造成之顯著證券價值變動將被基金為反映財務申報目的而進行調整和反映。

b. 外幣轉換

投資組合中以外幣結算的證券以及其他資產與負債，是在估值日以這類外幣對美元的匯率轉換成美元來定價。本基金可能簽訂外匯契約協助以外幣計價的交易。以外幣結算之證券的申購與銷售，收益與費用項目是以在交易日生效的匯率轉換成美元來定價。以外幣計價之投資組合證券、資產及負債包含這些外幣相對於美元價值下跌的風險。有時候，事件的發生可能影響外幣對美元匯率的可獲得性或可信度。若有此類事件發生，將以本基金董事會所建立並核准之程序來確定該匯率的公平價值。

本基金不會單獨報告由於持有證券的市價變動而引起的外幣匯率變動的結果。這類的變動已包含在經營業績表的淨實現與未實現投資利益或損失中。

已實現的匯兌利得或損失來自於外幣銷售、在證券的交易日與交割日之間所實現的貨幣利得或損失及股利、利息、外國預扣稅的紀錄金額與其實際交付的等值美元金額之間的差異。淨未實現匯兌利得或損失來自於在報告期末除所持有的投資證券之外，以外幣結算之資產與負債的外幣匯率變動。

c. 證券借貸

本基金參與一項代理機構基礎之證券借貸計劃以賺取額外的收益。本基金收取相當於所借出證券之公平價值至少 102% 的金額之現金及/或美國政府機構證券作為擔保品。在此借貸的存續期間內擔保品的金額不低於該借出證券公平價值（在基金各營業日結束時評定）的 100%，任何因證券價值變動而須追加的擔保品必須於次一營業日交付給本基金。任何現金擔保品與其他基金被存入聯合現金帳戶並習慣被投資於富蘭克林顧問公司（本基金的關係企業）所管理的貨幣市場基金裡。本基金收取來自現金擔保品的投資收益，以及從借貸者收取出借費用。來自借出證券的收益，扣除支付予證券借貸機構以及/或是第三方供應商的費用，已分別記錄於經營業績表中。本基金承擔有關任何現金擔保品投資與證券借出的市場風險，以及代理機構違反其對本基金義務的風險。如果借貸者違反其應返還借出證券的義務，本基金有權利運用所收取的擔保品於公開市場再買回這些證券。證券借貸機構已同意賠償本基金由第三方借入者產生的違約風險。截至 2024 年 8 月 31 日，本基金無借出證券。

d. 所得稅及遞延稅

按照基金政策，本基金必須符合美國稅務法對於投資公司的規定，對股東分配幾乎所有的應稅收益與淨實現利益以免於繳納聯邦所得稅及特許權稅，因此無需預提美國聯邦所得稅。

本基金在外國管轄區域的投資所收取的收益、證券售出的資本利得以及一些外匯交易可能須繳納外國稅捐。如有外國稅捐，其金額將依據本基金所投資之外國市場實施的稅務法規與稅率申報。如外國對淨實現利得加以課稅，本基金將記錄預估的遞延稅賦義務，其金額相當於當證券在評價日交易須支付的稅額。

由於遍及歐盟一些國家的幾個訴訟案件結果，本基金已經為以前在這些國家所賺取股利的代
年度財務報告/附屬的財務報表附註是財務報表的一部份

富蘭克林坦伯頓世界基金

1. 組織結構與重要會計政策(承續前文)

d. 所得稅及遞延稅(承續前文)

扣稅款申報追加的回收稅款(歐盟回收)。已認可收益,若有的話,這些歐盟回收金額是以其他收益反映於經營業績表中,而任何相關應收款項,若有的話,是以歐盟稅款回收反映於資產負債表中。而與以上相關之費用也將反映在經營業績表的其他費用上。當這些訴訟的最終裁決、取得這些回收稅款的可能性以及付款的可能時間安排尚存有不確定性時,則無金額得以被反映於財務報表中。就美國所得稅目的,本基金所收取的歐盟回收稅款,若有的話,將減少外國稅捐金額而使本基金股東得在個人所得稅申報單中作為減稅或抵免。如果本基金在一個財政年度收到的歐盟回收款項超過本基金支付的外國預扣稅,並且本基金之前已將其轉嫁給其股東的外國稅款用於作為股東收入的抵免或扣除納稅,本基金將與美國國稅局(IRS)簽訂結算協議,以代表本基金的股東支付相關的納稅義務。在截至2024年8月31日的財政年度期間,基金收到了超過當年支付的外國稅款的歐盟回收退稅。本基金已決定與IRS達成一項結算協議,並在經營業績表中將估計費用計為收益的減項。

只有當稅務機關基於稅項的技術優勢進行依據美國一般公認會計原則(U.S.GAAP)審查時認為不明確稅項低於50%的可能性將持續的情況下,本基金才會承認不明確稅項的賦稅利益。於截至2024年8月31日止及所有開放稅賦年度,本基金認為沒有因被要求於納稅申報表所揭有關不明確稅項之納稅申報(或預計在未來進行納稅申報)之未承認賦稅利益而產生的負債。開放稅賦年度為基於稅賦管轄權之法定時效限制下仍須接受審查的年度。

e. 證券交易、投資收益、費用及配息

證券交易是在交易日作入帳。證券交易之已實現利得或損失則決定於特定基礎。利息收入(若有的話,包括實物支付證券的利息收入)與預估費用則每日計提。股利收入是在除息日入帳,除了某些來自外國證券的股利是在本基金接獲除息日通知才立即認定。對股東的配息是在除息日入帳並且依據所得稅法(稅基)確定。以稅基所決定的可分配盈餘可能不同於依照一般美國公認會計準則所紀錄的盈餘。這些差異可能是永久或是暫時的。在資本帳戶中,永久性差異將被重新分類以反映其稅賦特性。這些

重新分類對淨資產或是經營業績並不會造成影響。暫時性差異則不用重新分類,因為差異在後續期間將會迴轉。

本信託所產生的共同費用,將依個別基金的淨資產佔本基金的總淨資產的比率來配置到各別基金或基於每個基金的股東人數與信託股東總數的比率,個別基金單獨產生的費用將直接記錄在招致此費用的基金帳內。

已實現與未實現利得與損失以及淨投資收益(股份等級特定費用除外),是依照個別股份等級的淨資產之相對比重而每日分配到個別股份等級。股份等級的費用差異可能導致各股份等級每股配息款項的差異。

f. 會計估計

管理階層依照美國一般公認的會計準則(U.S.GAAP)編制財務報表時需要做出會計估計與假設。這些會計估計與假設會影響於財務報表日的資產與負債金額以及在財務報表期間的收入與費用金額。實際結果可能與估計值不同。

g. 保證及賠償

在本基金的組織文件規定下,本信託同意免除其主管與董事在某些超越其職責範圍而發生的負債的責任。此外,在正常業務狀況下,本信託代表本基金與服務提供機構簽訂契約也包含責任免除條款。本信託在這些免責條款下的最大風險是未知的,因為涉及未來可能對本信託年度財務報告/附屬的財務報表附註是財務報表的一部份

富蘭克林坦伯頓世界基金

1. 組織結構與重要會計政策(承續前文)

g. 保證及賠償(承續前文)

發生的被訴訟索賠。目前，本信託預期損失的風險是很小的。

2. 實益權益股份

在截至 2024 年 8 月 31 日，本基金經授權發行無數量管制的股份(無股票面值)。本基金股份的交易如下表：

	截至 8 月 31 日止之年度		截至 8 月 31 日止之年度	
	2024		2023	
	股份	金額	股份	金額
A 股：				
股份銷售 ^a	6,353,386	\$99,358,967	11,879,311	\$152,104,842
配息轉入再投資之股份發行	928,168	13,616,230	2,535,772	29,423,758
股份贖回	(24,693,083)	(385,098,491)	(30,260,078)	(379,165,835)
淨增加(減少)	(17,411,529)	\$(272,123,294)	(15,844,995)	\$(197,637,235)

^a可能包含部分 C 股其被自動轉為 A 股。

3. 與關係企業的交易

富蘭克林公司作為控股公司，與其各附屬公司合稱為富蘭克林坦伯頓基金集團。本基金的部分主管與董事也是下列附屬公司的主管以及/或是董事：

附屬公司	與本基金的關係
Templeton Global Advisors Limited (Global Advisors)	投資經理公司
Templeton Asset Management Ltd (Asset Management)	投資經理公司
Franklin Templeton Services, LLC (FT Services)	行政經理公司
Franklin Distributors, LLC (Distributors)	主辦承銷商
Franklin Templeton Investor Services, LLC (Investor Services)	股務代理機構

a. 管理費用

本基金按基金的平均每日淨資產，其每日及每月計算，支付 Global Advisors 的投資管理費用，詳如下表所示：

年化費率	淨資產
0.705%	不超過(含)十億美元
0.690%	超過十億美元，不超過(含)五十億美元
0.675%	超過五十億美元，不超過(含)一百億美元
0.655%	超過一百億美元，不超過(含)一百五十億美元
0.635%	超過一百五十億美元，不超過(含)二百億美元
0.615%	超過二百億美元

截至 2024 年 8 月 31 日之年度，有效年化投資管理費率為基金平均每日淨資產的 0.696%。

自 2024 年 3 月 31 日起生效，依據附屬經理公司合約，Asset Management（其為 Global Advisors 的關係企業）對本基金提供顧問諮詢服務。由 Global Advisors 按本基金的每日平均淨資產支付顧問諮詢費用，並不是本基金額外的費用。

富蘭克林坦伯頓世界基金

3. 與關係企業的交易(承續前文)

b. 行政費用

依據與 Global Advisors 的契約，FT Services 對本基金提供行政管理服務。按本基金的每日平均淨資產支付行政管理服務費用，其並不是本基金額外的費用。

c. 配銷費用

除了 R6 股及 Advisor 股以外，本基金董事會遵循美國 1940 年投資公司法案的規則 12b-1，對於各股皆採用配銷計劃。在本基金 A 股的償還配銷計劃下，本基金將向 Distributors 償付不超過最高年度計劃費率的配銷費用，用以彌補其服務、銷售與配銷本基金股份所帶來的費用。在 A 股的償還配銷計劃下，當期計劃年度的費用超出最高償還額度的部分不會在後續期間得到償還。此外，在本基金 C 股的補償配銷計劃下，本基金將向 Distributors 支付不超過最高年度計劃費率的配銷費用，用以彌補其服務、銷售與配銷本基金股份所招致的費用。為監控最高年度計劃費率之遵循情形，該計劃年度為 2 月 1 日至 1 月 31 日的整個期間。

按本基金的平均每日淨資產的特定比例，各股的最高年度計劃費率列示如下：

A 股	0.25%
C 股	1.00%

d. 銷售手續費/承銷合約

前收型銷售手續費以及或有遞延銷售手續費 (CDSC) 不是本基金的費用。這些手續費在投資之前就從基金股份銷售款項中扣除，或是在贖回收益匯出之前被扣除 (若適用)。

承銷商(Distributors)已告知本基金下列有關本期間基金股份銷售與贖回的交易佣金：

扣除支付給非關係企業的交易商/經紀商佣金後的銷售手續費	\$35,007
保留的或有遞延銷售手續費	\$512

e. 股務代理機構費用

每個基金股份為 Investor Services 對股東服務範圍的績效每月計算並按月支付股務代理機構費用。自 2023 年 10 月 1 日起，費用基礎為 Investor Services 賺取的固定保證金，並根據相關資產和相關交易進行配置。在 2023 年 10 月 1 日前，費用則是根據 0.016% 的年化資產基礎費用加上交易基礎費用。

此外，除了 R6 股，每個股份償付 Investor Services 的墊付款項，以及支付予第三方的股東服務費用。這些支付予第三方的費用將以各個股份淨資產的相對比例為基礎每日配置於各該股份。R6 股根據其相關資產和相關交易支付該類股之服務代理機構費用。

在截至 2024 年 8 月 31 日止之年度，本基金支付股務代理機構的費用列示經營業績表中，其中 \$620,501 美元是用以支付 Investor Services。

f. 投資於關係企業管理投資公司

本基金投資於一家或數家關係企業管理投資公司。根據 1940 年法案的定義，當基金直接或間接擁有附屬基金 25% 或更多的已發行股份或有權對管理行使控制權時，該投資被視為基金的「控制關係企業」。本基金的投資目的不是對管理或政策施加控制影響。本基金可減免投資於關係企業管理投資公司的資產所對應的管理費用已標示於經營業績表中，但金額不超過每一個關係企業直接或間接所支付的管理費用和行政費用。在截至 2024 年 8 月 31 日止之年度，本基金投資在關係企業管理投資公司明細如下：

富蘭克林坦伯頓世界基金

3. 與關係企業的交易(承續前文)

f. 投資於關係企業管理投資公司(承續前文)

