

**TEMPLETON GLOBAL  
GROWTH FUND LTD.**  
A.B.N. 44 006 558 149

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The Secretary  
Australian Securities Exchange Limited  
Exchange Centre  
Level 4  
20 Bridge Street  
Sydney NSW 2000

Dear Sirs,

**Report to Shareholders for the six months to 31 December 2014**

In accordance with the Australian Securities Exchange listing rules, attached please find the half year report to shareholders for the six months to 31 December 2014 comprising:

- ◆ Results for Announcement to the Market
- ◆ Directors' Report
- ◆ Financial Statements and notes thereto
- ◆ Auditor's Review Report
- ◆ List of Investments

Yours Faithfully,

Templeton Global Growth Fund Ltd.

A handwritten signature in blue ink, appearing to read "Rabie Abas", written in a cursive style.

**Rabie Abas**  
Company Secretary  
25 February 2015



## **Appendix 4D**

### **Templeton Global Growth Fund Ltd (“Company”)** **ABN 44 006 558 149**

#### **Half Year Report**

(provided to the ASX under listing Rule 4.2A.3)

#### **Reporting Period**

The financial information contained within this report pertains to the reporting period 1 July 2014 to 31 December 2014. Comparative information pertains to the previous corresponding period (“pcp”) 1 July 2013 to 31 December 2013. The information contained in this half year report should be read in conjunction with the annual financial report for the year ended 30 June 2014.

#### **Results for Announcement to the Market**

Revenue for the reporting period was \$2,987,394 (2013: \$2,090,301) an increase of \$879,093 (43%).

Net profit from ordinary activities after tax attributable to the members for the reporting period was \$1,004,291 (2013: \$428,549) an increase of \$575,742 (134%).

Net profit attributable to the members for the reporting period was \$1,004,291 (2013: \$428,549) an increase of \$575,742 (134%).

During the reporting period a 3.5 cent per share final dividend was declared and paid.

On 25 February 2015 the Directors determined that no interim dividend be declared.

**Additional Explanation:**

The Company reports realised and unrealised gains or losses on its investment portfolio, net of tax, in equity and discloses these movements as other comprehensive income in the statement of comprehensive income and not in the income statement. In the reporting period other comprehensive income was \$10,589,838 compared to income of \$25,865,287 in the pcg.

The increase in both Revenue and Net Profit can be partly attributed to the additional income resulting from the full effect of the Capital Raising undertaken in the fiscal year ending 30 June 2014, and a reduction in costs attributable to the new administrative arrangements which came into effect on 1 July 2014.

**Dividend Information**

A final dividend attributable to the 2014 financial year of 3.5 cents per share fully franked was declared and paid in the reporting period.

**Dividend Reinvestment**

The Company operates a dividend reinvestment plan (“DRP”). The current DRP offers shareholders the opportunity to reinvest part or all of their dividend payments at a discount of 2.5% to market price as determined under the DRP rules. In the reporting period 566,737 shares have been issued under the DRP at an issue price of \$1.3159 per share.

**Net Tangible Assets per Security**

During the reporting period the Company’s net tangible asset backing (“NTA”) before tax increased from 137 cents per share at 30 June 2014 to 142 cents per share at 31 December 2014. This increase is after the payment of a 3.5 cent per share dividend to shareholders in September 2014. The NTA at the end of the pcg was 142 cents per share.

**Investment Performance**

The Company’s investment portfolio returned 6.26% (net of expenses) whereas the MSCI All Country World Index (“index”) returned 13.39% over the six months to 31 December 2014. The Company’s portfolio underperformed the market in the period under review due primarily to its underweight position in US equities, as the investment manager pursued better value opportunities in other markets.

**On Market Share Buy-Back**

The Company had an on market share buy-back facility in place for the current reporting period. No shares were bought back during the period 1 July 2014 to 31 December 2014.

**Controlled Entities**

The Company at no time in the reporting period or in the pcg gained or lost control of any entity.

**Associates and Joint Ventures**

The Company at no time in the reporting period or in the pcg had any associate or joint venture relationships.

**Audit**

There are no items in dispute with the auditors and the review report on the half year financial report is not subject to qualification.

Templeton Global Growth Fund Ltd



Rabie Abas

Company Secretary

25 February 2015

## **TEMPLETON GLOBAL GROWTH FUND LTD A.B.N. 44 006 558 149**

### **DIRECTORS' REPORT FOR THE HALF YEAR ENDED 31 December 2014**

The Directors of Templeton Global Growth Fund Ltd ("Company") submit their report for the half year ended 31 December 2014 ("the reporting period").

