



Franklin U.S. Government Securities Fund

Fixed Income
March 31, 2017

Fund Fact Sheet | Share Classes: A, C

Fund Description

The fund's investment goal is income. Since 1983, the fund has invested substantially in Government National Mortgage Association securities, or Ginnie Maes (GNMAs). These securities carry a guarantee backed by the full faith and credit of the U.S. government as to timely payment of principal and interest.

Fund Overview

Total Net Assets [All Share Classes]	\$5,967 million
Fund Inception Date	5/31/1970
Dividend Frequency	Monthly, on the 3rd business day
Number of Holdings	8,564

Share Class Information

Share Class	CUSIP	NASDAQ Symbol
A	353 496 607	FKUSX
C	353 496 862	FRUGX

Fund Management

	Years with Firm	Years of Experience
Roger Bayston, CFA	25	31
Paul Varunok	15	25

Maximum Sales Charge

Class A: 4.25% initial sales charge
Class C: 1.00% contingent deferred sales charge (CDSC) in the first year only

Total Annual Operating Expenses

Share Class	With Waiver	Without Waiver
A	0.77%	0.78%
C	1.27%	1.28%

30-Day Standardized Yield

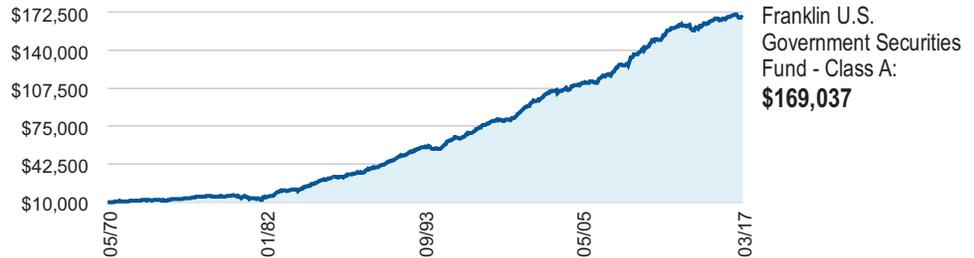
Share Class	With Waiver	Without Waiver
A	2.26%	2.26%
C	1.85%	1.84%

Asset Allocation (%)

Fixed Income	99.22
Cash & Cash Equivalents	0.78

Performance

Growth of a \$10,000 Investment - Without Sales Charge (from 05/31/1970-03/31/2017)



Total Returns % (as of 3/31/2017)

Share Class		YTD	AVERAGE ANNUAL					Since Inception	Inception Date
			1 Yr	3 Yrs	5 Yrs	10 Yrs			
A	With Sales Charge	-4.19	-4.49	0.07	0.23	3.05	6.13	5/31/1970	
A	Without Sales Charge	0.13	-0.29	1.54	1.11	3.51	6.22	5/31/1970	
C	With Sales Charge	-0.98	-1.75	1.05	0.60	2.99	4.26	5/1/1995	
C	Without Sales Charge	0.01	-0.79	1.05	0.60	2.99	4.26	5/1/1995	

Calendar Year Total Returns % - Without Sales Charge

Share Class	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
A	0.67	0.94	4.31	-1.68	1.53	6.81	6.08	4.77	6.88	6.36
C	0.34	0.28	3.81	-2.20	1.14	6.16	5.58	4.28	6.38	5.67

Share Class	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
A	3.69	2.77	3.80	1.78	8.58	7.67	10.56	0.82	6.61	9.46
C	3.17	2.24	3.26	1.25	8.06	7.13	9.84	0.28	6.04	8.86

Performance data represents past performance, which does not guarantee future results. Current performance may differ from figures shown. The fund's investment returns and principal values will change with market conditions, and you may have a gain or a loss when you sell your shares. Please call Franklin Templeton at (800) DIAL BEN/(800) 342-5236 or visit franklintempleton.com for the most recent month-end performance.

If the sales charge had been included, the return would have been lower.

The fund has a fee waiver associated with any investment it makes in a Franklin Templeton money fund and/or other Franklin Templeton fund, contractually guaranteed through January 31, 2018. Fund investment results reflect the fee waiver; without this waiver, the results would have been lower.

Fund Measures

Average Duration	4.34 Years
Average Weighted Maturity	5.69 Years
Standard Deviation (3 Yrs) - Class A	1.36%

What Are the Risks

All investments involve risks, including possible loss of principal. The fund's share price and yield will be affected by interest rate movements and mortgage prepayments. Bond prices generally move in the opposite direction of interest rates. Thus, as the prices of bonds in the fund adjust to a rise in interest rates, the fund's share price may decline. Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. These and other risk considerations are discussed in the fund's prospectus.

Glossary

Average Duration: A measure of the sensitivity of the price (the value of principal) of a fixed-income investment to a change in interest rates. Duration is expressed as a number of years.

Average Weighted Maturity: An estimate of the number of years of maturity, taking the possibility of early payments into account, for the underlying holdings.

Standard Deviation: A measure of the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return.

Important Information

Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. To obtain a summary prospectus and/or prospectus, which contains this and other information, talk to your financial advisor, call us at (800) DIAL BEN/342-5236 or visit franklintempleton.com. Please carefully read a prospectus before you invest or send money.

Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change.

Fund Management: CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

Performance: The fund offers other share classes subject to different fees and expenses, which will affect their performance.

30-Day Standardized Yield: The fund's 30-day standardized yield is calculated over a trailing 30-day period using the yield to maturity on bonds and/or the dividends accrued on stocks. It may not equal the fund's actual income distribution rate, which reflects the fund's past dividends paid to shareholders.

Securities owned by the fund, but not shares of the fund, are guaranteed by the U.S. government, its agencies or instrumentalities as to timely payment of principal and interest. The fund's yield and share price are not guaranteed and will fluctuate with market conditions