	期初 價值	申購	出售	已實現利 得(虧損)	未實現溢 價(折價)淨 變動	期末 價值	期末 持有股數	投資 收益
非控制關係上市公司								
Institutional Fiduciary Trust- Money Market Portfolio, 4.982%	\$—	\$585,625	\$(585,625)	\$—	\$—	\$—	—	\$528
關係上市公司	\$—	\$585,625	\$(585,625)	\$—	\$—	\$—	—	\$528
證券合計	\$—	\$585,625	\$(585,625)	\$—	\$—	\$—	—	\$528

g. 免除與費用償還

R6 股的股務代理機構費用已設定上限，於 2024 年 12 月 31 日前不會超過該股份平均淨資產的 0.03%。

4. 所得稅

就稅務目的，資本虧損得用來抵銷未來的資本利得。

截至 2023 年 8 月 31 日和 2024 年 8 月 31 日止年度配息的稅收如下：

	2024	2023
所支付之配息來自：		
一般收益	\$16,054,811	\$8,841,707
長期資本利得	—	24,929,226
	\$16,054,811	\$33,770,933

基於所得稅目的，於 2024 年 8 月 31 日，本基金之投資成本、淨未實現溢價(折價)、未分配的一般收益及未分配長期資本利得如下表所示：

投資成本	\$2,008,020,045
未實現溢價	\$732,116,641
未實現折價	(11,673,555)
淨未實現溢價(折價)	\$720,443,086
未分配的一般收益	\$180,194
未分配長期資本利得	77,338,735
分配盈餘合計	\$77,518,929

收益以及/或是資本利得在帳面基礎與稅賦基礎上有所不同，主要是因為對沖銷性交易、被動式國外投資公司股份及企業活動的處理不同而影響分配的特性所致。

5. 投資交易

截至 2024 年 8 月 31 日止之年度內買入與賣出(不包括短期證券)的交易額分別為\$1,315,793,026 美元及\$1,629,960,431 美元。

6. 集中風險

投資於外國證券可能含有特定風險，須考量的因素也與投資美國證券的一般相關事項不同，

年度財務報告/附屬的財務報表附註是財務報表的一部份

富蘭克林坦伯頓世界基金

6. 集中風險(承續前文)

例如貨幣價值的波動及當地與地區經濟、政治及社會情況的變動等，該因素可能導致大幅度的市場波動。國外地區目前政治和金融的不確定性可能會增加市場的波動，以及在外國投資證券的經濟風險。此外，某些外國證券的流動性可能低於美國證券。

7. 信用工具

本基金與富蘭克林坦伯頓基金集團所管理的其他美國註冊以及外國投資基金（全體地，以下稱「全體借用人」）共同簽定一項於 2025 年 1 月 31 日到期之貸款總額為 26.75 億美元的優先無擔保聯合全球信用貸款（以下稱「全球信用工具」）。全球信用工具其為一項資金來源，以提供予全體借用人因應暫時與緊急目的，包括有能力去應付未來無預期或不尋常的大量贖回需求。

依據全球信用工具條款，本基金除了應負擔所動用任何貸款的利息，以及由本基金所產生的其他成本之外，尚須依據本基金佔全體借用人淨資產總額的相對持份比例，分攤履行及維持全球信用工具所產生的費用及支出，包括年度承諾費用為 0.15%，基於全球信用工具的未使用部分。該費用已反映於經營業績表的其他費用裡。截至 2024 年 8 月 31 日止，本基金並未動用全球信用工具貸款。

8. 公平價值衡量

本基金採用公平價值的等級，其係用來區別從獨立來源所取得的市場資料(可觀察信息)與基金自行的市場假設(不可觀察信息)。這些信息被用於決定基金投資的價值，並得概述於以下之公平價值的等級：

- 等級 1—用同一證券的現行活躍市場報價
- 等級 2—其他重要的明顯信息(包括對於相類似證券的報價、利率、預付款項速度及信用風險等)
- 等級 3—重要的不可觀察信息(包括基金以自行假設決定投資的公平價值)

用以評價證券的信息或方法，並非暗示與投資該證券有關的風險或流動性。

以下為截至 2024 年 8 月 31 日止，評估本基金資產之公平價值所包含的輸入等級概要：

	等級 1	等級 2	等級 3	合計
資產：				
證券投資：				
普通股：				
法國	\$—	\$ 99,982,102	\$—	\$ 99,982,102
德國	—	115,431,933	—	115,431,933
印度	—	153,604,547	—	153,604,547
日本	—	80,023,697	—	80,023,697
瑞士	—	74,599,090	—	74,599,090
台灣	—	94,132,183	—	94,132,183
英國	—	227,844,322	—	227,844,322
美國	1,811,643,147	44,102,110	—	1,855,745,257
短期投資	—	27,100,000	—	27,100,000
證券投資總額	\$1,811,643,147	\$916,819,984 ^a	\$—	\$2,728,463,131

^a 包括價值 \$889,719,984 美元的外國證券，由於應用了市場公平價值程序，這些證券被歸類為等級 2。有關更多資訊，請參閱金融工具估值說明。

富蘭克林坦伯頓世界基金

9.期後事項

本基金已評量截至本財報公告日期間的期後事項，確定沒有發生應行揭露的事項。

縮寫 幣別

GBP	British Pound	英鎊
HKD	Hong Kong Dollar	港幣

富蘭克林坦伯頓世界基金

翻譯自獨立公開發行註冊會計師事務所簽證英文報告原文

致富蘭克林坦伯頓世界基金的全體董事與股東

財務報表之意見

我們已查核富蘭克林坦伯頓世界基金（組成坦伯頓基金的基金之一，以下簡稱「基金」）前附截至 2024 年 8 月 31 日之包括投資計劃在內的資產負債表、截至 2024 年 8 月 31 日之相關經營業績表、截至 2024 年 8 月 31 日之兩年的淨資產變動表（包括相關附註）以及截至 2024 年 8 月 31 日之五年的財務重點（以下簡稱「財務報表」）。我們認為，財務報表在所有重大方面，公允反映了基金於 2024 年 8 月 31 日的財務狀況、年度的經營成果、截至 2024 年 8 月 31 日之兩年的淨資產變動情況，以及截至 2024 年 8 月 31 日之五年各期末的財務重點，並符合美國公認會計準則的規定。

意見之基礎

這些財務報表的編制是基金管理者的責任。我們的責任是在我們查核的基礎上對這些財務報表表示意見。我們是公開發行會計公司，在公開發行公司會計監督委員會（美國）（“PCAOB”）註冊，並且被要求必須獨立於基金，符合美國聯邦證券法、美國證券交易委員會和 PCAOB 的適用規則和條例。

我們依據 PCAOB 的標準對這些財務報表進行查核。這些準則要求我們計劃與執行查核工作，以合理確信這些財務報表是否不存在重大誤述，無論是由於錯誤還是欺詐。

我們的查核工作包括評估財務報表重大誤述風險的執程序，無論是由於錯誤或是欺詐，以及執行應對這些風險的程序。這些程序包括在抽查的基礎上檢查支持財務報表金額與相關財務公開的證據。我們的查核工作也包括在評價管理當局在編制財務報表時採用的會計政策和作出的重大會計估計，以及評價財務報表的整體表達。我們相信，我們的查核工作（包括於 2024 年 8 月 31 日與保管銀行及經紀商確認的證券餘額狀況）；當沒有收到經紀商的答覆時，我們執行了其他審計程序。我們相信，我們執行的審計程序為所表示的意見提供了合理的基礎。

PricewaterhouseCoopers LLP 會計師事務所

舊金山・加州

2024 年 10 月 22 日

自 1948 年以來，我們一直擔任富蘭克林坦伯頓投資基金的一家或多家投資公司之會計師。

所附財務報表並非意圖顯現其財務立場和營運結果符合美國以外地區接受的一般會計原則之標準。

這些財務報表之查核的標準、程序和實務運作為美國當地接受和應用。

This version of our report is a translation from the original report, which was prepared in English. In all matters of interpretation of information, views or opinions, the original English language version of our report takes precedence over this translation.

中文簡譯本之內容與英文年報若有歧異，以英文年報之內容為準。

年度財務報告/附屬的財務報表附註是財務報表的一部份

This annual shareholder report contains important information about Templeton World Fund for the period September 1, 2023, to August 31, 2024.

You can find additional information about the Fund at <https://www.franklintempleton.com/regulatory-fund-documents>. You can also request this information by contacting us at (800) DIAL BEN/342-5236.

This report describes changes to the Fund that occurred during the reporting period.

WHAT WERE THE FUND COSTS FOR THE LAST YEAR? (based on a hypothetical \$10,000 investment)

Class Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment*
Class A	\$117	1.03%

* Reflects fee waivers and/or expense reimbursements, without which expenses would have been higher.

HOW DID THE FUND PERFORM LAST YEAR AND WHAT AFFECTED ITS PERFORMANCE?

For the twelve months ended August 31, 2024, Class A shares of Templeton World Fund returned 27.48%. The Fund compares its performance to the MSCI All Country World Index-NR, which returned 23.44% for the same period.

PERFORMANCE HIGHLIGHTS

Top contributors to performance:

- ↑ Stock selection in the industrials sector was the largest contributor to relative performance for the period. Rolls-Royce, a U.K.-based aerospace and defense group was the top individual relative contributor.
- ↑ Semiconductor manufacturers TSMC, Tokyo Electron, and Applied Materials contributed to relative returns as many investors priced in faster-than-expected growth in production due to expectations of rising demand from AI.
- ↑ SAP, a Germany-based multinational software company, made a significant contribution to relative performance as it also benefited from AI-related momentum.

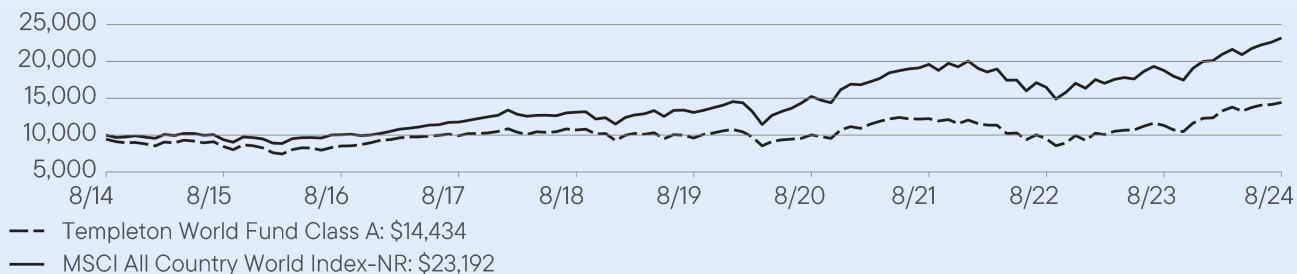
Top detractors from performance:

- ↓ Albemarle, a U.S.-based lithium producer within the electric vehicle (EV) supply chain, was a significant relative detractor, with shares coming under pressure as the lithium price reached multi-year lows. The Fund eliminated Albemarle given the changing supply and demand dynamics for lithium and little free cash flow support in the near term.
- ↓ Soitec, a French semiconductor company, detracted from relative performance as the company reported that pandemic related inventory destocking was taking longer than expected and sales for 2025 would be flat year-over-year versus consensus expectations. The Fund eliminated its position on corporate governance concerns.
- ↓ Bayer, a Germany-based multinational pharmaceutical firm, underperformed and detracted from relative performance following an announcement that it had halted a Phase 3 trial of a promising new drug after establishing that the drug did not work as well as it had hoped (not held at period-end).

HOW DID THE FUND PERFORM OVER THE LAST 10 YEARS?

The Fund's past performance is not necessarily an indication of how the Fund will perform in the future. The graph and table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares.

VALUE OF A \$10,000 INVESTMENT (\$9,450 AFTER MAXIMUM APPLICABLE SALES CHARGE) – CLASS A 8/31/2014 – 8/31/2024



AVERAGE ANNUAL TOTAL RETURNS (%) Period Ended August 31, 2024

	1 Year	5 Year	10 Year
Class A	27.48	8.49	4.32
Class A (with sales charge)	20.47	7.27	3.74
MSCI All Country World Index-NR	23.44	12.14	8.77

Fund performance figures may reflect fee waivers and/or expense reimbursements, without which the performance would have been lower.

Performance for periods prior to September 10, 2018, has been restated to reflect the current maximum sales charge, which is lower than the maximum sales charge prior to that date.

For current month-end performance, please call Franklin Templeton at (800) DIAL BEN/342-5236 or visit <https://www.franklintempleton.com/investments/options/mutual-funds>.

Important data provider notices and terms available at www.franklintempletondatasources.com.

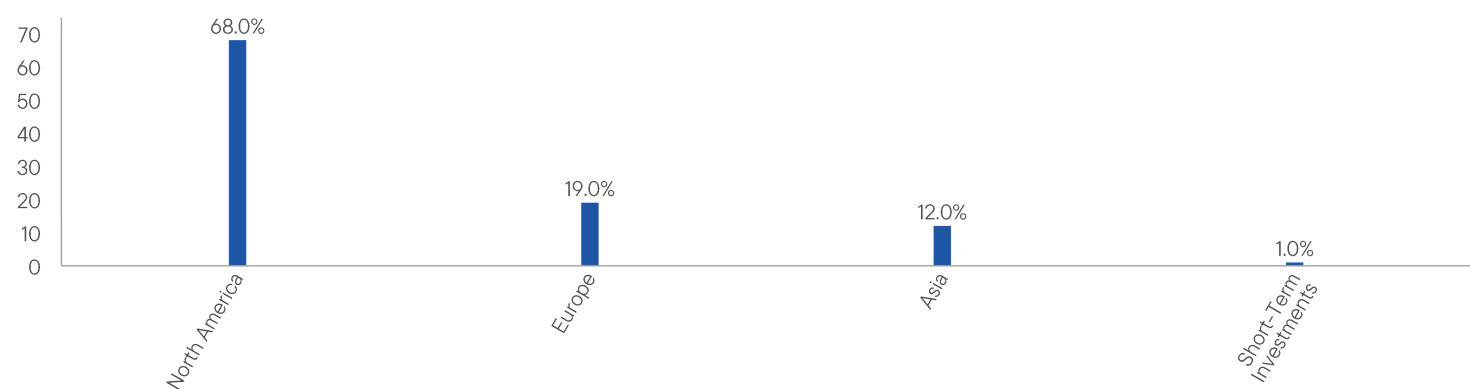
KEY FUND STATISTICS (as of August 31, 2024)

Total Net Assets	\$2,718,604,629
Total Number of Portfolio Holdings*	41
Total Management Fee Paid	\$17,882,759
Portfolio Turnover Rate	52.04%

* Does not include derivatives, except purchased options, if any.