#### **DIRECTORS**

The following persons were Directors of the Company during the whole of the half year and up to the date of this report:

JAMES A. (TONY) KILLEN, OAM, BA, FAIM, FAICD - Non-Executive Chairman  
GREGORY E. McGOWAN, JD – Non-Executive Director  
JENNIFER JOHNSON, BA (Economics) – Non-Executive Director  
JOANNE DAWSON, B.Comm, MBA, CA, CFP, MAICD – Non-Executive Director  
MARTIN F. WARWICK, CA, MBA, ACIS, AGIA, Bsc, MAICD – Non-Executive Director

MICHAEL J. O'BRIEN, CFA, FIAA, MAICD – Non-Executive Director was appointed on 27 August 2014 and continues in office at the date of this report.

#### **RESULTS AND REVIEW OF OPERATIONS**

The Company invests in a globally diversified portfolio of primarily international securities. The Company does not hedge the underlying currencies in which the portfolio is invested. The Company's operations did not change during the reporting period.

The key elements of this half year report are referred to below.

##### Revenue:

Revenue is represented by dividends from investments, interest income and other sundry receipts. In total, revenue for the reporting period was \$2,987,394 up from \$2,090,301 in the previous corresponding period ("pcp"). Dividend income for the reporting period was \$2,911,911 compared to \$1,998,251 in the pcp.

##### Profit after tax for the half year:

The profit after tax for the reporting period was \$1,004,291 compared to a profit after tax of \$428,549 in the pcp.

##### Other comprehensive income:

The after tax effect of realised and unrealised capital gains or losses are recorded directly to equity and disclosed in the statement of comprehensive income. In the reporting period \$10,589,838 of realised and unrealised capital gains (net of tax) were reported as other comprehensive income compared to realised and unrealised capital gains (net of tax) of \$25,865,287 in the pcp.

Net tangible asset backing per share (“NTA”):

The NTA increased from \$1.37 per share at 30 June 2014 to \$1.42 per share at 31 December 2014. This was after the payment of a 3.5 cent per share final dividend in September 2014.

The NTA over the previous five years has been:

As at 31 December	NTA cents per share	
	After Actual Tax*	After Estimated Tax**
2010	91	91
2011	83	83
2012	96	96
2013	142	139
30 June 2014	137	135
2014	142	138

\* “Actual Tax” is all Australian and Foreign income tax for which a liability has arisen.  
\*\* “Estimated Tax” is estimated tax if the company disposed of its total investment portfolio at its market value. However, TGG is a long term investor and does not intend to dispose of its total investment portfolio.

## INVESTMENT PERFORMANCE

The Company’s investment portfolio returned 6.26% (net of expenses) whereas the MSCI All Country World Index (“index”) returned 13.39% over the six months to 31 December 2014. The Company’s portfolio underperformed the market in the period under review due primarily to its underweight position in US equities, as the investment manager pursued better value opportunities in other markets.

## DIVIDENDS

On 27 August 2014 the Directors declared a final dividend in respect of the year ended 30 June 2014 of 3.5 cents per share fully franked which was paid from retained profits and net of tax current year realised capital gains. The dividend was paid to shareholders on 26 September 2014.

No interim dividend has been declared in respect of the half year to 31 December 2014 (31 December 2013: nil).

## CAPITAL RAISINGS

The Company has not undertaken any capital raising in the half year to 31 December 2014. However, a total of 566,737 additional shares at a cost of \$745,873 were allotted to shareholders registered in the Company’s dividend reinvestment plan in respect of the dividends paid on 26 September 2014.

## ON MARKET SHARE BUY-BACK

The on market share buy-back facility of the Company’s shares was maintained during the reporting period. Over the six month period to 31 December 2014 the company has bought back no shares (31 December 2013: nil).

## AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration given under Section 307C of the *Corporations Act 2001* forms part of the Directors' Report for the half year ended 31 December 2014.

Signed in accordance with a resolution of the Directors.



**J.A. (Tony) KILLEN**  
Chairman

Melbourne  
25 February 2015



### **Auditor's Independence Declaration**

As lead auditor for the review of Templeton Global Growth Fund Ltd for the half-year ended 31 December 2014, I declare that to the best of my knowledge and belief, there have been:

1. no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. no contraventions of any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink, appearing to read "JF Power".

