

FRANKLIN RESOURCES INC
Form FWP
May 17, 2010

Issuer Free Writing Prospectus filed pursuant to Rule 433
supplementing the Preliminary Prospectus Supplement dated
May 17, 2010 and the Prospectus dated March 6, 2008

Registration Statement No. 333-149573

Dated: May 17, 2010

FRANKLIN RESOURCES, INC.

\$900,000,000 SENIOR UNSECURED NOTE OFFERING

FINAL PRICING TERM SHEET

MAY 17, 2010

| | | | |
|------------------------------------------|----------------------------------------------------|---------------------------------------|---------------------------------------|
| Issuer: | Franklin Resources, Inc. | | |
| Type: | SEC Registered | | |
| Ratings: | A1 (Stable) by Moody's Investors Service, Inc. | | |
| | AA- (Stable) by Standard & Poor's Ratings Services | | |
| Trade Date: | May 17, 2010 | | |
| Settlement Date: | May 20, 2010 | | |
| Securities: | 2.000% Notes due 2013 | 3.125% Notes due 2015 | 4.625% Notes due 2020 |
| Size: | \$300,000,000 | \$250,000,000 | \$350,000,000 |
| Maturity Date: | May 20, 2013 | May 20, 2015 | May 20, 2020 |
| Semi-Annual Coupon: | 2.000% | 3.125% | 4.625% |
| Interest Payment Dates: | May 20 and November 20, commencing | May 20 and November 20, commencing | May 20 and November 20, commencing |
| | November 20, 2010 | November 20, 2010 | November 20, 2010 |
| Price to Public: | 99.823% | 99.890% | 99.889% |
| Benchmark Treasury: | 1.375% due May 15, 2013 | 2.500% due April 30, 2015 | 3.500% due May 15, 2020 |
| Benchmark Treasury Yield: | 1.311% | 2.199% | 3.489% |
| Spread to Benchmark Treasury: | + 75 bps | + 95 bps | + 115 bps |
| Yield: | 2.061% | 3.149% | 4.639% |
| Make-Whole Call: | T + 15 bps | T + 20 bps | T + 25 bps |
| Day Count: | 30/360 | | |
| Minimum Denomination / Multiples: | \$2,000 / \$1,000 | | |
| CUSIP: | 354613 AE1 | 354613 AF8 | 354613 AG6 |

Edgar Filing: FRANKLIN RESOURCES INC - Form FWP

ISIN: US354613AE12 US354613AF86 US354613AG69

Joint Book-Running Managers: Banc of America Securities LLC

Morgan Stanley & Co. Incorporated

Co-Managers: Citigroup Global Markets Inc.

HSBC Securities (USA) Inc.

J.P. Morgan Securities Inc.

UBS Securities LLC

Wells Fargo Securities, LLC

Changes from Preliminary Prospectus

On a pro forma basis after giving effect to the issuance of (i) \$300,000,000 principal amount of notes offered hereby, at an interest rate of 2.000% per annum; (ii) \$250,000,000 principal amount of notes offered hereby, at an interest rate of 3.125% per annum and (iii) \$350,000,000 principal amount of notes offered hereby, at an interest rate of 4.625% per annum, our ratio of adjusted earnings to fixed charges for the year ended September 30, 2009 and the six months ended March 31, 2010 would have been 22.3x and 32.7x, respectively.

This communication is intended for the sole use of the person to whom it is provided by the issuer.

Note: A securities rating is not a recommendation to buy, sell or hold securities and may be subject to revision or withdrawal at any time.

The issuer has filed a registration statement (including a prospectus) with the Securities and Exchange Commission (SEC) for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement, any related prospectus supplement and other documents the issuer has filed with the SEC for more complete information about the issuer and this offering.

You may get these documents for free by visiting EDGAR on the SEC Web site at www.sec.gov. Alternatively, any underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by calling Banc of America Securities LLC at 1-800-294-1322 or Morgan Stanley & Co. Incorporated at 1-866-718-1649.

ANY DISCLAIMERS OR OTHER NOTICES THAT MAY APPEAR BELOW ARE NOT APPLICABLE TO THIS COMMUNICATION AND SHOULD BE DISREGARDED. SUCH DISCLAIMERS OR OTHER NOTICES WERE AUTOMATICALLY GENERATED AS A RESULT OF THIS COMMUNICATION BEING SENT VIA BLOOMBERG OR ANOTHER E-MAIL SYSTEM.