WHAT DID THE FUND INVEST IN? (as of August 31, 2024)

Portfolio Composition* (% of Total Investments)



* Does not include derivatives, except purchased options, if any.

HOW HAS THE FUND CHANGED?

Effective March 31, 2024, Templeton Asset Management Ltd. was appointed as a subadvisor of the Fund.

In addition, effective March 31, 2024, Peter D. Sartori was added as a portfolio manager of the Fund and effective December 31, 2023, Herbert J. Arnett, Jr. stepped down as a portfolio manager of the Fund.

This is a summary of certain changes to the Fund since September 1, 2023. For more complete information, you may review the Fund’s current prospectus and any applicable supplements and the Fund’s next prospectus, which we expect to be available by January 1, 2025, at <https://www.franklintempleton.com/regulatory-fund-documents> or upon request at (800) DIAL BEN/342-5236 or prospectus@franklintempleton.com.



WHERE CAN I FIND ADDITIONAL INFORMATION ABOUT THE FUND?

Additional information is available on <https://www.franklintempleton.com/regulatory-fund-documents>, including its:

- prospectus • proxy voting information • financial information • holdings • tax information

HOUSEHOLDING

You will receive the Fund’s shareholder reports every six months. In addition, you will receive an annual updated summary prospectus (detail prospectus available upon request). To reduce Fund expenses, we try to identify related shareholders in a household and send only one copy of the shareholder reports and summary prospectus. This process, called “householding,” will continue indefinitely unless you instruct us otherwise. If you prefer not to have these documents househanded, please call us at (800) DIAL BEN/342-5236. At any time, you may view current prospectuses/summary prospectuses and shareholder reports on our website. If you choose, you may receive these documents through electronic delivery.

Templeton Funds

Financial Statements and Other Important Information

Annual | August 31, 2024

Templeton Foreign Fund

Templeton World Fund

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Financial Highlights

Templeton Foreign Fund

	Year Ended August 31,				
	2024	2023	2022	2021	2020
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$7.78	\$6.32	\$7.77	\$6.22	\$6.61
Income from investment operations ^a :					
Net investment income ^b	0.18	0.16	0.13	0.18 ^c	0.10
Net realized and unrealized gains (losses)	0.83	1.38	(1.28)	1.46	(0.25)
Total from investment operations	1.01	1.54	(1.15)	1.64	(0.15)
Less distributions from:					
Net investment income	(0.19)	(0.08)	(0.30)	(0.09)	(0.24)
Net asset value, end of year	\$8.60	\$7.78	\$6.32	\$7.77	\$6.22
Total return ^d	13.28%	24.57%	(15.25)%	26.57%	(2.76)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.13%	1.12%	1.16%	1.15%	1.19%
Expenses net of waiver and payments by affiliates	1.10%	1.10%	1.10%	1.07%	1.10%
Net investment income	2.26%	2.20%	1.80%	2.45% ^c	1.55%
Supplemental data					
Net assets, end of year (000's)	\$1,606,239	\$1,605,982	\$1,418,293	\$1,990,939	\$1,766,365
Portfolio turnover rate	42.01%	14.85%	29.07%	37.85% ^e	42.37% ^e

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cNet investment income per share includes approximately \$0.09 per share related to an adjustment for EU reclaims in connection with certain Fund holdings. Excluding this amount, the ratio of net investment income to average net assets would have been 1.23%.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eExcludes the value of portfolio activity as a result of in-kind transactions.

Templeton Foreign Fund (continued)

	Year Ended August 31,				
	2024	2023	2022	2021	2020
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$7.76	\$6.29	\$7.70	\$6.17	\$6.54
Income from investment operations ^a :					
Net investment income ^b	0.12	0.10	0.07	0.13 ^c	0.05
Net realized and unrealized gains (losses)	0.83	1.39	(1.27)	1.43	(0.25)
Total from investment operations	0.95	1.49	(1.20)	1.56	(0.20)
Less distributions from:					
Net investment income	(0.12)	(0.02)	(0.21)	(0.03)	(0.17)
Net asset value, end of year	\$8.59	\$7.76	\$6.29	\$7.70	\$6.17
Total return ^d	12.40%	23.65%	(15.95)%	25.55%	(3.42)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.87%	1.87%	1.91%	1.90%	1.94%
Expenses net of waiver and payments by affiliates	1.85%	1.85%	1.85%	1.82%	1.85%
Net investment income	1.47%	1.41%	1.03%	1.81% ^c	0.81%
Supplemental data					
Net assets, end of year (000's)	\$17,220	\$21,611	\$23,962	\$39,083	\$54,093
Portfolio turnover rate	42.01%	14.85%	29.07%	37.85% ^e	42.37% ^e

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cNet investment income per share includes approximately \$0.09 per share related to an adjustment for EU reclaims in connection with certain Fund holdings. Excluding this amount, the ratio of net investment income to average net assets would have been 0.58%.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eExcludes the value of portfolio activity as a result of in-kind transactions.

Templeton Foreign Fund (continued)

	Year Ended August 31,				
	2024	2023	2022	2021	2020
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$7.58	\$6.16	\$7.58	\$6.08	\$6.47
Income from investment operations ^a :					
Net investment income ^b	0.16	0.14	0.11	0.16 ^c	0.08
Net realized and unrealized gains (losses)	0.82	1.35	(1.25)	1.42	(0.24)
Total from investment operations	0.98	1.49	(1.14)	1.58	(0.16)
Less distributions from:					
Net investment income	(0.18)	(0.07)	(0.28)	(0.08)	(0.23)
Net asset value, end of year	\$8.38	\$7.58	\$6.16	\$7.58	\$6.08
Total return	13.09%	24.27%	(15.54)%	26.29%	(3.03)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.38%	1.37%	1.41%	1.40%	1.44%
Expenses net of waiver and payments by affiliates	1.35%	1.35%	1.35%	1.32%	1.35%
Net investment income	2.03%	1.95%	1.57%	2.21% ^c	1.33%
Supplemental data					
Net assets, end of year (000's)	\$121,214	\$116,518	\$103,984	\$123,744	\$109,187
Portfolio turnover rate	42.01%	14.85%	29.07%	37.85% ^d	42.37% ^d

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cNet investment income per share includes approximately \$0.09 per share related to an adjustment for EU reclaims in connection with certain Fund holdings. Excluding this amount, the ratio of net investment income to average net assets would have been 0.98%.

^dExcludes the value of portfolio activity as a result of in-kind transactions.

Templeton Foreign Fund (continued)

	Year Ended August 31,				
	2024	2023	2022	2021	2020
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$7.63	\$6.20	\$7.64	\$6.12	\$6.51
Income from investment operations ^a :					
Net investment income ^b	0.21	0.18	0.15	0.21 ^c	0.12
Net realized and unrealized gains (losses)	0.81	1.36	(1.26)	1.43	(0.24)
Total from investment operations	1.02	1.54	(1.11)	1.64	(0.12)
Less distributions from:					
Net investment income	(0.22)	(0.11)	(0.33)	(0.12)	(0.27)
Net asset value, end of year	\$8.43	\$7.63	\$6.20	\$7.64	\$6.12
Total return	13.69%	25.02%	(14.98)%	27.02%	(2.38)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.78%	0.77%	0.81%	0.79%	0.79%
Expenses net of waiver and payments by affiliates	0.74%	0.74%	0.73%	0.69%	0.70%
Net investment income	2.72%	2.57%	2.13%	2.86% ^c	1.96%
Supplemental data					
Net assets, end of year (000's)	\$387,773	\$341,058	\$290,974	\$531,344	\$594,452
Portfolio turnover rate	42.01%	14.85%	29.07%	37.85% ^d	42.37% ^d

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cNet investment income per share includes approximately \$0.09 per share related to an adjustment for EU reclaims in connection with certain Fund holdings. Excluding this amount, the ratio of net investment income to average net assets would have been 1.63%.

^dExcludes the value of portfolio activity as a result of in-kind transactions.

Templeton Foreign Fund (continued)

	Year Ended August 31,				
	2024	2023	2022	2021	2020
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$7.64	\$6.21	\$7.64	\$6.12	\$6.51
Income from investment operations ^a :					
Net investment income ^b	0.20	0.17	0.15	0.20 ^c	0.11
Net realized and unrealized gains (losses)	0.81	1.36	(1.26)	1.43	(0.24)
Total from investment operations	1.01	1.53	(1.11)	1.63	(0.13)
Less distributions from:					
Net investment income	(0.21)	(0.10)	(0.32)	(0.11)	(0.26)
Net asset value, end of year	\$8.44	\$7.64	\$6.21	\$7.64	\$6.12
Total return	13.55%	24.84%	(14.99)%	26.88%	(2.57)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.88%	0.87%	0.92%	0.90%	0.94%
Expenses net of waiver and payments by affiliates	0.85%	0.85%	0.85%	0.82%	0.85%
Net investment income	2.54%	2.43%	2.06%	2.80% ^c	1.79%
Supplemental data					
Net assets, end of year (000's)	\$672,907	\$680,297	\$602,921	\$620,885	\$857,179
Portfolio turnover rate	42.01%	14.85%	29.07%	37.85% ^d	42.37% ^d

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cNet investment income per share includes approximately \$0.09 per share related to an adjustment for EU reclaims in connection with certain Fund holdings. Excluding this amount, the ratio of net investment income to average net assets would have been 1.57%.

^dExcludes the value of portfolio activity as a result of in-kind transactions.

Schedule of Investments, August 31, 2024

Templeton Foreign Fund

	Industry	Shares	Value
Common Stocks 97.4%			
China 5.4%			
^a Alibaba Group Holding Ltd.	Broadline Retail	7,820,130	\$81,051,274
Prosus NV	Broadline Retail	1,881,844	69,752,239
			150,803,513
Denmark 3.3%			
^{b,c} Orsted A/S, 144A, Reg S.	Independent Power and Renewable Electricity Producers	1,592,030	91,998,706
France 10.1%			
Carrefour SA.	Consumer Staples Distribution & Retail	7,048,199	113,543,258
Dassault Aviation SA.	Aerospace & Defense	309,760	66,735,770
Forvia SE	Automobile Components	3,190,019	32,502,006
Kering SA.	Textiles, Apparel & Luxury Goods	158,040	45,316,659
Valeo SE.	Automobile Components	2,364,553	25,189,426
			283,287,119
Germany 4.7%			
Continental AG	Automobile Components	797,919	53,950,170
Infineon Technologies AG	Semiconductors & Semiconductor Equipment	2,133,013	78,276,321
			132,226,491
Hong Kong 3.1%			
AIA Group Ltd.	Insurance	5,497,323	38,715,412
Prudential plc, (GBP Traded).	Insurance	5,130,341	44,168,190
Prudential plc, (HKD Traded).	Insurance	596,770	5,169,002
			88,052,604
India 1.9%			
HDFC Bank Ltd.	Banks	2,724,474	53,299,849
Japan 4.1%			
Honda Motor Co. Ltd.	Automobiles	3,876,405	42,778,582
Sumitomo Mitsui Financial Group, Inc..	Banks	1,098,583	72,501,535
			115,280,117
Netherlands 3.8%			
ING Groep NV	Banks	3,947,968	71,779,251
SBM Offshore NV	Energy Equipment & Services	1,893,104	35,794,747
			107,573,998
Portugal 0.9%			
Galp Energia SGPS SA, B	Oil, Gas & Consumable Fuels	1,282,305	26,637,318
Singapore 1.1%			
STMicroelectronics NV	Semiconductors & Semiconductor Equipment	927,980	29,922,355
South Korea 9.7%			
KB Financial Group, Inc.	Banks	437,066	28,148,491
LG Chem Ltd.	Chemicals	236,120	56,891,678
Samsung Electronics Co. Ltd.	Technology Hardware, Storage & Peripherals	2,451,021	135,953,090
Shinhan Financial Group Co. Ltd.	Banks	1,237,521	52,316,918
			273,310,177
Spain 0.7%			
^b Tecnicas Reunidas SA	Energy Equipment & Services	1,536,387	19,350,070
Sweden 2.6%			
Securitas AB, B.	Commercial Services & Supplies	6,126,570	71,638,453

Templeton Foreign Fund (continued)