JF Power  
Partner  
PricewaterhouseCoopers

Melbourne  
25 February 2015



**TEMPLETON GLOBAL GROWTH FUND LTD.****INCOME STATEMENT  
FOR THE HALF YEAR ENDED 31 DECEMBER 2014**

	Notes	6 months to 31 December 2014 \$	6 months to 31 December 2013 \$
Revenue	3	2,987,394	2,090,301
Investment expenses	4	(1,221,988)	(962,252)
Salaries and employee benefit expenses		(135,242)	(233,028)
Shareholder and regulatory costs		(121,984)	(103,027)
Other expenses		(74,088)	(175,909)
Profit before income tax		1,434,092	616,085
Income tax expense	5	(429,801)	(187,536)
<b>Profit after income tax for the half year</b>		<b>1,004,291</b>	<b>428,549</b>
<b>EARNINGS PER SHARE (cents)</b>			
Basic and diluted earnings per share		0.5	0.3
Dividend paid per share (cents)	7	3.5	2.5

The above income statement should be read in conjunction with the accompanying notes.

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2014**

	Notes	As at 31 December 2014 \$	As at 30 June 2014 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	5,833,927	8,203,007
Receivables		559,602	3,316,203
Total current assets		<u>6,393,529</u>	<u>11,519,210</u>
<b>NON-CURRENT ASSETS</b>			
Investments		<u>276,142,434</u>	<u>263,934,079</u>
Total non-current assets		<u>276,142,434</u>	<u>263,934,079</u>
<b>Total assets</b>		<u>282,535,963</u>	<u>275,453,289</u>
<b>CURRENT LIABILITIES</b>			
Payables		340,721	2,545,795
Provisions		-	116,209
Current tax liabilities		144,796	639,796
Total current liabilities		<u>485,517</u>	<u>3,301,800</u>
<b>NON-CURRENT LIABILITIES</b>			
Deferred tax liability		<u>8,285,638</u>	<u>3,781,965</u>
Total non-current liabilities		<u>8,285,638</u>	<u>3,781,965</u>
<b>Total liabilities</b>		<u>8,771,155</u>	<u>7,083,765</u>
<b>NET ASSETS</b>		<u>273,764,808</u>	<u>268,369,524</u>
<b>EQUITY</b>			
Contributed equity	8	251,937,020	251,191,147
Reserves		17,286,180	12,946,588
Retained profits		<u>4,541,608</u>	<u>4,231,789</u>
<b>TOTAL EQUITY</b>		<u>273,764,808</u>	<u>268,369,524</u>

The above balance sheet should be read in conjunction with the accompanying notes.

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED 31 DECEMBER 2014**

	<b>6 months to 31 December 2014</b>	<b>6 months to 31 December 2013</b>
	\$	\$
Profit for the half year	1,004,291	428,549
<b>Other comprehensive income</b>		
Revaluation of investments	7,032,961	33,297,825
Deferred tax expense on above	(2,109,888)	(9,989,348)
Gains on investments realised during the period	8,095,379	3,652,586
Income tax expense on above	<u>(2,428,614)</u>	<u>(1,095,776)</u>
<b>Total Other Comprehensive Income*</b>	<u>10,589,838</u>	<u>25,865,287</u>
<b>Total Comprehensive Income</b>	<u>11,594,129</u>	<u>26,293,836</u>

\* None of the items included in other comprehensive income will be recycled through the income statement.

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

**STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF YEAR ENDED 31 DECEMBER 2014**

	<i>Issued Capital \$</i>	<i>Retained Profits \$</i>	<i>Investment Revaluation Reserve \$</i>	<i>Investment Realisation Reserve \$</i>	<i>Total Equity \$</i>
<b>At 1 July 2014</b>	251,191,147	4,231,789	24,296,069	(11,349,481)	268,369,524
<b>Profit after tax</b>	-	1,004,291	-	-	1,004,291
<b>Other comprehensive income</b>					
Net unrealised gains for the period on investments held at 31 December 2014	-	-	10,589,838	-	10,589,838
Net gains on securities realised during the period	-	-	(5,666,765)	5,666,765	-
<b>Other comprehensive income for the period</b>	-	-	4,923,073	5,666,765	10,589,838
<i>Transactions with members as members</i>					
Dividends Paid	-	(694,472)	-	(6,250,246)	(6,944,718)
Shares issued – Dividend Reinvestment Plan	745,873	-	-	-	745,873
<b>At 31 December 2014</b>	251,937,020	4,541,608	29,219,142	(11,932,962)	273,764,808

The above statement of changes in equity should be read in conjunction with the accompanying notes.

**STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF YEAR ENDED 31 DECEMBER 2014 (Cont.)**

	<i>Issued Capital \$</i>	<i>Retained Profits \$</i>	<i>Investment Revaluation Reserve \$</i>	<i>Investment Realisation Reserve \$</i>	<i>Total Equity \$</i>
<b>At 1 July 2013</b>	183,220,010	2,167,085	6,707,803	(15,457,442)	176,637,456
<b>Profit after tax</b>	-	428,549	-	-	428,549
<b>Other comprehensive income</b>					
Net unrealised gains for the period on investments held at 31 December 2013	-	-	25,865,287	-	25,865,287
Net gains on securities realised during the period	-	-	(2,556,810)	2,556,810	-
<b>Other comprehensive income for the period</b>	-	-	23,308,477	2,556,810	25,865,287
<i>Transactions with members as members</i>					
Dividends Paid	-	(1,433,030)	-	(2,149,538)	(3,582,568)
Shares issued – Dividend Reinvestment Plan	632,536	-	-	-	632,536
<b>At 31 December 2013</b>	<u>183,852,546</u>	<u>1,162,604</u>	<u>30,016,280</u>	<u>(15,050,170)</u>	<u>199,981,260</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes.

**STATEMENT OF CASH FLOWS  
FOR THE HALF YEAR ENDED 31 DECEMBER 2014**

	<b>6 months to 31 December 2014 \$ Inflows/(Outflows)</b>	<b>6 months to 31 December 2013 \$ Inflows/(Outflows)</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Dividends	2,889,350	1,951,572
Interest received	51,316	54,373
Custodian fees paid	(16,293)	(10,737)
Investment manager's fees paid	(1,287,828)	(1,169,383)
Goods and services tax refunded	115,255	62,751
Income taxes paid	(824,824)	(149,276)
Administrative, regulatory, legal and other payments in the normal course of operations	(371,458)	(483,105)
<b>Net cash inflow from operating activities</b>	<u>555,518</u>	<u>256,195</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Cash paid for purchase of listed shares	(31,583,759)	(14,227,688)
Proceeds received from realisation of listed shares	34,800,708	14,980,529
<b>Net cash inflow from investing activities</b>	<u>3,216,949</u>	<u>752,841</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid (net)	(6,198,845)	(2,950,033)
<b>Net cash outflow from financing activities</b>	<u>(6,198,845)</u>	<u>(2,950,033)</u>
Net increase in cash and cash equivalents	(2,426,378)	(1,940,997)
Cash and cash equivalents at the beginning of the half year	8,203,007	4,290,991
Effects of exchange rate changes on cash and cash equivalents	57,298	9,114
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE HALF YEAR</b>	<u>5,833,927</u>	<u>2,359,108</u>

The above cash flows statement should be read in conjunction with the accompanying notes.

## **NOTES TO AND FORMING PART OF THE HALF YEAR FINANCIAL REPORT 31 DECEMBER 2014**

### **1. CORPORATE INFORMATION**

The financial report of Templeton Global Growth Fund Ltd (“the Company”) for the half year ended 31 December 2014 was authorised for issue in accordance with a resolution of the Directors on 25 February 2015.

The Company is a company incorporated in Australia and limited by shares, which are publicly traded on the Australian Securities Exchange.

The nature of operations and principal activities of the Company are described in Note 9.

### **2 BASIS OF PREPARATION AND ACCOUNTING POLICIES**

This interim financial report for the half year reporting period ended 31 December 2014 has been prepared in accordance with the requirements of the AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. The half year financial report has been prepared on a historical cost basis except for financial assets which have been measured at fair value through other comprehensive income.

The half year financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2014 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

The financial report is presented in Australian dollars.

For the purpose of preparing the half year financial report, the half year has been treated as a discrete reporting period.

#### *Compliance with IFRS*

The financial report complies with Australian Accounting Standards applicable to interim reporting as issued by the Australian Accounting Standards Board and International Financial Reporting Standards (“IFRS”) applicable to interim reporting as issued by the International Accounting Standards Board.

