

Luxembourg, 18 February 2015

Dear Shareholder,

We are contacting you in relation to the Annual General Meeting of Franklin Templeton Shariah Funds (the “Fund”), at which time Shareholders in the Fund will be asked to vote on several resolutions, including approval of the Financial Statements for the accounting period ended October 31, 2014.

At October 31, 2014, total assets of the Fund stood at USD 120.93 million, well over three times the USD 37.02 million under management at October 31, 2013, which was seven months after the Fund’s commercial launch.

Annual General Meeting – March 31, 2015

Shareholders in the Fund are herewith invited to attend the Annual General Meeting which will be held on March 31, 2015 at 2:30 p.m. (Luxembourg time) at the registered office of the Fund at 8A, rue Albert Borschette, L-1246 Luxembourg, to vote on the resolutions which are detailed in the enclosed notice.

Form of Proxy

If you are unable to attend the Annual General Meeting in person, you can appoint the Chairperson or any other person to vote on your behalf by using the enclosed form of proxy. To be accepted, completed forms of proxy must be received at the offices of the management company of the Fund, Franklin Templeton International Services S.à r.l. (8A, rue Albert Borschette L-1246 Luxembourg) before March 24, 2015 at 5:00 p.m. (Luxembourg time).

Audited Annual Report

The Audited Annual Report for the accounting period ended October 31, 2014 includes a report of the Investment Managers, a report of the Board of Directors, a report of the Shariah Board, the Audited Report and the Financial Statements (with details of fund performance and a Statement of Net Assets).

In accordance with article 26(3) of the law of 17 December 2010 concerning undertakings for collective investment, the Audited Annual Report is no longer posted but is now accessible online via the website <http://www.ftidocuments.com/content-ftidocs/static/franklin-templeton-shariah-funds.html>.

You may, however, request to receive this Audited Annual Report in hard copy by contacting your local Franklin Templeton Investments servicing office, or your financial adviser. (A list of Franklin Templeton servicing offices is annexed to this letter.)

Other notices

(a) Dividends

Please note that dividends for those sub-funds which distribute annually are to be paid as soon as possible after the financial year end (October 31) of the Fund.

(b) Fund Changes

For a full list of changes which have taken place to the Fund during this accounting year, please see the report of the Board of Directors and the notes to the financial statements as included in the Audited Annual Report.

(c) Change of the Shariah Stock screening Provider

Please note that with effect as of March 1st, 2014, the Board of Directors of the Fund have appointed IdealRatings, Inc., a Delaware corporation, located at 425 Market Street, Suite 2200, San Francisco, CA 94105, USA as Shariah stock screening provider in replacement of Amiri Capital LLP.

(d) Availability of the Prospectus of the Fund and Key Investor Information Documents

A copy of the latest prospectus of the Fund and of the up to date version of the Key Investor Information Documents relating to your investment can be found on our website www.ftidocuments.com or can be obtained, free of charge, from your local Franklin Templeton Investments office.

On behalf of Franklin Templeton Shariah Funds,

A handwritten signature in black ink, appearing to read 'J Hammond', with a stylized flourish at the end.

James Hammond
Chairman

Attachment: the list of local Franklin Templeton Investments offices:

You may obtain further information regarding Franklin Templeton Investment Funds by contacting the Client Dealer Services at your local Franklin Templeton Investments office:

EUROPE

FRANCE

FRANKLIN TEMPLETON FRANCE S.A.
20 rue de la Paix
F-75002 Paris, France
Tel: +33 (0)1 40 73 86 00 Fax: +33 (0)1 40 73 86 10
Email : pariscds@franklintempleton.com

LUXEMBOURG

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.
8A, rue Albert Borschette, L-1246 Luxembourg
B.P. 169, L-2011 Luxembourg
Grand-Duchy of Luxembourg
Tel: +352 46 66 67 1 Fax: +352 46 66 76
Email : lucs@franklintempleton.com

SPAIN

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LTD
Sucursal en España
José Ortega y Gasset, 29-6º
28006 Madrid, Spain
Tel: +34 91 426 3600 Fax: +34 91 577 1857
Email : operaciones@franklintempleton.com

SWITZERLAND

FRANKLIN TEMPLETON SWITZERLAND LTD
Stockerstrasse 38
CH-8002 Zurich, Switzerland
Tel: +41 (0)44 217 81 81 Fax: +41 (0) 44 217 81 82
Email: info@franklintempleton.ch

ASIA

SINGAPORE

TEMPLETON ASSET MANAGEMENT LTD
7 Temasek Boulevard
#38-03 Suntec Tower One
Singapore 038987
Tel: (65) 6337 3933 Fax: (65) 6332 2296
Email: cdspr@franklintempleton.com

MIDDLE EAST AND AFRICA

SOUTH AFRICA

FRANKLIN TEMPLETON INVESTMENTS
World Trade Center, Green Park, 9th Floor
Corner West Road South & Lower Road
Morningside, Sandton, 2196
South Africa
Tel: +27 11 341 2300 Fax: +27 11 484 2301
Email: johannesburgops@franklintempleton.com



**FRANKLIN TEMPLETON
INVESTMENTS**

FRANKLIN TEMPLETON SHARIAH FUNDS

Société d'investissement à capital variable
Registered office: 8A, rue Albert Borschette, L-1246 Luxembourg,
R.C.S. Luxembourg B 169 965