	Industry	Shares	Value
Common Stocks (continued)			
Switzerland 1.7%			
Adecco Group AG	Professional Services	1,398,063	\$47,660,792
Taiwan 3.9%			
Taiwan Semiconductor Manufacturing Co. Ltd.	Semiconductors & Semiconductor Equipment	3,701,624	109,492,129
United Kingdom 18.3%			
AstraZeneca plc	Pharmaceuticals	483,078	84,670,197
Barratt Developments plc	Household Durables	9,728,472	65,099,375
Imperial Brands plc	Tobacco	1,933,026	55,485,206
JD Sports Fashion plc	Specialty Retail	32,068,780	58,455,535
Lloyds Banking Group plc	Banks	91,943,600	71,032,141
Persimmon plc	Household Durables	3,517,427	76,212,876
Standard Chartered plc	Banks	9,945,715	102,339,314
			513,294,644
United States 22.1%			
Albemarle Corp.	Chemicals	434,888	39,248,642
BP plc.	Oil, Gas & Consumable Fuels	22,968,182	130,034,268
CNH Industrial NV.	Machinery	8,472,240	87,602,962
CRH plc	Construction Materials	726,309	64,839,257
Freeport-McMoRan, Inc.	Metals & Mining	847,342	37,520,304
Shell plc	Oil, Gas & Consumable Fuels	2,562,333	90,796,042
Smurfit WestRock plc	Containers & Packaging	1,684,240	79,432,798
Stellantis NV	Automobiles	1,690,440	28,446,138
Swiss Re AG	Insurance	447,640	61,151,545
			619,071,956
Total Common Stocks (Cost \$2,325,375,969)			2,732,900,291
Short Term Investments 1.8%			
		Principal Amount*	Value
Time Deposits 1.8%			
Canada 1.8%			
National Bank of Canada, 5.31%, 9/03/24		18,800,000	18,800,000
Toronto-Dominion Bank (The), 5.3%, 9/03/24		32,000,000	32,000,000
			50,800,000
Total Time Deposits (Cost \$50,800,000)			50,800,000
Total Short Term Investments (Cost \$50,800,000)			50,800,000
Total Investments (Cost \$2,376,175,969) 99.2%			\$2,783,700,291
Other Assets, less Liabilities 0.8%			21,652,441
Net Assets 100.0%			\$2,805,352,732

Templeton Foreign Fund (continued)

See Abbreviations on page 31.

*The principal amount is stated in U.S. dollars unless otherwise indicated.

^a Variable interest entity (VIE). See Note 6 regarding investments made through a VIE structure. At August 31, 2024, the value of this security was \$81,051,274, representing 2.9% of net assets.

^b Non-income producing.

^c Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At August 31, 2024, the value of this security was \$91,998,706, representing 3.3% of net assets.

Financial Highlights

Templeton World Fund

	Year Ended August 31,				
	2024	2023	2022	2021	2020
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.91	\$11.85	\$15.52	\$12.71	\$12.76
Income from investment operations ^a :					
Net investment income (loss) ^b	0.01	0.04	(—) ^c	0.20 ^d	0.16
Net realized and unrealized gains (losses)	3.79	2.21	(3.44)	2.61	0.45
Total from investment operations	3.80	2.25	(3.44)	2.81	0.61
Less distributions from:					
Net investment income	(0.09)	(0.05)	(0.23)	—	(0.50)
Net realized gains	—	(0.14)	—	—	(0.16)
Total distributions	(0.09)	(0.19)	(0.23)	—	(0.66)
Net asset value, end of year	\$17.62	\$13.91	\$11.85	\$15.52	\$12.71
Total return ^e	27.48%	19.23%	(22.39)%	22.11%	4.47%
Ratios to average net assets					
Expenses	1.03% ^f	1.04% ^f	1.04%	1.03% ^f	1.05%
Net investment income (loss)	0.09%	0.32%	(—)% ^g	1.42% ^d	1.29%
Supplemental data					
Net assets, end of year (000's)	\$2,592,377	\$2,289,332	\$2,138,297	\$3,060,714	\$2,831,844
Portfolio turnover rate	52.04%	47.28%	81.20%	41.83%	52.25%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cAmount rounds to less than \$0.01 per share.

^dNet investment income per share includes approximately \$0.13 per share related to income received in the form of EU reclaims in connection with certain Fund holdings. Excluding this amount, the ratio of net investment income to average net assets would have been 0.48%.

^eTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^fBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^gRounds to less than 0.01%.

Templeton World Fund (continued)

	Year Ended August 31,				
	2024	2023	2022	2021	2020
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.21	\$11.30	\$14.76	\$12.18	\$12.26
Income from investment operations ^a :					
Net investment income (loss) ^b	(0.10)	(0.06)	(0.10)	0.10 ^c	0.07
Net realized and unrealized gains (losses)	3.60	2.11	(3.29)	2.48	0.42
Total from investment operations	3.50	2.05	(3.39)	2.58	0.49
Less distributions from:					
Net investment income	—	—	(0.07)	—	(0.41)
Net realized gains	—	(0.14)	—	—	(0.16)
Total distributions	—	(0.14)	(0.07)	—	(0.57)
Net asset value, end of year	\$16.71	\$13.21	\$11.30	\$14.76	\$12.18
Total return ^d	26.50%	18.33%	(23.01)%	21.18%	3.61%
Ratios to average net assets					
Expenses	1.79% ^e	1.79% ^e	1.81%	1.80% ^e	1.82%
Net investment income (loss)	(0.67)%	(0.48)%	(0.77)%	0.70% ^c	0.54%
Supplemental data					
Net assets, end of year (000's)	\$6,187	\$6,476	\$7,348	\$12,585	\$18,630
Portfolio turnover rate	52.04%	47.28%	81.20%	41.83%	52.25%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cNet investment income per share includes approximately \$0.13 per share related to income received in the form of EU reclaims in connection with certain Fund holdings. Excluding this amount, the ratio of net investment income to average net assets would have been (0.24)%.

^dTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^eBenefit of waiver and payments by affiliates rounds to less than 0.01%.

Templeton World Fund (continued)

	Year Ended August 31,				
	2024	2023	2022	2021	2020
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.92	\$11.86	\$15.53	\$12.69	\$12.73
Income from investment operations ^a :					
Net investment income ^b	0.06	0.08	0.04	0.24 ^c	0.20
Net realized and unrealized gains (losses)	3.79	2.19	(3.43)	2.60	0.45
Total from investment operations	3.85	2.27	(3.39)	2.84	0.65
Less distributions from:					
Net investment income	(0.13)	(0.07)	(0.28)	—	(0.53)
Net realized gains	—	(0.14)	—	—	(0.16)
Total distributions	(0.13)	(0.21)	(0.28)	—	(0.69)
Net asset value, end of year	\$17.64	\$13.92	\$11.86	\$15.53	\$12.69
Total return	27.85%	19.50%	(22.14)%	22.38%	4.71%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.78%	0.77%	0.78%	0.78%	0.79%
Expenses net of waiver and payments by affiliates	0.75%	0.75%	0.76%	0.76%	0.76%
Net investment income	0.41%	0.61%	0.29%	1.68% ^c	1.59%
Supplemental data					
Net assets, end of year (000's)	\$26,493	\$38,834	\$34,238	\$42,010	\$38,885
Portfolio turnover rate	52.04%	47.28%	81.20%	41.83%	52.25%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cNet investment income per share includes approximately \$0.13 per share related to income received in the form of EU reclaims in connection with certain Fund holdings. Excluding this amount, the ratio of net investment income to average net assets would have been 0.74%.

Templeton World Fund (continued)

	Year Ended August 31,				
	2024	2023	2022	2021	2020
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$13.93	\$11.86	\$15.54	\$12.70	\$12.74
Income from investment operations ^a :					
Net investment income ^b	0.05	0.07	0.03	0.24 ^c	0.19
Net realized and unrealized gains (losses)	3.80	2.21	(3.44)	2.60	0.45
Total from investment operations	3.85	2.28	(3.41)	2.84	0.64
Less distributions from:					
Net investment income	(0.13)	(0.07)	(0.27)	—	(0.52)
Net realized gains	—	(0.14)	—	—	(0.16)
Total distributions	(0.13)	(0.21)	(0.27)	—	(0.68)
Net asset value, end of year	\$17.65	\$13.93	\$11.86	\$15.54	\$12.70
Total return	27.81%	19.52%	(22.22)%	22.36%	4.66%
Ratios to average net assets					
Expenses	0.79% ^d	0.79% ^d	0.81%	0.80% ^d	0.81%
Net investment income	0.33%	0.57%	0.24%	1.64% ^c	1.53%
Supplemental data					
Net assets, end of year (000's)	\$93,548	\$99,935	\$86,424	\$115,823	\$99,546
Portfolio turnover rate	52.04%	47.28%	81.20%	41.83%	52.25%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cNet investment income per share includes approximately \$0.13 per share related to income received in the form of EU reclaims in connection with certain Fund holdings. Excluding this amount, the ratio of net investment income to average net assets would have been 0.70%.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

Schedule of Investments, August 31, 2024

Templeton World Fund

	Industry	Shares	Value
Common Stocks 99.4%			
France 3.7%			
Airbus SE	Aerospace & Defense	434,393	\$66,726,046
LVMH Moët Hennessy Louis Vuitton SE	Textiles, Apparel & Luxury Goods	44,682	33,256,056
			99,982,102
Germany 4.2%			
Infineon Technologies AG	Semiconductors & Semiconductor Equipment	848,543	31,139,437
SAP SE	Software	384,137	84,292,496
			115,431,933
India 5.7%			
HDFC Bank Ltd.	Banks	3,631,909	71,052,320
Reliance Industries Ltd.	Oil, Gas & Consumable Fuels	2,293,450	82,552,227
			153,604,547
Japan 2.9%			
Keyence Corp.	Electronic Equipment, Instruments & Components	61,542	29,567,004
Tokyo Electron Ltd.	Semiconductors & Semiconductor Equipment	280,336	50,456,693
			80,023,697
Switzerland 2.7%			
Cie Financiere Richemont SA	Textiles, Apparel & Luxury Goods	472,490	74,599,090
Taiwan 3.5%			
Taiwan Semiconductor Manufacturing Co. Ltd.	Semiconductors & Semiconductor Equipment	3,182,347	94,132,183
United Kingdom 8.4%			
AstraZeneca plc	Pharmaceuticals	408,762	71,644,660
Barratt Developments plc	Household Durables	4,370,422	29,245,265
Persimmon plc	Household Durables	1,828,097	39,609,786
^a Rolls-Royce Holdings plc	Aerospace & Defense	13,321,537	87,344,611
			227,844,322
United States 68.3%			
^a Adobe, Inc.	Software	103,671	59,549,659
Alphabet, Inc., A	Interactive Media & Services	777,443	127,018,637
^a Amazon.com, Inc.	Broadline Retail	989,630	176,648,955
Apple, Inc.	Technology Hardware, Storage & Peripherals	364,001	83,356,229
Applied Materials, Inc.	Semiconductors & Semiconductor Equipment	115,163	22,717,053
Booking Holdings, Inc.	Hotels, Restaurants & Leisure	14,507	56,711,200
CRH plc	Construction Materials	938,035	85,145,437
Equifax, Inc.	Professional Services	148,013	45,459,233
Freeport-McMoRan, Inc.	Metals & Mining	441,909	19,567,731
^a GE Vernova, Inc.	Electrical Equipment	308,148	61,937,748
HCA Healthcare, Inc.	Health Care Providers & Services	124,427	49,222,077
^a ICON plc.	Life Sciences Tools & Services	248,914	80,165,243
Intercontinental Exchange, Inc.	Capital Markets	624,585	100,901,707
Meta Platforms, Inc., A	Interactive Media & Services	172,521	89,936,922
Micron Technology, Inc.	Semiconductors & Semiconductor Equipment	806,593	77,626,510
Microsoft Corp.	Software	331,273	138,187,219
Salesforce, Inc.	Software	99,265	25,104,118
Shell plc	Oil, Gas & Consumable Fuels	392,137	13,971,955
Swiss Re AG.	Insurance	220,558	30,130,155
Thermo Fisher Scientific, Inc.	Life Sciences Tools & Services	168,870	103,866,871
T-Mobile US, Inc.	Wireless Telecommunication Services	429,031	85,257,040
Union Pacific Corp.	Ground Transportation	293,787	75,235,913
UnitedHealth Group, Inc.	Health Care Providers & Services	199,298	117,625,680

Templeton World Fund (continued)

	Industry	Shares	Value
Common Stocks (continued)			
United States (continued)			
Visa, Inc., A.	Financial Services	279,620	\$77,278,579
Wells Fargo & Co.	Banks	908,558	53,123,386
			1,855,745,257
Total Common Stocks (Cost \$1,970,274,160)			2,701,363,131
Short Term Investments 1.0%			
		Principal Amount*	Value
Time Deposits 1.0%			
Canada 1.0%			
National Bank of Canada, 5.31%, 9/03/24		11,000,000	11,000,000
Royal Bank of Canada, 5.3%, 9/03/24		16,100,000	16,100,000
			27,100,000
Total Time Deposits (Cost \$27,100,000)			27,100,000
Total Short Term Investments (Cost \$27,100,000)			27,100,000
Total Investments (Cost \$1,997,374,160) 100.4%			\$2,728,463,131
Other Assets, less Liabilities (0.4)%			(9,858,502)
Net Assets 100.0%			\$2,718,604,629

*The principal amount is stated in U.S. dollars unless otherwise indicated.

*Non-income producing.

