

SECURITIES AND EXCHANGE COMMISSION

FORM N-CSR

Certified annual shareholder report of registered management investment companies filed on Form
N-CSR

Filing Date: **2008-08-29** | Period of Report: **2008-06-30**
SEC Accession No. **0000936373-08-00010**

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FILER

FRANKLIN TEMPLETON MONEY FUND TRUST

CIK: **936373** | IRS No.: **943219213** | State of Incorporation: **DE** | Fiscal Year End: **0630**
Type: **N-CSR** | Act: **40** | File No.: **811-08962** | Film No.: **081049697**

Mailing Address
*ONE FRANKLIN PARKWAY
SAN MATEO CA 94403-1906*

Business Address
*ONE FRANKLIN PARKWAY
SAN MATEO CA 94403-1906
650-312-4018*

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-08962

FRANKLIN TEMPLETON MONEY FUND TRUST

(Exact name of registrant as specified in charter)

ONE FRANKLIN PARKWAY, SAN MATEO, CA 94403-1906

(Address of principal executive offices) (Zip code)

CRAIG S. TYLE, ONE FRANKLIN PARKWAY, SAN MATEO, CA 94403-1906

(Name and address of agent for service)

Registrant's telephone number, including area code: 650 312-2000

Date of fiscal year end: 6/30

Date of reporting period: 6/30/08

ITEM 1. REPORTS TO STOCKHOLDERS.

JUNE 30, 2008

(GRAPHIC)

ANNUAL REPORT AND SHAREHOLDER LETTER

INCOME

FRANKLIN TEMPLETON MONEY FUND

WANT TO RECEIVE THIS DOCUMENT FASTER VIA EMAIL?

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See inside for details.

(FRANKLIN TEMPLETON INVESTMENTS(R) LOGO)

FRANKLIN - Templeton - Mutual Series

Annual Report

Franklin Templeton Money Fund

YOUR FUND'S GOAL AND MAIN INVESTMENTS: Franklin Templeton Money Fund seeks to provide as high a level of current income as is consistent with preservation of shareholders' capital and liquidity. The Fund invests through The Money Market Portfolio (the Portfolio) mainly in high-quality, short-term U.S. dollar denominated money market securities of domestic and foreign issuers. The Fund attempts to maintain a stable \$1.00 share price.

This annual report for Franklin Templeton Money Fund covers the fiscal year ended June 30, 2008.

PERFORMANCE OVERVIEW

Declining short-term interest rates during the year under review resulted in a decrease in the Fund's yield. For the 12-month reporting period, the Fund's Class A shares' seven-day effective yield fell from 4.86% to 1.86%. For the Fund's Class B, C and Advisor shares' performance, please see the Performance Summary on page 6.

PERFORMANCE DATA REPRESENT PAST PERFORMANCE, WHICH DOES NOT GUARANTEE FUTURE RESULTS. INVESTMENT RETURN WILL FLUCTUATE. CURRENT PERFORMANCE MAY DIFFER FROM FIGURES SHOWN. PLEASE VISIT FRANKLINTEMPLETON.COM OR CALL 1-800/342-5236 FOR

ECONOMIC AND MARKET OVERVIEW

During the 12 months ended June 30, 2008, the U.S. economy continued to expand, albeit at a sluggish pace. Gross domestic product growth decelerated sharply and registered a -0.2% annualized growth rate in the fourth quarter of 2007 from a fairly robust growth rate of 4.8% in the preceding quarter as ongoing weakness in the financial, labor and housing markets and waning investor and consumer confidence led to a pullback in consumer spending. These factors as well as upward inflationary pressures from a weakening U.S. dollar and increasing food, energy and commodity prices weighed on the overall economy. The retrenchment continued in the first quarter of 2008 as the economy grew at a 0.9% annualized rate. Economic growth, however, modestly improved in the second quarter and expanded at an estimated 1.9% annualized rate, largely supported by strong exports, some improvements in the housing market and a slight uptick in consumer spending.

AN INVESTMENT IN THE FUND IS NOT INSURED OR GUARANTEED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION OR ANY OTHER GOVERNMENT AGENCY OR INSTITUTION. ALTHOUGH THE FUND SEEKS TO PRESERVE THE VALUE OF YOUR INVESTMENT AT \$1.00 PER SHARE, IT IS POSSIBLE TO LOSE MONEY BY INVESTING IN THE FUND.

THE DOLLAR VALUE, NUMBER OF SHARES OR PRINCIPAL AMOUNT, AND NAMES OF ALL PORTFOLIO HOLDINGS ARE LISTED IN THE FUND'S STATEMENT OF INVESTMENTS (SOI). THE SOI BEGINS ON PAGE 13.

