



Stock Exchange Announcement

TEMPLETON GLOBAL GROWTH FUND LIMITED REVIEW UPDATE

Templeton Global Growth Fund Limited (ACN 006 558 149) (**TGG**) has completed a performance review of its investment manager, Franklin Templeton Investments Australia Limited (**Franklin Templeton**), as a part of the Investment Management Agreement (**IMA**) renewal process. Following this review, TGG reconfirms its continued support of Franklin Templeton and its investment approach based on a long-term value-based strategy.

Performance Review

The Board of TGG engaged Mercer Investments (Australia) Limited (**Mercer**) to provide analysis of TGG against other listed investment companies (**LICs**), which are considered as peers by the Board of TGG. Mercer assessed TGG and its peers' investment performance, share price performance, investment benchmarks and fee structure.

TGG's investment performance over five years and since inception in 1987 to 31 December 2015 has exceeded its stated benchmark (MSCI All Country World Net Index) and remains competitive with the international value manager universe.

Chairman, Tony Killen, commented: "TGG continues to consider that Templeton's philosophy, style and process complement TGG's long-term value-based investment objectives. The Board is confident that our current strategy and investment manager will drive longer term outperformance from a globally diversified portfolio of investment securities."

Investment Management Agreement

TGG has entered a new IMA with Franklin Templeton. The key terms of the new IMA remain broadly consistent with previous agreements with Franklin Templeton, including:

- The term of the agreement is 3 years;
- Franklin Templeton will receive a management fee of 1.0% of net tangible assets per annum, which the Board considers competitive in the market place, and
- TGG must provide a minimum 90 day notice to Franklin Templeton should it wish to alter the provisions or terminate the IMA.

Following feedback from recent shareholder meetings, TGG has also agreed arrangements with Franklin Templeton under which Franklin Templeton will provide additional shareholder engagement and marketing support for TGG.

The IMA and distribution support arrangements will take effect on 1 July 2016.

Franklin Resources

Global investment management company Franklin Resources, Inc (**Franklin Resources**) (NYSE:BEN), a company associated with TGG's investment manager, today advised TGG of its intention to make a substantial medium to long-term equity investment in TGG. Franklin Resources Group intends to become a substantial shareholder in TGG as a sign of its significant commitment. Franklin Resources believes this represents a good long-term investment opportunity.

Chairman, Tony Killen, commented: "The Board welcomes Franklin Resources Group's intention to become a substantial shareholder and would like to thank Franklin Resources for its ongoing commitment to TGG."

On-market buy-back

TGG intends to continue undertaking its on-market buy-back, announced on 26 February 2016, in accordance with the Corporations Act 2001 (Cth). Under these regulations, TGG can buy back up to 10% of its issued capital in the 12 months ended 13 March 2017. To date, TGG has purchased 0.35% of shares on issue.

TGG's estimated Net Tangible Assets per share (before tax) (**NTA**) as at 6 May 2016 is \$1.328. The share price at last close on that date represents a 14% discount to the estimated NTA.

For further information:

A handwritten signature in blue ink, appearing to read 'Mat Sund', with a horizontal line extending to the right.

Mat Sund

General Manager and Company Secretary
10 May 2016