Statements of Assets and Liabilities

August 31, 2024

	Templeton Foreign Fund	Templeton World Fund
Assets:		
Investments in securities:		
Cost - Unaffiliated issuers	\$2,376,175,969	\$1,997,374,160
Value - Unaffiliated issuers	\$2,783,700,291	\$2,728,463,131
Cash	9,227	30,365
Foreign currency, at value (cost \$12,713,958 and \$2,738,396, respectively)	12,713,958	2,738,396
Receivables:		
Investment securities sold	38,635,904	2,147,594
Capital shares sold	597,005	208,842
Dividends and interest	13,956,152	5,816,403
European Union tax reclaims (Note 1d)	385,204	831,944
Total assets	2,849,997,741	2,740,236,675
Liabilities:		
Payables:		
Investment securities purchased	14,154,712	611,992
Capital shares redeemed	1,770,752	1,108,312
Management fees	2,024,723	1,583,901
Distribution fees	395,934	541,873
Transfer agent fees	968,083	378,678
Trustees' fees and expenses	28	1,350
IRS closing agreement payments for European Union tax reclaims (Note 1d)	22,197,605	16,147,313
Deferred tax	2,839,732	1,115,597
Accrued expenses and other liabilities	293,440	143,030
Total liabilities	44,645,009	21,632,046
Net assets, at value	\$2,805,352,732	\$2,718,604,629
Net assets consist of:		
Paid-in capital	\$2,566,637,759	\$1,921,023,990
Total distributable earnings (losses)	238,714,973	797,580,639
Net assets, at value	\$2,805,352,732	\$2,718,604,629

Statements of Assets and Liabilities (continued)

August 31, 2024

	Templeton Foreign Fund	Templeton World Fund
Class A:		
Net assets, at value	\$1,606,238,689	\$2,592,377,112
Shares outstanding	186,790,028	147,148,522
Net asset value per share ^{a,b}	\$8.60	\$17.62
Maximum offering price per share (net asset value per share ÷ 94.50%) ^b	\$9.10	\$18.65
Class C:		
Net assets, at value	\$17,219,953	\$6,186,873
Shares outstanding	2,003,660	370,274
Net asset value and maximum offering price per share ^{a,b}	\$8.59	\$16.71
Class R:		
Net assets, at value	\$121,214,179	\$—
Shares outstanding	14,467,764	—
Net asset value and maximum offering price per share ^b	\$8.38	\$—
Class R6:		
Net assets, at value	\$387,772,856	\$26,492,910
Shares outstanding	45,988,068	1,501,841
Net asset value and maximum offering price per share ^b	\$8.43	\$17.64
Advisor Class:		
Net assets, at value	\$672,907,055	\$93,547,734
Shares outstanding	79,731,674	5,301,548
Net asset value and maximum offering price per share ^b	\$8.44	\$17.65

^aRedemption price is equal to net asset value less contingent deferred sales charges, if applicable.

^bNet asset value per share may not recalculate due to rounding.

Statements of Operations

for the year ended August 31, 2024

	Templeton Foreign Fund	Templeton World Fund
Investment income:		
Dividends: (net of foreign taxes of \$5,065,489 and \$987,663, respectively)		
Unaffiliated issuers	\$82,621,003	\$24,994,103
Interest:		
Unaffiliated issuers	8,388,350	2,338,391
Income from securities loaned:		
Unaffiliated entities (net of fees and rebates)	(203,435)	68,388
Non-controlled affiliates (Note 3f)	441,914	528
Other income (Note 1d)	1,353,176	3,668,461
Less: IRS closing agreement payments for European Union tax reclaims (Note 1d)	(909,644)	(2,202,981)
Total investment income.	91,691,364	28,866,890
Expenses:		
Management fees (Note 3a)	18,861,923	17,882,796
Distribution fees: (Note 3c)		
Class A	3,939,622	5,877,218
Class C	187,462	62,840
Class R	583,675	—
Transfer agent fees: (Note 3e)		
Class A	2,235,741	1,598,045
Class C	26,274	4,110
Class R	166,055	—
Class R6	155,538	13,658
Advisor Class	916,196	73,969
Custodian fees	169,379	91,212
Reports to shareholders fees	178,019	117,083
Registration and filing fees	110,884	79,629
Professional fees	83,238	103,400
Trustees' fees and expenses	312,998	299,661
Other	220,205	85,796
Total expenses	28,147,209	26,289,417
Expenses waived/paid by affiliates (Note 3f and 3g)	(794,864)	(5,939)
Net expenses	27,352,345	26,283,478
Net investment income	64,339,019	2,583,412
Realized and unrealized gains (losses):		
Net realized gain (loss) from:		
Investments: (net of foreign taxes of \$131,792 and \$497,287, respectively)		
Unaffiliated issuers	103,839,099	100,903,081
Foreign currency transactions	(90,221)	(236,827)
Net realized gain (loss)	103,748,878	100,666,254
Net change in unrealized appreciation (depreciation) on:		
Investments:		
Unaffiliated issuers	171,722,296	521,749,538
Translation of other assets and liabilities denominated in foreign currencies	431,799	117,786
Change in deferred taxes on unrealized appreciation	(646,441)	(1,115,597)
Net change in unrealized appreciation (depreciation)	171,507,654	520,751,727
Net realized and unrealized gain (loss)	275,256,532	621,417,981
Net increase (decrease) in net assets resulting from operations	\$339,595,551	\$624,001,393

Statements of Changes in Net Assets

August 31, 2024

	Templeton Foreign Fund		Templeton World Fund	
	Year Ended August 31, 2024	Year Ended August 31, 2023	Year Ended August 31, 2024	Year Ended August 31, 2023
Increase (decrease) in net assets:				
Operations:				
Net investment income	\$64,339,019	\$59,940,318	\$2,583,412	\$7,436,986
Net realized gain (loss)	103,748,878	90,928,670	100,666,254	1,027,156
Net change in unrealized appreciation (depreciation)	171,507,654	417,063,152	520,751,727	393,255,988
Net increase (decrease) in net assets resulting from operations.	339,595,551	567,932,140	624,001,393	401,720,130
Distributions to shareholders:				
Class A	(38,812,451)	(17,674,304)	(14,953,871)	(31,728,587)
Class C	(295,894)	(51,405)	—	(79,288)
Class R	(2,632,847)	(1,094,380)	—	—
Class R6	(9,644,844)	(4,832,491)	(205,885)	(605,219)
Advisor Class	(17,081,011)	(8,718,598)	(895,055)	(1,357,839)
Total distributions to shareholders	(68,467,047)	(32,371,178)	(16,054,811)	(33,770,933)
Capital share transactions: (Note 2)				
Class A	(157,603,357)	(127,590,385)	(272,123,294)	(197,637,235)
Class C	(6,197,267)	(6,998,992)	(1,777,651)	(1,899,715)
Class R	(7,085,712)	(10,994,510)	—	—
Class R6	9,999,335	(15,350,359)	(17,165,412)	(1,391,055)
Advisor Class	(70,354,689)	(49,294,028)	(32,853,217)	1,248,719
Total capital share transactions	(231,241,690)	(210,228,274)	(323,919,574)	(199,679,286)
Net increase (decrease) in net assets	39,886,814	325,332,688	284,027,008	168,269,911
Net assets:				
Beginning of year	2,765,465,918	2,440,133,230	2,434,577,621	2,266,307,710
End of year	\$2,805,352,732	\$2,765,465,918	\$2,718,604,629	\$2,434,577,621

Notes to Financial Statements

1. Organization and Significant Accounting Policies

Templeton Funds (Trust) is registered under the Investment Company Act of 1940 (1940 Act) as an open-end management investment company, consisting of two separate funds (Funds). The Funds follow the accounting and reporting guidance in Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 946, Financial Services – Investment Companies (ASC 946) and apply the specialized accounting and reporting guidance in U.S. Generally Accepted Accounting Principles (U.S. GAAP), including, but not limited to, ASC 946. The classes of shares offered within each of the Funds are indicated below. Class C shares automatically convert to Class A shares on a monthly basis, after they have been held for 8 years. Each class of shares may differ by its initial sales load, contingent deferred sales charges, voting rights on matters affecting a single class, its exchange privilege and fees due to differing arrangements for distribution and transfer agent fees.

Class A, Class C, Class R, Class R6 & Advisor Class

Templeton Foreign Fund

Class A, Class C, Class R6 & Advisor Class

Templeton World Fund

The following summarizes the Funds' significant accounting policies.

a. Financial Instrument Valuation

The Funds' investments in financial instruments are carried at fair value daily. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. The Funds calculate the net asset value (NAV) per share each business day as of 4 p.m. Eastern time or the regularly scheduled close of the New York Stock Exchange (NYSE), whichever is earlier. Under compliance policies and procedures approved by the Trust's Board of Trustees (the Board), the Board has designated the Funds' investment manager as the valuation designee and has responsibility for oversight of valuation. The investment manager is assisted by the Funds' administrator in performing this responsibility, including leading the cross-functional Valuation Committee (VC). The Funds may utilize

independent pricing services, quotations from securities and financial instrument dealers, and other market sources to determine fair value.

Equity securities listed on an exchange or on the NASDAQ National Market System are valued at the last quoted sale price or the official closing price of the day, respectively. Foreign equity securities are valued as of the close of trading on the foreign stock exchange on which the security is primarily traded, or as of 4 p.m. Eastern time. The value is then converted into its U.S. dollar equivalent at the foreign exchange rate in effect at 4 p.m. Eastern time on the day that the value of the security is determined. Over-the-counter (OTC) securities are valued within the range of the most recent quoted bid and ask prices. Securities that trade in multiple markets or on multiple exchanges are valued according to the broadest and most representative market. Certain equity securities are valued based upon fundamental characteristics or relationships to similar securities.

Investments in open-end mutual funds are valued at the closing NAV. Investments in time deposits are valued at cost, which approximates fair value.

The Funds have procedures to determine the fair value of financial instruments for which market prices are not reliable or readily available. Under these procedures, the Funds primarily employ a market-based approach which may use related or comparable assets or liabilities, recent transactions, market multiples, and other relevant information for the investment to determine the fair value of the investment. An income-based valuation approach may also be used in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied due to the nature or duration of any restrictions on the disposition of the investments. Due to the inherent uncertainty of valuations of such investments, the fair values may differ significantly from the values that would have been used had an active market existed.

Trading in securities on foreign securities stock exchanges and OTC markets may be completed before 4 p.m. Eastern time. In addition, trading in certain foreign markets may not take place on every Funds' business day. Events can occur between the time at which trading in a foreign security is completed and 4 p.m. Eastern time that might call into question the reliability of the value of a portfolio security held by the Fund. As a result, differences may arise between the value of the Funds' portfolio securities as determined at the foreign market close and the latest indications of value at

1. Organization and Significant Accounting Policies

(continued)

a. Financial Instrument Valuation (continued)

4 p.m. Eastern time. In order to minimize the potential for these differences, an independent pricing service may be used to adjust the value of the Funds' portfolio securities to the latest indications of fair value at 4 p.m. Eastern time. At August 31, 2024, certain securities may have been fair valued using these procedures, in which case the securities were categorized as Level 2 within the fair value hierarchy (referred to as "market level fair value"). See the Fair Value Measurements note for more information.

When the last day of the reporting period is a non-business day, certain foreign markets may be open on those days that the Funds' NAV is not calculated, which could result in differences between the value of the Funds' portfolio securities on the last business day and the last calendar day of the reporting period. Any security valuation changes due to an open foreign market are adjusted and reflected by the Funds for financial reporting purposes.

b. Foreign Currency Translation

Portfolio securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars based on the exchange rate of such currencies against U.S. dollars on the date of valuation. The Funds may enter into foreign currency exchange contracts to facilitate transactions denominated in a foreign currency. Purchases and sales of securities, income and expense items denominated in foreign currencies are translated into U.S. dollars at the exchange rate in effect on the transaction date. Portfolio securities and assets and liabilities denominated in foreign currencies contain risks that those currencies will decline in value relative to the U.S. dollar. Occasionally, events may impact the availability or reliability of foreign exchange rates used to convert the U.S. dollar equivalent value. If such an event occurs, the foreign exchange rate will be valued at fair value using procedures established and approved by the Board.

The Funds do not separately report the effect of changes in foreign exchange rates from changes in market prices on securities held. Such changes are included in net realized and unrealized gain or loss from investments in the Statements of Operations.

Realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions and the difference between the recorded amounts of dividends, interest, and foreign withholding taxes and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in foreign exchange rates on foreign denominated assets and liabilities other than investments in securities held at the end of the reporting period.

c. Securities Lending

Certain or all Funds participate in an agency based securities lending program to earn additional income. The Fund receives collateral in the form of cash and/or U.S. Government and Agency securities against the loaned securities in an amount equal to at least 102% of the fair value of the loaned securities. Collateral is maintained over the life of the loan in an amount not less than 100% of the fair value of loaned securities, as determined at the close of Fund business each day; any additional collateral required due to changes in security values is delivered to the Fund on the next business day. Any cash collateral received is deposited into a joint cash account with other funds and is used to invest in a money market fund managed by Franklin Advisers, Inc., an affiliate of the Funds. The Fund may receive income from the investment of cash collateral, in addition to lending fees paid by the borrower. Income from securities loaned, net of fees paid to the securities lending agent and/or third-party vendor, is reported separately in the Statements of Operations. The Fund bears the market risk with respect to any cash collateral investment, securities loaned, and the risk that the agent may default on its obligations to the Fund. If the borrower defaults on its obligation to return the securities loaned, the Fund has the right to repurchase the securities in the open market using the collateral received. The securities lending agent has agreed to indemnify the Fund in the event of default by a third party borrower. At August 31, 2024, the Funds had no securities on loan.

d. Income and Deferred Taxes

It is each Fund's policy to qualify as a regulated investment company under the Internal Revenue Code. Each Fund intends to distribute to shareholders substantially all of its

1. Organization and Significant Accounting Policies

(continued)

d. Income and Deferred Taxes (continued)

taxable income and net realized gains to relieve it from federal income and excise taxes. As a result, no provision for U.S. federal income taxes is required.