### 3. REVENUE

	<b>6 months to 31 December 2014 \$</b>	<b>6 months to 31 December 2013 \$</b>
Dividends	2,911,911	1,998,251
Interest	39,476	51,151
Net foreign currency gains	34,391	40,025
Other income	1,616	874
Total revenue	<u>2,987,394</u>	<u>2,090,301</u>

### 4. INVESTMENT EXPENSES

	<b>6 months to 31 December 2014 \$</b>	<b>6 months to 31 December 2013 \$</b>
Investment management fees	1,201,770	945,451
Custodian fees	20,218	16,801
Total investment expenses	<u>1,221,988</u>	<u>962,252</u>

### 5. INCOME TAX EXPENSE

The major components of income tax expense for the half year ended 31 December 2014 and 31 December 2013 are:

<b>Income Statement</b>	<b>6 months to 31 December 2014 \$</b>	<b>6 months to 31 December 2013 \$</b>
<i>Current income tax</i>		
Current income tax charge	430,227	184,952
<i>Deferred income tax</i>		
Relating to originating and reversal of temporary differences	(426)	2,584
Income tax reported in the income statement	<u>429,801</u>	<u>187,536</u>



## 6. CASH AND CASH EQUIVALENTS

For the purpose of the half year cash flow statement, cash and cash equivalents are comprised of the following:

	<b>31 December 2014</b>	<b>30 June 2014</b>
	\$	\$
Cash at bank	5,833,927	8,203,007

## 7. DIVIDENDS PAID OR PROPOSED

	<b>6 months to 31 December 2014</b>	<b>6 months to 31 December 2013</b>
	\$	\$
<b>Equity dividends on ordinary shares:</b>		
(a) Dividends declared and paid during the half year:		
Final franked dividend for the financial year 30 June 2014:		
3.5 cents per share (2013: 2.5 cents per share)	6,944,718	3,582,568
(b) Dividends proposed and not yet recognised as a liability:		
Interim franked dividend for financial year 30 June 2015: 0.0 cents per share. (2014: 0.0 cents per share)	-	-

## 8. CONTRIBUTED EQUITY

	<b>31 December 2014</b>	<b>30 June 2014</b>
	\$	\$
<b>(a) Issued and paid-up capital</b>		
Ordinary shares fully paid	251,937,020	251,191,147
	<b>Number</b>	<b>\$</b>
<b>(b) Movements in shares on issue</b>		
At 1 July 2014	198,420,359	251,191,147
Shares issued under dividend reinvestment	566,737	745,873
At 31 December 2014	198,987,096	251,937,020

### **(c) Terms and conditions of contributed capital**

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of (and amounts paid up on) shares held.

Ordinary shares entitle their holders to one vote, either in person or by proxy, at a meeting of the Company.

## 9. SEGMENT INFORMATION

### (a) *Operating segment*

The Company is domiciled and incorporated in Australia. The Company has a single operating segment which is the business of investing in and managing a worldwide portfolio of investments listed on international stock exchanges.

### (b) *Segment reporting*

The Company reports net profit (or loss) after tax. This excludes the impact of realised and unrealised gains or losses in the value of investments.

	<b>6 months to 31 December 2014 \$</b>	<b>6 months to 31 December 2013 \$</b>
Profit after income tax	1,004,291	428,549

The Company also reports the net asset value per share both before and after provision for deferred tax on realised and unrealised gains or losses in the value of the Company's investment portfolio.

	<b>31 December 2014 cents</b>	<b>30 June 2014 cents</b>
<b>Net tangible asset backing per share</b>		
After actual tax	142	137
After estimated tax	138	135

### (c) *Other segment information*

#### **Segment revenue**

Revenue from external parties are derived from the receipt of dividend, distribution and interest income.

The Company is domiciled in Australia and all of the Company's dividend and distribution income is from entities which maintain a listing on a stock exchange. The Company has a diversified portfolio of investments.

**9. SEGMENT INFORMATION (cont.)**(c) *Other segment information (cont.)***Segment revenue (cont.)**

Dividend revenue by geographic location:

	6 months to 31 December 2014 \$	6 months to 31 December 2013 \$
<b>Country</b>		
Australia	-	4,779
Brazil	28,116	13,719
Canada	31,930	26,686
France	116,862	145,293
Germany	-	46,531
Hong Kong	34,767	19,974
Ireland	25,782	34,675
Israel	38,882	6,096
Italy	93,385	74,321
Japan	213,229	171,762
Netherlands	63,218	67,713
Russia	212,609	27,538
Singapore	146,660	106,090
South Korea	161,804	12,634
Spain	-	51,554
Switzerland	-	10,427
Taiwan	(6,262)*	-
Thailand	18,168	-
United Kingdom	957,762	322,410
United States of America	<u>774,999</u>	<u>856,049</u>
<b>Total</b>	<b>2,911,911</b>	<b>1,998,251</b>

\*This amount represents dividend withholding tax written off in Taiwan which was deemed irrecoverable

**10. FAIR VALUE OF FINANCIAL INSTRUMENTS**

The following table shows financial instruments recorded at fair value, analysed between those whose fair value is based on quoted market prices ("Level 1"), those involving valuation techniques where all the model inputs are observable in the market ("Level 2") and those where the valuation technique involves the use of non-market observable inputs ("Level 3"). All of the Company's financial assets are investments in listed securities (Level 1). The Company has no financial liabilities.