PORTFOLIO BREAKDOWN
6/30/08

<TABLE>
<CAPTION>

| | % OF TOTAL INVESTMENTS ----- |
|--|------------------------------------|
| <S> | <C> |
| Certificates of Deposit | 47.6% |
| Commercial Paper | 42.4% |
| Bank Notes | 7.6% |
| Repurchase Agreements | 2.0% |
| U.S. Government & Agency Securities | 0.4% |

</TABLE>

Volatile oil prices reached a historical high in June, topping \$143 per barrel, before retreating to \$140 by period-end. Despite inflation risks from higher food and energy costs, core inflation, which excludes such costs, remained relatively subdued at an annual 2.4% rate in June 2008.1 This level was above the Federal Reserve Board's (Fed's) informal target range of 1.5%-2%. The core personal consumption expenditures price index reported a 12-month increase of 2.3%. (2)

The Fed acted aggressively to restore liquidity and confidence to unsettled financial markets and cut interest rates seven times over the 12-month period, bringing the federal funds target rate to 2.00%. The Fed also implemented a series of unconventional measures aimed at easing strained credit conditions. However, since April 30, the Fed has held rates steady and indicated growing concerns about inflation as it must balance the risks of a slowing economy and mounting inflationary pressures.

Despite the Fed's actions, U.S. Treasuries rallied and financial stocks continued to sell off for most of the reporting period. Fixed income spreads generally widened relative to Treasury yields over the period due to heightened market turbulence. Investors continued to seek the relative safety of short- and intermediate-term U.S. Treasury securities as Treasury yields declined and the yield curve steepened. Short-term, two- and five-year yields declined significantly, with the two-year bill yielding 2.63% at the end of June, down from 4.87% a year earlier. Over the same period, the 10-year U.S. Treasury note yield declined from 5.03% to 3.99%.

INVESTMENT STRATEGY

Consistent with our strategy, we invest, through the Portfolio, mainly in high-quality, short-term U.S. dollar denominated money market securities of domestic and foreign issuers, including bank obligations, commercial paper, repurchase agreements and U.S. government securities. We maintain a dollar-weighted average portfolio maturity of 90 days or less. We seek to provide shareholders with a high-quality, conservative investment vehicle; thus,

we do not invest the Fund's cash in derivatives or other relatively volatile securities that we believe involve undue risk.

1. Source: Bureau of Labor Statistics.
2. Source: Bureau of Economic Analysis.

MANAGER'S DISCUSSION

We continued to invest the Portfolio's assets in high-quality money market securities. For example, on June 30, 2008, 100% of the securities purchased for the Portfolio carried short-term credit ratings of A-1 or P-1, or higher, by independent credit rating agency Standard & Poor's or Moody's Investors Service.(3)

We appreciate your support, welcome new shareholders and look forward to serving your investment needs in the years ahead.

3. These do not indicate ratings of the Fund.

THE FOREGOING INFORMATION REFLECTS OUR ANALYSIS, OPINIONS AND PORTFOLIO HOLDINGS AS OF JUNE 30, 2008, THE END OF THE REPORTING PERIOD. THE WAY WE IMPLEMENT OUR MAIN INVESTMENT STRATEGIES AND THE RESULTING PORTFOLIO HOLDINGS MAY CHANGE DEPENDING ON FACTORS SUCH AS MARKET AND ECONOMIC CONDITIONS. THESE OPINIONS MAY NOT BE RELIED UPON AS INVESTMENT ADVICE OR AN OFFER FOR A PARTICULAR SECURITY. THE INFORMATION IS NOT A COMPLETE ANALYSIS OF EVERY ASPECT OF ANY MARKET, COUNTRY, INDUSTRY, SECURITY OR THE FUND. STATEMENTS OF FACT ARE FROM SOURCES CONSIDERED RELIABLE, BUT THE INVESTMENT MANAGER MAKES NO REPRESENTATION OR WARRANTY AS TO THEIR COMPLETENESS OR ACCURACY. ALTHOUGH HISTORICAL PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS, THESE INSIGHTS MAY HELP YOU UNDERSTAND OUR INVESTMENT MANAGEMENT PHILOSOPHY.