The Funds may be subject to foreign taxation related to income received, capital gains on the sale of securities and certain foreign currency transactions in the foreign jurisdictions in which the Funds invest. Foreign taxes, if any, are recorded based on the tax regulations and rates that exist in the foreign markets in which the Funds invest. When a capital gain tax is determined to apply, certain or all Funds record an estimated deferred tax liability in an amount that would be payable if the securities were disposed of on the valuation date.

As a result of several court cases, in certain countries across the European Union, certain or all Funds filed additional tax reclaims for previously withheld taxes on dividends earned in those countries (EU reclaims). Income recognized, if any, for EU reclaims is reflected as other income in the Statements of Operations and any related receivable, if any, is reflected as European Union tax reclaims in the Statements of Assets and Liabilities. Any fees associated with these filings are reflected in other expenses in the Statements of Operations. When uncertainty exists as to the ultimate resolution of these proceedings, the likelihood of receipt of these EU reclaims, and the potential timing of payment, no amounts are reflected in the financial statements. For U.S. income tax purposes, EU reclaims received by the Fund, if any, reduce the amount of foreign taxes Fund shareholders can use as tax deductions or credits on their income tax returns. In the event that EU reclaims received by the Funds during a fiscal year exceed foreign withholding taxes paid by the Funds, and the Funds previously passed through to its shareholders foreign taxes incurred by the Funds to be used as a credit or deduction on a shareholder's income tax return, the Funds will enter into a closing agreement with the Internal Revenue Service (IRS) in order to pay the associated tax liability on behalf of the Funds' shareholders. During the year ended August 31, 2024, certain or all Funds received EU reclaims in excess of the foreign taxes paid during the year. The Funds previously determined to enter into a closing agreement with the IRS and recorded the estimated payments as a reduction to income, as reflected in the Statements of Operations.

Each Fund may recognize an income tax liability related to its uncertain tax positions under U.S. GAAP when the uncertain tax position has a less than 50% probability that it will be sustained upon examination by the tax authorities based on its technical merits. As of August 31, 2024, each Fund has determined that no tax liability is required in its financial statements related to uncertain tax positions for any open tax years (or expected to be taken in future tax years). Open tax years are those that remain subject to examination and are based on the statute of limitations in each jurisdiction in which the Fund invests.

e. Security Transactions, Investment Income, Expenses and Distributions

Security transactions are accounted for on trade date. Realized gains and losses on security transactions are determined on a specific identification basis. Interest income (including interest income from payment-in-kind securities, if any) and estimated expenses are accrued daily. Dividend income is recorded on the ex-dividend date except for certain dividends from securities where the dividend rate is not available. In such cases, the dividend is recorded as soon as the information is received by the Funds. Distributions to shareholders are recorded on the ex-dividend date. Distributable earnings are determined according to income tax regulations (tax basis) and may differ from earnings recorded in accordance with U.S. GAAP. These differences may be permanent or temporary. Permanent differences are reclassified among capital accounts to reflect their tax character. These reclassifications have no impact on net assets or the results of operations. Temporary differences are not reclassified, as they may reverse in subsequent periods.

Common expenses incurred by the Trust are allocated among the Funds based on the ratio of net assets of each Fund to the combined net assets of the Trust or based on the ratio of number of shareholders of each Fund to the combined number of shareholders of the Trust. Fund specific expenses are charged directly to the Fund that incurred the expense.

Realized and unrealized gains and losses and net investment income, excluding class specific expenses, are allocated daily to each class of shares based upon the relative proportion of net assets of each class. Differences in per share distributions by class are generally due to differences in class specific expenses.

1. Organization and Significant Accounting Policies (continued)

f. Accounting Estimates

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

g. Guarantees and Indemnifications

Under the Trust's organizational documents, its officers and trustees are indemnified by the Trust against certain liabilities arising out of the performance of their duties to

the Trust. Additionally, in the normal course of business, the Trust, on behalf of the Funds, enters into contracts with service providers that contain general indemnification clauses. The Trust's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Trust that have not yet occurred. Currently, the Trust expects the risk of loss to be remote.

2. Shares of Beneficial Interest

At August 31, 2024, there were an unlimited number of shares authorized (without par value). Transactions in the Funds' shares were as follows:

	Templeton Foreign Fund		Templeton World Fund	
	Shares	Amount	Shares	Amount
Class A Shares:				
Year ended August 31, 2024				
Shares sold ^a	9,555,624	\$75,231,692	6,353,386	\$99,358,967
Shares issued in reinvestment of distributions	4,666,810	36,681,131	928,168	13,616,230
Shares redeemed	(33,920,778)	(269,516,180)	(24,693,083)	(385,098,491)
Net increase (decrease)	(19,698,344)	\$(157,603,357)	(17,411,529)	\$(272,123,294)
Year ended August 31, 2023				
Shares sold ^a	18,464,161	\$134,477,091	11,879,311	\$152,104,842
Shares issued in reinvestment of distributions	2,451,683	16,720,477	2,535,772	29,423,758
Shares redeemed	(38,885,805)	(278,787,953)	(30,260,078)	(379,165,835)
Net increase (decrease)	(17,969,961)	\$(127,590,385)	(15,844,995)	\$(197,637,235)
Class C Shares:				
Year ended August 31, 2024				
Shares sold	265,488	\$2,125,389	56,191	\$817,772
Shares issued in reinvestment of distributions	36,831	290,964	—	—
Shares redeemed ^a	(1,083,426)	(8,613,620)	(176,119)	(2,595,423)
Net increase (decrease)	(781,107)	\$(6,197,267)	(119,928)	\$(1,777,651)
Year ended August 31, 2023				
Shares sold	634,917	\$4,603,951	181,830	\$2,243,324
Shares issued in reinvestment of distributions	7,484	51,192	7,104	78,786
Shares redeemed ^a	(1,666,045)	(11,654,135)	(348,831)	(4,221,825)
Net increase (decrease)	(1,023,644)	\$(6,998,992)	(159,897)	\$(1,899,715)

2. Shares of Beneficial Interest (continued)

	Templeton Foreign Fund		Templeton World Fund	
	Shares	Amount	Shares	Amount
Class R Shares:				
Year ended August 31, 2024				
Shares sold	1,479,757	\$11,427,166	—	\$—
Shares issued in reinvestment of distributions	342,528	2,627,190	—	—
Shares redeemed	(2,720,095)	(21,140,068)	—	—
Net increase (decrease)	(897,810)	\$(7,085,712)	—	\$—
Year ended August 31, 2023				
Shares sold	2,067,697	\$14,539,898	—	\$—
Shares issued in reinvestment of distributions	163,984	1,092,131	—	—
Shares redeemed	(3,736,121)	(26,626,539)	—	—
Net increase (decrease)	(1,504,440)	\$(10,994,510)	—	\$—
Class R6 Shares:				
Year ended August 31, 2024				
Shares sold	13,717,923	\$107,363,530	309,898	\$4,753,315
Shares issued in reinvestment of distributions	1,089,371	8,377,264	13,688	200,657
Shares redeemed	(13,511,386)	(105,741,459)	(1,610,919)	(22,119,384)
Net increase (decrease)	1,295,908	\$9,999,335	(1,287,333)	\$(17,165,412)
Year ended August 31, 2023				
Shares sold	11,025,849	\$78,141,072	464,419	\$5,841,348
Shares issued in reinvestment of distributions	634,986	4,241,705	27,679	320,529
Shares redeemed	(13,888,696)	(97,733,136)	(590,728)	(7,552,932)
Net increase (decrease)	(2,227,861)	\$(15,350,359)	(98,630)	\$(1,391,055)
Advisor Class Shares:				
Year ended August 31, 2024				
Shares sold	15,356,768	\$118,242,979	1,505,746	\$23,667,750
Shares issued in reinvestment of distributions	2,040,870	15,714,698	57,657	845,823
Shares redeemed	(26,736,853)	(204,312,366)	(3,435,460)	(57,366,790)
Net increase (decrease)	(9,339,215)	\$(70,354,689)	(1,872,057)	\$(32,853,217)
Year ended August 31, 2023				
Shares sold	23,938,302	\$170,152,009	3,260,778	\$42,886,023
Shares issued in reinvestment of distributions	1,223,343	8,184,167	109,395	1,268,495
Shares redeemed	(33,228,043)	(227,630,204)	(3,482,114)	(42,905,799)
Net increase (decrease)	(8,066,398)	\$(49,294,028)	(111,941)	\$1,248,719

*May include a portion of Class C shares that were automatically converted to Class A.

3. Transactions with Affiliates

Franklin Resources, Inc. is the holding company for various subsidiaries that together are referred to as Franklin Templeton. Certain officers and trustees of the Trust are also officers and/or directors of the following subsidiaries:

Subsidiary	Affiliation
Templeton Global Advisors Limited (Global Advisors)	Investment manager
Templeton Asset Management Ltd (Asset Management)	Investment manager
Franklin Templeton Services, LLC (FT Services)	Administrative manager
Franklin Distributors, LLC (Distributors)	Principal underwriter
Franklin Templeton Investor Services, LLC (Investor Services)	Transfer agent

a. Management Fees

Templeton Foreign Fund pays an investment management fee, calculated daily and paid monthly, to Global Advisors based on the average daily net assets of the Fund as follows:

Annualized Fee Rate	Net Assets
0.705%	Up to and including \$1 billion
0.690%	Over \$1 billion, up to and including \$5 billion
0.675%	Over \$5 billion, up to and including \$10 billion
0.655%	Over \$10 billion, up to and including \$15 billion
0.635%	Over \$15 billion, up to and including \$20 billion
0.615%	Over \$20 billion, up to and including \$25 billion
0.605%	Over \$25 billion, up to and including \$30 billion
0.595%	Over \$30 billion, up to and including \$35 billion
0.585%	In excess of \$35 billion

Templeton World Fund pays an investment management fee, calculated daily and paid monthly, to Global Advisors based on the average daily net assets of the Fund as follows:

Annualized Fee Rate	Net Assets
0.705%	Up to and including \$1 billion
0.690%	Over \$1 billion, up to and including \$5 billion
0.675%	Over \$5 billion, up to and including \$10 billion
0.655%	Over \$10 billion, up to and including \$15 billion
0.635%	Over \$15 billion, up to and including \$20 billion
0.615%	In excess of \$20 billion

For the year ended August 31, 2024, each Fund's gross effective investment management fee rate based on average daily net assets was as follows:

	Templeton Foreign Fund	Templeton World Fund
Gross effective investment management fee rate.	0.696%	0.696%

3. Transactions with Affiliates (continued)

a. Management Fees (continued)

Effective March 31, 2024, under a subadvisory agreement, Asset Management, an affiliate of Global Advisors, provides subadvisory services to Templeton World Fund. The subadvisory fee is paid by Global Advisors based on the Fund's average daily net assets, and is not an additional expense of the Fund.

b. Administrative Fees

Under an agreement with Global Advisors, FT Services provides administrative services to the Funds. The fee is paid by Global Advisors based on the Funds' average daily net assets, and is not an additional expense of the Funds.

c. Distribution Fees

The Board has adopted distribution plans for each share class, with the exception of Class R6 and Advisor Class shares, pursuant to Rule 12b-1 under the 1940 Act. Under the Funds' Class A reimbursement distribution plans, the Funds reimburse Distributors for costs incurred in connection with the servicing, sale and distribution of each Fund's shares up to the maximum annual plan rate. Under the Class A reimbursement distribution plans, costs exceeding the maximum for the current plan year cannot be reimbursed in subsequent periods. In addition, under the Funds' Class C and R compensation distribution plans, the Funds pay Distributors for costs incurred in connection with the servicing, sale and distribution of each Fund's shares up to the maximum annual plan rate for each class. The plan year, for purposes of monitoring compliance with the maximum annual plan rates, is February 1 through January 31 for each Fund.