## 10. FAIR VALUE OF FINANCIAL INSTRUMENTS (cont.)

	31 December 2014		30 June 2014	
	Level 1	Total	Level 1	Total
Financial assets at fair value through other comprehensive income				
Listed equity securities	276,142,434	276,142,434	263,934,079	263,934,079
Total	276,142,434	276,142,434	263,934,079	263,934,079

There were no transfers between levels during the period. The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

The level in which instruments are classified in the hierarchy is based on the lowest level input that is significant to the fair value measurement in its entirety.

The fair value of listed equity is based on quoted market bid prices at the reporting date, without any deduction for transaction costs. These instruments are included in level 1.

### Other disclosures – Investment portfolio

The Company's portfolio of investments has, since the Company's inception, consisted of securities chosen primarily on the basis of their long term appreciation potential. The Company is a long term holder of investments. Accordingly each investment within the portfolio of investments on adoption of AASB 9 was designated to be measured at fair value through other comprehensive income.

The value of investments realised in the normal course of the Company's business as a Listed Investment Company during the half year was \$32,291,569 (2013: \$14,999,589). The cumulative gain on these realised investments after tax was \$5,666,765 (2013: \$2,556,810) which has been transferred from the investment revaluation reserve to the investment realisation reserve (refer to the statement of changes in equity).

## 11. CONTINGENT ASSETS AND LIABILITIES

Since the last annual reporting date, there has been no material change of any contingent liabilities or contingent assets.

## 12. EVENTS AFTER THE BALANCE SHEET DATE

On 25 February 2015 the Directors determined not to pay an interim dividend on ordinary shares in respect of the December 2014 half year.

## **DIRECTORS' DECLARATION**

In accordance with a resolution of the Directors of Templeton Global Growth Fund Ltd ("the Company"), I state that:

In the Directors' opinion:

- (a) the financial statements and notes of the Company are in accordance with the *Corporations Act 2001*, including:
  - (i) giving a true and fair view of the Company's financial position as at 31 December 2014 and of its performance for the half year ended on that date; and
  - (ii) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements, and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board.



**J.A. (Tony) Killen**  
Chairman

Melbourne, 25 February 2015



## **Independent auditor's review report to the members of Templeton Global Growth Fund Ltd**

### **Report on the Half-Year Financial Report**

We have reviewed the accompanying half-year financial report of Templeton Global Growth Fund Ltd (the Company), which comprises the balance sheet as at 31 December 2014, the income statement, statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, selected explanatory notes and the directors' declaration.

#### **Directors' responsibility for the half-year financial report**

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement whether due to fraud or error.

#### **Auditor's responsibility**

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Australian Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the entity's financial position as at 31 December 2014 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Templeton Global Growth Fund Ltd, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### **Independence**

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.



## Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Templeton Global Growth Fund Ltd is not in accordance with the *Corporations Act 2001* including:

1. giving a true and fair view of the entity's financial position as at 31 December 2014 and of its performance for the half-year ended on that date;
2. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A handwritten signature in black ink, appearing to read 'Brian Chouh'.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read 'JF Power'.

JF Power  
Partner

Melbourne  
25 February 2015

**LIST OF INVESTMENTS AS AT 31 DECEMBER 2014 (Unaudited)**

(Note: Certain investments which are dual listed have been treated as if listed in their home countries.)