NOTICE OF ANNUAL GENERAL MEETING OF SHAREHOLDERS OF FRANKLIN TEMPLETON SHARIAH FUNDS

Notice is hereby given that the Annual General Meeting of Shareholders (the "Meeting") of Franklin Templeton Shariah Funds (the "Fund") will be held at the registered office of the Fund on March 31, 2015, at 2:30 p.m., with the following agenda:

AGENDA

- Presentation of the Report of the Board of Directors;
- Presentation of the Report of the Shariah Board;
- Presentation of the Report of the Auditors;
- Approval of the Financial Statements of the Fund for the accounting period ended October 31, 2014;
- Discharge of the Board of Directors;
- Re-appointment of the following four Directors: William Jackson, Hans J. Wisser, James F. Kinloch and James Hammond;
- Re-election of PricewaterhouseCoopers Société Coopérative as Auditors;
- Approval of the payment of dividends for the accounting period ended October 31, 2014;
- Consideration of such other business as may properly come before the Meeting.

VOTING

Resolutions on the agenda of the Meeting will require no quorum and will be taken at the majority of the votes expressed by the Shareholders present or represented at the Meeting.

VOTING ARRANGEMENTS

Shareholders who cannot attend the Meeting may vote by proxy by returning the Form of Proxy sent to them to the offices of the management company of the Fund, Franklin Templeton International Services S.à r.l., 8A, rue Albert Borschette, L-1246 Luxembourg, no later than March 24, 2015 at 5:00 p.m.

VENUE OF THE MEETING

Shareholders are hereby advised that the Meeting may be held at such other place in Luxembourg than the registered office of the Fund if exceptional circumstances so require in the absolute and final judgment of the Chairperson of the Meeting. In such latter case, the Shareholders present at the registered office of the Fund on March 31, 2015, at 2:30 p.m., will be duly informed of the exact venue of the Meeting, which will then start at 3:30 p.m.

To attend the Meeting, Shareholders shall be present at the registered office of the Fund at 2:00 p.m.

Please note that all references to time in this notice mean Luxembourg time.

The Board of Directors

FRANKLIN TEMPLETON SHARIAH FUNDS
Société d'investissement à capital variable
Registered office: 8A, rue Albert Borschette, L-1246 Luxembourg
R.C.S. Luxembourg B 169 965

**FORM OF PROXY FOR USE AT THE ANNUAL GENERAL MEETING OF
SHAREHOLDERS OF FRANKLIN TEMPLETON SHARIAH FUNDS
TO BE HELD ON MARCH 31, 2015**

IF SHAREHOLDER NAME(S)
AND ADDRESS NOT SHOWN,
PLEASE COMPLETE IN BLOCK
CAPITALS

I/We
(if applicable): Please complete for the second account holder if not mentioned above:

Investor Portfolio Number
(for holders of registered
Shares only)

(IF THERE ARE MORE THAN TWO JOINT HOLDERS, THE OTHER NAMES SHOULD BE ATTACHED IN FULL)
Shareholder(s) of FRANKLIN TEMPLETON SHARIAH FUNDS (the "Fund")

hereby appoint the Chairperson of the Annual General Meeting of Shareholders (the "Meeting") of the Fund or

as my/our proxy to vote for me/us and on my/our behalf on the items of the agenda, as indicated below, at the Meeting to be held on March 31, 2015, at 2.30 p.m. (Luxembourg time), at the registered office of the Fund, or at such other place in Luxembourg, as more fully described in the notice of Meeting. All my/our shares will be voted, unless otherwise instructed (if required, please complete on the reverse, giving the percentage of shares in each fund to be voted).

Please indicate with an "X" in the spaces below how you wish your votes to be cast on the resolutions on the agenda of the Meeting. Subject to any voting instructions so given, the proxy will vote on any of the resolutions on the agenda of the Meeting and such other business as may properly come before the Meeting as he/she may think fit.

Agenda	For	Against	Abstain
Presentation of the Report of the Board of Directors	n/a	n/a	n/a
Presentation of the Report of the Shariah Board	n/a	n/a	n/a
Presentation of the Report of the Auditors	n/a	n/a	n/a
Approval of the Financial Statements of the Fund for the accounting period ended October 31, 2014			
Discharge of the Board of Directors			
Re-appointment of the following four Directors: William Jackson, Hans J. Wisser, James F. Kinloch and James Hammond			
Re-election of PricewaterhouseCoopers Société Coopérative as Auditors			
Approval of the payment of dividends for the accounting period ended October 31, 2014			

Dated: _____

Shareholder Signature(s): _____

Notes:

- (i) To be valid, this Form of Proxy must reach the offices of the management company of the Fund, Franklin Templeton International Services S.à r.l., 8A, rue Albert Borschette, L-1246 Luxembourg, no later than March 24, 2015 at 5.00 p.m. (Luxembourg time).
- (ii) Proxies are only entitled to vote by ballot and need not be a member of the Fund.
- (iii) Shareholders should place an "X" in the box indicating which way their vote is to be cast. If no indication is given, the proxy will exercise his/her discretion as to whether or how he/she votes.
- (iv) An instrument appointing a proxy must be in writing under the hand of the appointor or attorney authorised in writing, or if the appointor is a corporation, either under its seal or under the hand of an officer, attorney or other person authorised to sign it.
- (v) Shareholders wishing to appoint their own proxy should cross out the words "the Chairperson of the meeting or" and then insert the name of their proxy. Any alteration should be initialled by the persons who sign this form.
- (vi) Please note that all references to time in this Form of Proxy mean Luxembourg time.

For completion only in the event that your full holding should not be voted:

[illegible]