The maximum annual plan rates, based on the average daily net assets, for each class, are as follows:

	Templeton Foreign Fund	Templeton World Fund
Class A	0.25%	0.25%
Class C	1.00%	1.00%
Class R	0.50%	—%

d. Sales Charges/Underwriting Agreements

Front-end sales charges and contingent deferred sales charges (CDSC) do not represent expenses of the Funds. These charges are deducted from the proceeds of sales of fund shares prior to investment or from redemption proceeds prior to remittance, as applicable. Distributors has advised the Funds of the following commission transactions related to the sales and redemptions of the Funds' shares for the year:

	Templeton Foreign Fund	Templeton World Fund
Sales charges retained net of commissions paid to unaffiliated brokers/dealers	\$39,044	\$35,007
CDSC retained	\$4,327	\$512

e. Transfer Agent Fees

Each class of shares pays transfer agent fees, calculated monthly and paid monthly, to Investor Services for its performance of shareholder servicing obligations. Effective October 1, 2023, the fees are based on a fixed margin earned by Investor Services and are allocated to the Funds based upon relative assets and relative transactions. Prior to October 1, 2023, the fees were based on an annualized asset based fee of 0.016% plus a transaction based fee. In addition, each class reimburses Investor Services for out of pocket expenses incurred and, except for Class R6, reimburses shareholder servicing fees paid to third

3. Transactions with Affiliates (continued)

e. Transfer Agent Fees (continued)

parties. These fees paid to third parties are accrued and allocated daily based upon their relative proportion of such classes' aggregate net assets. Class R6 pays Investor Services transfer agent fees allocated specifically to that class based upon its relative assets and relative transactions.

For the year ended August 31, 2024, the Funds paid transfer agent fees as noted in the Statements of Operations of which the following amounts were retained by Investor Services:

	Templeton Foreign Fund	Templeton World Fund
Transfer agent fees	\$1,046,171	\$620,501

f. Investments in Affiliated Management Investment Companies

Certain or all Funds invest in one or more affiliated management investment companies. As defined in the 1940 Act, an investment is deemed to be a "Controlled Affiliate" of a fund when a fund owns, either directly or indirectly, 25% or more of the affiliated fund's outstanding shares or has the power to exercise control over management or policies of such fund. The Funds do not invest for purposes of exercising a controlling influence over the management or policies. Management fees paid by the Funds are waived on assets invested in the affiliated management investment companies, as noted in the Statements of Operations, in an amount not to exceed the management and administrative fees paid directly or indirectly by each affiliate. During the year ended August 31, 2024, investments in affiliated management investment companies were as follows:

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Investment Income
Templeton Foreign Fund								
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 4.982%	\$—	\$270,682,706	\$(270,682,706)	\$—	\$—	\$—	—	\$441,914
Total Affiliated Securities . . .	\$—	\$270,682,706	\$(270,682,706)	\$—	\$—	\$—		\$441,914
Templeton World Fund								
Non-Controlled Affiliates								
								Income from securities loaned
Institutional Fiduciary Trust - Money Market Portfolio, 4.982%	\$—	\$585,625	\$(585,625)	\$—	\$—	\$—	—	\$528
Total Affiliated Securities . . .	\$—	\$585,625	\$(585,625)	\$—	\$—	\$—		\$528

3. Transactions with Affiliates (continued)

g. Waiver and Expense Reimbursements

Global Advisors has contractually agreed in advance to waive or limit its fees and to assume as its own expense certain expenses otherwise payable by Templeton Foreign Fund so that the operating expenses (excluding distribution fees, acquired fund fees and expenses and certain non-routine expenses or costs, including those relating to litigation, indemnification, reorganizations, and liquidations) for each class of the Fund do not exceed 0.85%, and for R6 do not exceed 0.74%, based on the average net assets of each class until December 31, 2024. Total expenses waived or paid are not subject to recapture subsequent to the Fund's fiscal year end.

Transfer agent fees on Class R6 shares of the Funds have been capped so that transfer agent fees for that class do not exceed 0.03% based on the average net assets of the class until December 31, 2024.

4. Income Taxes

For tax purposes, capital losses may be carried over to offset future capital gains.

At August 31, 2024, the capital loss carryforwards were as follows:

	Templeton Foreign Fund	Templeton World Fund
Capital loss carryforwards not subject to expiration:		
Long term	\$202,633,791	\$—

During the year ended August 31, 2024, the utilized capital loss carryforwards were as follows:

	Templeton Foreign Fund	Templeton World Fund
Capital loss utilized carryforwards	\$79,489,532	\$—

The tax character of distributions paid during the years ended August 31, 2024 and 2023, was as follows:

	Templeton Foreign Fund		Templeton World Fund	
	2024	2023	2024	2023
Distributions paid from:				
Ordinary income	\$68,467,047	\$32,371,178	\$16,054,811	\$8,841,707
Long term capital gain	—	—	—	24,929,226
	\$68,467,047	\$32,371,178	\$16,054,811	\$33,770,933

At August 31, 2024, the cost of investments, net unrealized appreciation (depreciation), undistributed ordinary income and undistributed long term capital gains for income tax purposes were as follows:

4. Income Taxes (continued)

	Templeton Foreign Fund	Templeton World Fund
Cost of investments	\$2,393,461,747	\$2,008,020,045
Unrealized appreciation.	\$689,858,122	\$732,116,641
Unrealized depreciation.	(299,619,578)	(11,673,555)
Net unrealized appreciation (depreciation).	\$390,238,544	\$720,443,086
Distributable earnings:		
Undistributed ordinary income.	\$54,268,541	\$180,194
Undistributed long term capital gains.	—	77,338,735
Total distributable earnings	\$54,268,541	\$77,518,929

Differences between income and/or capital gains as determined on a book basis and a tax basis are primarily due to differing treatments of wash sales, passive foreign investment company shares and corporate actions.

5. Investment Transactions

Purchases and sales of investments (excluding short term securities) for the year ended August 31, 2024, were as follows:

	Templeton Foreign Fund	Templeton World Fund
Purchases	\$1,079,133,149	\$1,315,793,026
Sales	\$1,131,967,150	\$1,629,960,431

6. Concentration of Risk

Investing in foreign securities may include certain risks and considerations not typically associated with investing in U.S. securities, such as fluctuating currency values and changing local, regional and global economic, political and social conditions, which may result in greater market volatility. Political and financial uncertainty in many foreign regions may increase market volatility and the economic risk of investing in foreign securities. In addition, certain foreign securities may not be as liquid as U.S. securities.

Certain investments in Chinese companies are made through a special structure known as a VIE. In a VIE structure, foreign investors, such as Templeton Foreign Fund, will only own stock in a shell company rather than directly in the VIE, which must be owned by Chinese nationals (and/or Chinese companies) to obtain the licenses and/or assets required to operate in a restricted or prohibited sector in China. The value of the shell company is derived from its ability to consolidate the VIE into its financials pursuant to contractual arrangements that allow the shell company to exert a degree of control over, and obtain economic benefits arising from, the VIE without formal legal ownership. While VIEs are a longstanding industry practice and are well known by Chinese officials and regulators, the structure historically has not been formally recognized under Chinese law and it is uncertain whether Chinese officials or regulators will withdraw their implicit acceptance of the structure. It is also uncertain whether the contractual arrangements, which may be subject to conflicts of interest between the legal owners of the VIE and foreign investors, would be enforced by Chinese courts or arbitration bodies. Prohibitions of these structures by the Chinese government, or the inability to enforce such contracts, from which the shell company derives its value, would likely cause the VIE-structured holding(s) to suffer significant, detrimental, and possibly permanent losses, and in turn, adversely affect the Fund's returns and net asset value.

7. Credit Facility

The Funds, together with other U.S. registered and foreign investment funds (collectively, Borrowers), managed by Franklin Templeton, are borrowers in a joint syndicated senior unsecured credit facility totaling \$2.675 billion (Global Credit Facility) which matures on January 31, 2025. This Global Credit Facility provides a source of funds to the Borrowers for temporary and emergency purposes, including the ability to meet future unanticipated or unusually large redemption requests.

Under the terms of the Global Credit Facility, the Funds shall, in addition to interest charged on any borrowings made by the Funds and other costs incurred by the Funds, pay their share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon their relative share of the aggregate net assets of all of the Borrowers, including an annual commitment fee of 0.15% based upon the unused portion of the Global Credit Facility. These fees are reflected in other expenses in the Statements of Operations. During the year ended August 31, 2024, the Funds did not use the Global Credit Facility.

8. Fair Value Measurements

The Funds follow a fair value hierarchy that distinguishes between market data obtained from independent sources (observable inputs) and the Funds' own market assumptions (unobservable inputs). These inputs are used in determining the value of the Funds' financial instruments and are summarized in the following fair value hierarchy:

- Level 1 – quoted prices in active markets for identical financial instruments
- Level 2 – other significant observable inputs (including quoted prices for similar financial instruments, interest rates, prepayment speed, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Funds' own assumptions in determining the fair value of financial instruments)

The input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level.

A summary of inputs used as of August 31, 2024, in valuing the Funds' assets carried at fair value, is as follows:

	Level 1	Level 2	Level 3	Total
Templeton Foreign Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
China	\$—	\$150,803,513	\$—	\$150,803,513
Denmark	—	91,998,706	—	91,998,706
France	—	283,287,119	—	283,287,119
Germany	—	132,226,491	—	132,226,491
Hong Kong	—	88,052,604	—	88,052,604
India	—	53,299,849	—	53,299,849
Japan	—	115,280,117	—	115,280,117
Netherlands	—	107,573,998	—	107,573,998
Portugal	—	26,637,318	—	26,637,318
Singapore	—	29,922,355	—	29,922,355
South Korea	—	273,310,177	—	273,310,177
Spain	—	19,350,070	—	19,350,070
Sweden	—	71,638,453	—	71,638,453
Switzerland	—	47,660,792	—	47,660,792
Taiwan	—	109,492,129	—	109,492,129
United Kingdom	—	513,294,644	—	513,294,644

8. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Templeton Foreign Fund (continued)				
Assets: (continued)				
Investments in Securities:				
Common Stocks:				
United States	\$243,804,706	\$375,267,250	\$—	\$619,071,956
Short Term Investments	—	50,800,000	—	50,800,000
Total Investments in Securities	\$243,804,706	\$2,539,895,585 ^a	\$—	\$2,783,700,291
Templeton World Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
France	—	99,982,102	—	99,982,102
Germany	—	115,431,933	—	115,431,933
India	—	153,604,547	—	153,604,547
Japan	—	80,023,697	—	80,023,697
Switzerland	—	74,599,090	—	74,599,090
Taiwan	—	94,132,183	—	94,132,183
United Kingdom	—	227,844,322	—	227,844,322
United States	1,811,643,147	44,102,110	—	1,855,745,257
Short Term Investments	—	27,100,000	—	27,100,000
Total Investments in Securities	\$1,811,643,147	\$916,819,984 ^b	\$—	\$2,728,463,131

^aIncludes foreign securities valued at \$2,489,095,585, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^bIncludes foreign securities valued at \$889,719,984, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

9. Subsequent Events

The Funds have evaluated subsequent events through the issuance of the financial statements and determined that no events have occurred that require disclosure.

Abbreviations

Currency

GBP	British Pound
HKD	Hong Kong Dollar

Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Templeton Funds and Shareholders of Templeton World Fund and Templeton Foreign Fund

Opinions on the Financial Statements

We have audited the accompanying statements of assets and liabilities, including the schedules of investments, of Templeton World Fund and Templeton Foreign Fund (constituting Templeton Funds, hereafter collectively referred to as the "Funds") as of August 31, 2024, the related statements of operations for the year ended August 31, 2024, the statements of changes in net assets for each of the two years in the period ended August 31, 2024, including the related notes, and the financial highlights for each of the five years in the period ended August 31, 2024 (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds as of August 31, 2024, the results of each of their operations for the year then ended, the changes in each of their net assets for each of the two years in the period ended August 31, 2024 and each of the financial highlights for each of the five years in the period ended August 31, 2024 in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinions

These financial statements are the responsibility of the Funds' management. Our responsibility is to express an opinion on the Funds' financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Funds in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of August 31, 2024 by correspondence with the custodian and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinions.

/s/PricewaterhouseCoopers LLP

San Francisco, California
October 22, 2024

We have served as the auditor of one or more investment companies in the Franklin Templeton Group of Funds since 1948.

Tax Information (unaudited)

By mid-February, tax information related to a shareholder's proportionate share of distributions paid during the preceding calendar year will be received, if applicable. Please also refer to www.franklintempleton.com for per share tax information related to any distributions paid during the preceding calendar year. Shareholders are advised to consult with their tax advisors for further information on the treatment of these amounts on their tax returns.

The following tax information for the Fund is required to be furnished to shareholders with respect to income earned and distributions paid during its fiscal year.

The Fund hereby reports the following amounts, or if subsequently determined to be different, the maximum allowable amounts, for the fiscal year ended August 31, 2024:

	Pursuant to:	Templeton Foreign Fund	Templeton World Fund
Long-Term Capital Gain Dividends Distributed	§852(b)(3)(C)	\$—	\$2,086,750
Income Eligible for Dividends Received Deduction (DRD)	§854(b)(1)(A)	\$1,152,940	\$12,784,418
Qualified Dividend Income Earned (QDI)	§854(b)(1)(B)	\$80,703,573	\$23,769,092
Section 163(j) Interest Dividends Earned	§163(j)	\$5,866,354	\$158,725

Under Section 853 of the Internal Revenue Code, the Funds below intend to elect to pass through to their shareholders the following amounts, or amounts as finally determined, of foreign taxes paid and foreign source income earned by the Funds during the fiscal year ended August 31, 2024:

	Templeton Foreign Fund	Templeton World Fund
Foreign Taxes Paid	\$3,570,348	\$—
Foreign Source Income Earned	\$62,251,422	\$—

Changes In and Disagreements with Accountants

For the period covered by this report

Not applicable.

Results of Meeting(s) of Shareholders

For the period covered by this report

Not applicable.