Performance Summary as of 6/30/08

| <TABLE> | <C> |
|------------------------------------|--------|
| <S> | <C> |
| CLASS A (SYMBOL: N/A) | |
| Seven-Day Effective Yield(1) | +1.86% |
| Seven-Day Annualized Yield | +1.84% |
| Total Annual Operating Expenses(2) | |
| Without Waiver | 0.93% |
| With Waiver | 0.60% |
| CLASS B (SYMBOL: FMBXX) | |
| Seven-Day Effective Yield(1) | +1.26% |
| Seven-Day Annualized Yield | +1.25% |
| Total Annual Operating Expenses(2) | |
| Without Waiver | 1.57% |
| With Waiver | 1.24% |
| CLASS C (SYMBOL: FRIXX) | |
| Seven-Day Effective Yield(1) | +1.52% |
| Seven-Day Annualized Yield | +1.51% |
| Total Annual Operating Expenses(2) | |
| Without Waiver | 1.52% |
| With Waiver | 1.19% |
| CLASS R (SYMBOL: FMRXX) | |
| Seven-Day Effective Yield(1) | +1.32% |
| Seven-Day Annualized Yield | +1.31% |
| Total Annual Operating Expenses(2) | |
| Without Waiver | 1.43% |
| With Waiver | 1.10% |

THE ADMINISTRATOR HAS CONTRACTUALLY AGREED IN ADVANCE TO LIMIT ITS FEES AND TO ASSUME AS ITS OWN EXPENSE CERTAIN EXPENSES OTHERWISE PAYABLE BY THE FUND SO THAT TOTAL ANNUAL FUND OPERATING EXPENSES DO NOT EXCEED THE AMOUNT SHOWN WITH WAIVER FOR EACH SHARE CLASS (OTHER THAN CERTAIN NON-ROUTINE EXPENSES OR COSTS, INCLUDING THOSE RELATING TO LITIGATION AND INDEMNIFICATION, REORGANIZATIONS AND

LIQUIDATIONS) UNTIL 10/31/08. IF THE ADMINISTRATOR HAD NOT WAIVED FEES, THE FUND'S ANNUALIZED AND EFFECTIVE YIELDS FOR THE PERIOD WOULD HAVE BEEN 1.72% AND 1.74% FOR CLASS A SHARES, 1.13% AND 1.14% FOR CLASS B SHARES, 1.39% AND 1.40% FOR CLASS C SHARES, AND 1.19% AND 1.20% FOR CLASS R SHARES.

1. The seven-day effective yield assumes compounding of daily dividends.
2. Figures are as stated in the Fund's prospectus current as of the date of this report.

Annualized and effective yields are for the seven-day period ended 6/30/08. The Fund's average weighted maturity was 53 days. Yield reflects Fund expenses and fluctuations in interest rates on Portfolio investments.

PERFORMANCE DATA REPRESENT PAST PERFORMANCE, WHICH DOES NOT GUARANTEE FUTURE RESULTS. INVESTMENT RETURN WILL FLUCTUATE. CURRENT PERFORMANCE MAY DIFFER FROM FIGURES SHOWN. PLEASE VISIT FRANKLINTEMPLETON.COM OR CALL 1-800/342-5236 FOR MOST RECENT MONTH-END PERFORMANCE.

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Your Fund's Expenses

As a Fund shareholder, you can incur two types of costs:

- Transaction costs, including sales charges (loads) on Fund purchases and redemption fees; and
- Ongoing Fund costs, including management fees, distribution and service (12b-1) fees, and other Fund expenses. All mutual funds have ongoing costs, sometimes referred to as operating expenses.

The following table shows ongoing costs of investing in the Fund and can help you understand these costs and compare them with those of other mutual funds. The table assumes a \$1,000 investment held for the six months indicated.

ACTUAL FUND EXPENSES

The first line (Actual) for each share class listed in the table provides actual account values and expenses. The "Ending Account Value" is derived from the Fund's actual return, which includes the effect of Fund expenses.

You can estimate the expenses you paid during the period by following these steps. OF COURSE, YOUR ACCOUNT VALUE AND EXPENSES WILL DIFFER FROM THOSE IN THIS ILLUSTRATION:

1. Divide your account value by \$1,000.

IF AN ACCOUNT HAD AN \$8,600 VALUE, THEN $\$8,600 / \$1,000 = 8.6$.

2. Multiply the result by the number under the heading "Expenses Paid During Period."

IF EXPENSES PAID DURING PERIOD WERE \$7.50, THEN $8.6 \times \$7.50 = \64.50 .

In this illustration, the estimated expenses paid this period are \$64.50.

HYPOTHETICAL EXAMPLE FOR COMPARISON WITH OTHER FUNDS

Information in the second line (Hypothetical) for each class in the table can help you compare ongoing costs of investing in the Fund with those of other mutual funds. This information may not be used to estimate the actual ending account balance or expenses you paid during the period. The hypothetical "Ending Account Value" is based on the actual expense ratio for each class and an assumed 5% annual rate of return before expenses, which does not represent the Fund's actual return. The figure under the heading "Expenses Paid During Period" shows the hypothetical expenses your account would have incurred under this scenario. You can compare this figure with the 5% hypothetical examples that appear in shareholder reports of other funds.