	<b>Shares/Units Held</b>	<b>AUD Value</b>	<b>% of Total</b>
<b>BELGIUM</b>			
KBC Groep Nv	25,160	1,727,324	0.63
		<u>1,727,324</u>	
<b>BRAZIL</b>			
Petrobras SA Adr	137,798	1,276,360	0.93
BM & F Bovespa Sa	286,600	1,296,416	
		<u>2,572,776</u>	
<b>CANADA</b>			
Suncor Energy Inc	61,700	2,400,682	0.87
		<u>2,400,682</u>	
<b>CHINA</b>			
China Merchants Holdings	663,123	2,722,007	3.77
China Mobile Ltd	64,330	919,408	
China Telecom Corp. Ltd.	6,514,000	4,618,998	
CSR Corp Ltd	454,300	745,930	
Kunlun Energy Co Ltd	1,204,000	1,392,548	
		<u>10,398,891</u>	
<b>FRANCE</b>			
AXA SA	128,838	3,658,666	9.85
BNP Paribas Sa	46,137	3,356,781	
CIE De Saint Gobain	54,178	2,822,280	
Credit Agricole	212,494	3,380,831	
Michelin Sa	16,441	1,825,957	
Orange Sa	113,623	2,377,317	
Sanofi	42,616	4,757,558	
Technip Sa	30,420	2,222,708	
Total Sa	44,670	2,808,165	
		<u>27,210,263</u>	



	<b>Shares/Units Held</b>	<b>AUD Value</b>	<b>% of Total</b>
<b>GERMANY</b>			
Deutsche Boerse Ag	27,090	2,368,944	
Deutsche Lufthansa Ag	135,680	2,780,632	
Draegerwerk Ag	13,900	1,729,140	
Merck KGAA	30,740	3,559,472	
SAP Ag	23,440	2,020,994	
Siemens Ag	13,870	1,926,805	
		<u>14,385,987</u>	5.21
<b>HONG KONG</b>			
NewOcean Energy Holdings Ltd	2,394,000	1,124,159	
		<u>1,124,159</u>	0.41
<b>IRELAND</b>			
CRH Plc	99,402	2,924,176	
		<u>2,924,176</u>	1.06
<b>ISRAEL</b>			
Teva Pharmaceuticals Ltd	53,210	3,738,712	
		<u>3,738,712</u>	1.35
<b>ITALY</b>			
Eni Spa	116,123	2,491,438	
Saipem Spa	43,270	560,154	
Unicredit Spa	374,657	2,955,512	
		<u>6,007,104</u>	2.18
<b>JAPAN</b>			
Itochu Corp	139,300	1,834,313	
Keihin Corp	79,900	1,460,114	
Nikon Corp	81,700	1,333,965	
Nissan Motor Co Ltd	370,500	3,987,603	
Suntory Beverages and Food Co Ltd	77,300	3,285,303	
Toyota Motor Corp	46,900	3,612,764	
Tsumura & Co	54,100	1,475,514	
Unipres Corp	89,400	1,804,108	
		<u>18,793,684</u>	6.81

	<b>Shares/Units Held</b>	<b>AUD Value</b>	<b>% of Total</b>
<b>NETHERLANDS</b>			
Aegon Nv	183,200	1,694,676	
Akzo Nobel Nv	39,727	3,380,026	
ING Groep Nv	158,665	2,540,821	
NN Group Nv	27,200	999,246	
Qiagen Nv	31,710	909,625	
SBM Offshore Nv	86,479	1,247,135	
TNT Express Nv	216,956	1,772,427	
		<u>12,543,956</u>	4.54
<b>NORWAY</b>			
Fred Olsen Energy Asa	70,110	774,731	
Telenor Asa	104,880	2,589,685	
		<u>3,364,416</u>	1.22
<b>RUSSIA</b>			
Lukoil Adr	23,471	1,098,478	
Mobile Telesystems Ojsc	90,538	794,358	
		<u>1,892,836</u>	0.69
<b>SINGAPORE</b>			
Singapore Telecommunications Ltd	751,000	2,700,951	
United Overseas Bank Ltd	115,893	2,618,396	
		<u>5,319,347</u>	1.93
<b>SOUTH KOREA</b>			
DGB Financial Group Inc	101,073	1,079,305	
Hana Financial Group Inc	27,847	990,678	
Hyundai Mobis Co Ltd	7,114	1,862,553	
KB Financial Group Inc	56,848	2,284,691	
Posco Adr	36,191	2,821,956	
Samsung Electronics Co. Ltd.	3,826	5,640,173	
		<u>14,679,356</u>	5.32