Remuneration Paid to Directors, Officers and Others

For the period covered by this report

Refer to the financial statements included herein.

Board Approval of Management and Subadvisory Agreements

For the period covered by this report

TEMPLETON FUNDS

**Templeton Foreign Fund
Templeton International Climate Change Fund
Templeton World Fund
(Fund)**

At an in-person meeting held on May 22, 2024 (Meeting), the Board of Trustees (Board) of Templeton Funds (Trust), including a majority of the trustees who are not “interested persons” as defined in the Investment Company Act of 1940 (Independent Trustees), reviewed and approved the continuance of (i) the investment management agreement between Templeton Global Advisors Limited (TGAL) and the Trust, on behalf of each of Templeton Foreign Fund and Templeton World Fund; (ii) the investment management agreement between Franklin Templeton Investments Corp. (FTIC) and the Trust, on behalf of Templeton International Climate Change Fund; (iii) the investment sub-advisory agreement between FTIC and Franklin Templeton Investment Management Limited (FTIML), an affiliate of FTIC, on behalf of Templeton International Climate Change Fund; and (iv) the investment sub-advisory agreement between FTIC and TGAL, an affiliate of FTIC, on behalf of Templeton International Climate Change Fund (each a Management Agreement) for an additional one-year period, noting the pending liquidation of the Templeton International Climate Change Fund. The Independent Trustees received advice from and met separately with Independent Trustee counsel in considering whether to approve the continuation of each Management Agreement. TGAL, FTIC and FTIML are each referred to herein as a Manager.

In considering the continuation of each Management Agreement, the Board reviewed and considered information provided by each Manager at the Meeting and throughout the year at meetings of the Board and its committees. The Board also reviewed and considered information provided in response to a detailed set of requests for information submitted to the Managers by Independent Trustee counsel on behalf of the Independent Trustees in connection with the annual contract renewal process. In addition, prior to the Meeting, the Independent Trustees held a virtual contract renewal meeting at which the Independent Trustees first conferred amongst themselves and Independent Trustee counsel about contract renewal matters, and then met with management to request additional information that the Independent Trustees reviewed and considered prior to and at the Meeting. The Board reviewed and considered all of the factors it deemed relevant in approving the continuance of

each Management Agreement, including, but not limited to: (i) the nature, extent and quality of the services provided by each Manager; (ii) the investment performance of each Fund; (iii) the costs of the services provided and profits realized by each Manager and its affiliates from the relationship with each Fund; (iv) the extent to which economies of scale are realized as each Fund grows; and (v) whether fee levels reflect these economies of scale for the benefit of Fund investors.

In approving the continuance of each Management Agreement, the Board, including a majority of the Independent Trustees, determined, through the exercise of its business judgment, that the terms of the Management Agreements are fair and reasonable and that the continuance of each Management Agreement is in the best interests of the applicable Fund and its shareholders. While attention was given to all information furnished, the following discusses some primary factors relevant to the Board's determination.

Nature, Extent and Quality of Services

The Board reviewed and considered information regarding the nature, extent and quality of investment management services provided by each Manager and its affiliates to the Funds and their shareholders. This information included, among other things, the qualifications, background and experience of the senior management and investment personnel of each Manager; as well as information on succession planning where appropriate; the structure of investment personnel compensation; oversight of third-party service providers; investment performance reports and related financial information for each Fund; reports on expenses and shareholder services; legal and compliance matters; risk controls; pricing and other services provided by each Manager and its affiliates; and management fees charged by each Manager and its affiliates to US funds and other accounts, including management's explanation of differences among accounts where relevant. The Board also reviewed and considered an annual report on payments made by Franklin Templeton (FT) or the Funds to financial intermediaries, as well as a memorandum relating to third-party servicing arrangements. The Board acknowledged the ongoing integration of the Putnam family of funds into the FT family of funds and management's continued development of strategies to address areas of heightened concern in the mutual fund industry, including various regulatory initiatives and continuing geopolitical concerns.

The Board also reviewed and considered the benefits provided to Fund shareholders of investing in a fund that is part of the FT family of funds. The Board noted the financial position of Franklin Resources, Inc. (FRI), the Managers' parent, and its commitment to the mutual fund business as evidenced by its continued reassessment of the fund offerings in response to FT acquisitions and the market environment, as well as project initiatives and capital investments relating to the services provided to the Funds by the FT organization. The Board specifically noted FT's commitment to technological innovation and advancement, including its initiative to create a new enterprise-wide artificial intelligence platform.

Following consideration of such information, the Board was satisfied with the nature, extent and quality of services provided by each Manager and its affiliates to the Funds and their shareholders.

Fund Performance

The Board reviewed and considered the performance results of each Fund over various time periods ended December 31, 2023. The Board considered the performance returns for each Fund in comparison to the performance returns of mutual funds deemed comparable to the Fund included in a universe (Performance Universe) selected by Broadridge Financial Solutions, Inc. (Broadridge), an independent provider of investment company data. The Board received a description of the methodology used by Broadridge to select the mutual funds included in a Performance Universe. The Board also reviewed and considered Fund performance reports provided and discussions that occurred with portfolio managers at Board meetings throughout the year. A summary of each Fund's performance results is below.

Templeton Foreign Fund - The Performance Universe for the Fund included the Fund and all retail and institutional international multi-cap value funds. The Board noted that the Fund's annualized total return for the one- and three-year periods was above the median of its Performance Universe, but for the five- and 10-year periods was below the median of its Performance Universe. The Board also noted that the Fund's annualized total return was positive for all periods with a one-year return of 19.95% that fell within the first quintile of the Fund's Performance Universe. The Board concluded that the Fund's performance was satisfactory.

Templeton International Climate Change Fund - The Performance Universe for the Fund included the Fund and all retail and institutional international multi-cap value funds. The Board noted that the Fund's annualized total return for the one- and five-year periods was above the median and in the first quintile (best) of its Performance Universe, but for the three-year period was below the median of its Performance Universe. The Board also noted that the Fund only had approximately \$3.81 million in assets under management as of December 31, 2023 and that management proposed and the Board approved at the Meeting the liquidation of the Fund on or about August 9, 2024. The Board concluded that the Fund's performance was satisfactory and that the Management Agreement should be continued to effectuate the liquidation of the Fund.

Templeton World Fund - The Performance Universe for the Fund included the Fund and all retail and institutional global multi-cap value funds. The Board noted that the Fund's annualized total return for the one-year period was above the median and in the first quintile (best performance) of its Performance Universe, but for the three-, five- and 10-year periods was below the median of its Performance Universe. The Board discussed this performance with management and management explained that, even though the Fund's peer group is comprised of multi-cap value funds, some funds within the Performance Universe are more skewed toward the growth style, which negatively impacted the Fund's relative returns during periods of outperformance of growth investing strategies over value investing strategies. Management further explained that the Fund had underweight positions to domestic securities during the one-, three- and five-year periods compared to its Performance Universe peers, which detracted from the Fund's relative performance as domestic securities have outperformed non-US securities in recent years. Management discussed with the Board the impact the timing of the transition of the Fund's strategy from core value to quality value had on Fund performance as it coincided with a market rotation away from quality-oriented stocks to more cyclical value stocks in the face of rising inflation, increased interest rates and tightened fiscal policy. Management further discussed its view that, despite the recent market environment, it believes the Fund's current portfolio positioning will positively impact the Fund's performance over the longer term. The Board noted that the Fund's annualized total return for the one-year period was 32.30%. The Board concluded that the Fund's performance was acceptable.

Comparative Fees and Expenses

The Board reviewed and considered information regarding each Fund's actual total expense ratio and its various components, including, as applicable, management fees; transfer agent expenses; underlying fund expenses; Rule 12b-1 and non-Rule 12b-1 service fees; and other non-management fees. The Board also noted the quarterly and annual reports it receives on all marketing support payments made by FT to financial intermediaries. The Board considered the actual total expense ratio and, separately, the contractual management fee rate, without the effect of fee waivers, if any (Management Rate) of each Fund in comparison to the median expense ratio and median Management Rate, respectively, of other mutual funds deemed comparable to and with a similar expense structure to the Fund selected by Broadridge (Expense Group). Broadridge fee and expense data is based upon information taken from each fund's most recent annual or semi-annual report, which reflects historical asset levels that may be quite different from those currently existing, particularly in a period of market volatility. While recognizing such inherent limitation and the fact that expense ratios and Management Rates generally increase as assets decline and decrease as assets grow, the Board believed the independent analysis conducted by Broadridge to be an appropriate measure of comparative fees and expenses. The Broadridge Management Rate includes administrative charges, and the actual total expense ratio, for comparative consistency, was shown for: (i) Class A shares for the Templeton World Fund and Templeton Foreign Fund and for each other fund in their applicable Expense Group and (ii) Advisor Class shares for the Templeton International Climate Change Fund and Class I and Institutional Class shares for certain other funds in the Expense Group with multiple classes of shares. The Board received a description of the methodology used by Broadridge to select the mutual funds included in an Expense Group.

Templeton Foreign Fund - The Expense Group for the Fund included the Fund, three other international multi-cap value funds, four international multi-cap core funds, and three international multi-cap growth funds. The Board noted that the Management Rate and actual total expense ratio for the Fund were below the medians and in the first quintile (least expensive) of its Expense Group. The Board also noted that the Fund's actual total expense ratio reflected an expense cap on operating expenses. The Board concluded that the Management Rate charged to the Fund is reasonable.

Templeton International Climate Change Fund - The Expense Group for the Fund included the Fund and 10 other international multi-cap value funds. The Board noted that the Management Rate for the Fund was below the median of its Expense Group and the actual total expense ratio for the Fund was equal to the median of its Expense Group. The Board further noted that the Fund's actual total expense ratio reflected an expense cap on operating expenses. The Board also noted that each of the Fund's Sub-Advisers is paid by FTIC out of the management fee FTIC receives from the Fund and that the allocation of the fee between FTIC and each Sub-Adviser reflected the services provided by each to the Fund. The Board concluded that the Management Rate charged to the Fund and the sub-advisory fee paid to each Sub-Adviser are reasonable.

Templeton World Fund - The Expense Group for the Fund included the Fund and nine other global multi-cap value funds. The Board noted that the Management Rate and actual total expense ratio for the Fund were below the medians of its Expense Group. The Board concluded that the Management Rate charged to the Fund is reasonable.

Profitability

The Board reviewed and considered information regarding the profits realized by each Manager and its affiliates in connection with the operation of each Fund. In this respect, the Board considered the Fund profitability analysis that addresses the overall profitability of FT's US fund business, as well as its profits in providing investment management and other services to each of the individual funds during the 12-month period ended September 30, 2023, being the most recent fiscal year-end for FRI. The Board noted that although management continually makes refinements to its methodologies used in calculating profitability in response to organizational and product-related changes, the overall methodology has remained consistent with that used in the Funds' profitability report presentations from prior years. The Board also noted that an independent registered public accounting firm has been engaged to periodically review and assess the allocation methodologies to be used solely by the Funds' Board with respect to the profitability analysis.

The Board noted management's belief that costs incurred in establishing the infrastructure necessary for the type of mutual fund operations conducted by each Manager and its affiliates may not be fully reflected in the expenses allocated to each Fund in determining its profitability, as well as the fact that the level of profits, to a certain extent, reflected operational cost savings and efficiencies initiated by management. As part of this evaluation, the Board considered management's outsourcing of certain operations, which effort has required considerable up-front expenditures by each Manager but, over the long run is expected to result in greater efficiencies. The Board also noted management's expenditures in improving shareholder services provided to the Funds, as well as the need to implement systems and meet additional regulatory and compliance requirements resulting from recent US Securities and Exchange Commission and other regulatory requirements.

The Board also considered the extent to which each Manager and its affiliates might derive ancillary benefits from fund operations, including revenues generated from transfer agent services, potential benefits resulting from personnel and systems enhancements necessitated by fund growth, as well as increased leverage with service providers and counterparties. Based upon its consideration of all these factors, the Board concluded that the level of profits realized by each Manager and its affiliates from providing services to each Fund was not excessive in view of the nature, extent and quality of services provided to each Fund.

Economies of Scale

The Board reviewed and considered the extent to which each Manager may realize economies of scale, if any, as each Fund grows larger and whether each Fund's management fee structure reflects any economies of scale for the benefit of shareholders. With respect to possible economies of scale, the Board noted the existence of management fee breakpoints, which operate generally to share any economies of scale with a Fund's shareholders by reducing the Fund's effective management fees as the Fund grows in size. The Board considered the Managers' view that any analyses of potential economies of scale in managing a particular fund are inherently limited in light of the joint and common costs and investments the Managers incur across the FT family of funds as a whole. The Board noted that Templeton Foreign Fund and Templeton World Fund had experienced a significant decrease in assets and would not be expected to demonstrate additional economies

of scale in the near term. The Board noted that Templeton International Climate Change Fund does not currently have an asset size that would likely enable the Fund to achieve economies of scale. The Board concluded that to the extent economies of scale may be realized by each Manager and its affiliates, each Fund's management fee structure provided a sharing of benefits with the Fund and its shareholders as the Fund grows.

Conclusion

Based on its review, consideration and evaluation of all factors it believed relevant, including the above-described factors and conclusions, the Board unanimously approved the continuation of each Management Agreement for an additional one-year period.

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