	Shares/Units Held	AUD Value	% of Total
<b>SPAIN</b>			
Telefonica Sa	103,801	1,826,472	0.66
		1,826,472	
<b>SWITZERLAND</b>			
Credit Suisse Group Ag	109,832	3,386,183	2.93
Roche Holdings Ag	14,200	4,711,481	
		8,097,664	
<b>SWEDEN</b>			
Getinge Ab	94,840	2,632,204	0.95
		2,632,204	
<b>THAILAND</b>			
Bangkok Bank Plc	269,000	1,928,300	0.70
		1,928,300	
<b>TURKEY</b>			
Turk Iletisim Hizmet	105,587	1,950,847	0.71
		1,950,847	
<b>UNITED KINGDOM</b>			
Aviva Plc	145,327	1,341,303	13.35
BAE Systems Plc	314,997	2,832,258	
Barclays Plc	667,138	3,094,581	
BP Plc	196,376	1,537,637	
Glaxosmithkline Plc	180,363	4,726,987	
HSBC Holdings Plc	351,325	4,091,108	
Kingfisher Plc	509,181	3,302,464	
Lloyds Banking Group Plc	1,156,240	1,670,132	
Marks & Spencer Group Plc	172,640	1,574,640	
Petrofrontier Corp	84,540	1,131,579	
Reed Elsevier Nv	90,738	2,659,910	
Royal Dutch Shell Plc	40,213	1,710,544	
Sky Plc	126,046	2,157,861	
Tesco Plc	789,531	2,842,448	
Vodafone Group Plc	518,756	2,200,213	
		36,873,665	

	<b>Shares/Units Held</b>	<b>AUD Value</b>	<b>% of Total</b>
<b>UNITED STATES</b>			
Actavis Plc	12,110	3,812,131	
Allegheny Technologies Inc	67,990	2,887,093	
American International Group Inc	43,980	3,010,105	
Amgen Inc	29,480	5,737,856	
Baker Hughes Inc	23,050	1,579,010	
Bank of New York Mellon	39,760	1,971,117	
Capital One Financial Corp	33,970	3,426,680	
Chesapeake Energy	50,350	1,203,453	
Cisco Systems Inc	92,740	3,151,585	
Citigroup Inc	68,730	4,545,326	
Comcast Corp	75,270	5,294,240	
CVS Health Corp	28,850	3,395,300	
General Electric Co	64,040	1,977,504	
Gilead Sciences Inc	36,610	4,216,849	
Halliburton Company	28,650	1,375,872	
Isis Pharmaceuticals Inc	20,030	1,511,153	
J P Morgan Chase & Co	55,890	4,274,644	
KBR Inc	77,250	1,599,090	
Knowles Corp	68,460	1,970,102	
Macy's Inc	39,350	3,161,079	
Medtronic Inc	50,110	4,420,408	
Merck & Co. Inc	26,130	1,813,311	
Microsoft Corp	118,650	6,736,090	
Morgan Stanley	79,525	3,771,449	
Navistar International Corp	59,080	2,416,335	
News Corp Ltd	7,512	138,334	
Noble Corp	92,740	1,876,672	
Oracle Corp	25,420	1,396,881	
Paragon Offshore Plc	30,913	104,258	
Pfizer Inc	108,968	4,147,801	
Sprint Corp	140,946	714,763	
Symantec Corp	56,180	1,760,881	
Twenty-First Century Fox Inc	30,050	1,354,609	
Walgreen Co	32,210	2,997,632	
		<hr/> 93,749,613	<hr/> 33.93
<b>TOTAL PORTFOLIO OF INVESTMENTS</b>		<hr/> <b>276,142,434</b>	<hr/> <b>100.00</b>

## **ADDITIONAL INFORMATION REQUIRED FOR LISTED COMPANIES**

### **REGISTERED OFFICE**

Level 19  
101 Collins Street  
Melbourne 3000  
Telephone +61 3 96031209  
Facsimile +61 3 96031266

### **SECRETARY**

Rabie Abas

### **GENERAL MANAGER**

Mat Sund

### **AUDITOR**

PricewaterhouseCoopers

### **SOLICITOR**

King & Wood Mallesons

### **INVESTMENT MANAGER**

Franklin Templeton Investments Australia Limited  
Level 19  
101 Collins Street  
Melbourne 3000  
Telephone +61 3 9603 1200  
Facsimile +61 3 9603 1266

### **SHARE REGISTRAR**

Computershare Investor Services Pty Ltd  
Yarra Falls  
452 Johnston Street  
Abbotsford Victoria 3067  
Telephone 1300 850 505  
International Enquiries: +61 3 9415 4000  
Facsimile +61 3 9473 2500

### **STOCK EXCHANGE LISTINGS**

The company's shares are listed on the Australian Securities Exchange Ltd.