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Your Fund's Expenses (CONTINUED)

PLEASE NOTE THAT EXPENSES SHOWN IN THE TABLE ARE MEANT TO HIGHLIGHT ONGOING COSTS AND DO NOT REFLECT ANY TRANSACTION COSTS, SUCH AS SALES CHARGES OR REDEMPTION FEES. Therefore, the second line for each class is useful in

comparing ongoing costs only, and will not help you compare total costs of owning different funds. In addition, if transaction costs were included, your total costs would have been higher. Please refer to the Fund prospectus for additional information on operating expenses.

<TABLE>

<CAPTION>

| | BEGINNING ACCOUNT VALUE 1/1/08 | ENDING ACCOUNT VALUE 6/30/08 | EXPENSES PAID DURING PERIOD* 1/1/08-6/30/08 |
|--|--------------------------------------|---------------------------------|---|
| <S> | <C> | <C> | <C> |
| CLASS A | | | |
| Actual | \$1,000 | \$1,012.80 | \$3.00 |
| Hypothetical (5% return before expenses) | \$1,000 | \$1,021.88 | \$3.02 |
| CLASS B | | | |
| Actual | \$1,000 | \$1,009.70 | \$6.20 |
| Hypothetical (5% return before expenses) | \$1,000 | \$1,018.70 | \$6.22 |
| CLASS C | | | |
| Actual | \$1,000 | \$1,009.90 | \$5.95 |
| Hypothetical (5% return before expenses) | \$1,000 | \$1,018.95 | \$5.97 |
| CLASS R | | | |
| Actual | \$1,000 | \$1,010.40 | \$5.50 |
| Hypothetical (5% return before expenses) | \$1,000 | \$1,019.39 | \$5.52 |

</TABLE>

* Expenses are calculated using the most recent six-month expense ratio, net of expense waivers, annualized for each class (A: 0.60%; B: 1.24%; C: 1.19%; and R: 1.10%), which includes the net expenses incurred by the Portfolio, multiplied by the average account value over the period, multiplied by 182/366 to reflect the one-half year period.

Franklin Templeton Money Fund Trust

FINANCIAL HIGHLIGHTS

FRANKLIN TEMPLETON MONEY FUND

<TABLE>

<CAPTION>

| | YEAR ENDED JUNE 30, | |
|--|------------------------|----------|
| | 2008 | 2007 (a) |
| <S> | <C> | <C> |
| PER SHARE OPERATING PERFORMANCE (for a share outstanding throughout the year) | | |
| Net asset value, beginning of year | \$ 1.00 | \$ 1.00 |
| Income from investment operations-net investment income .. | 0.036 | 0.025 |
| Less distributions from net investment income | (0.036) | (0.025) |
| Net asset value, end of year | \$ 1.00 | \$ 1.00 |
| Total return (b) | 3.66% | 2.51% |
| RATIOS TO AVERAGE NET ASSETS (c) | | |
| Expenses before waiver and payments by affiliates (d) | 0.72% | 0.93% |
| Expenses net of waiver and payments by affiliates (d) | 0.60% | 0.60% |
| Net investment income | 3.35% | 4.75% |

SUPPLEMENTAL DATA

Net assets, end of year (000's) \$ 2,222 \$ 345

</TABLE>

(a) For the period December 15, 2006 (effective date) to June 30, 2007.

(b) Total return does not reflect sales commissions or contingent deferred sales charges, if applicable, and is not annualized for periods less than one year.

(c) Ratios are annualized for periods less than one year.

(d) The expense ratio includes the Fund's share of the Portfolio's allocated expenses.

The accompanying notes are an integral part of these financial statements.

Franklin Templeton Money Fund Trust

FINANCIAL HIGHLIGHTS (CONTINUED)

FRANKLIN TEMPLETON MONEY FUND

<TABLE>
<CAPTION>

| CLASS B ----- | YEAR ENDED JUNE 30, | | | | |
|--|---------------------|----------|----------|----------|----------|
| | 2008 | 2007 | 2006 | 2005 | 2004 |
| <S> | <C> | <C> | <C> | <C> | <C> |
| PER SHARE OPERATING PERFORMANCE (for a share outstanding throughout the year) | | | | | |
| Net asset value, beginning of year | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 |
| Income from investment operations-net investment income .. | 0.030 | 0.041 | 0.030 | 0.009 | -- (a) |
| Less distributions from net investment income | (0.030) | (0.041) | (0.030) | (0.009) | -- (a) |
| Net asset value, end of year | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 |
| Total return(b) | 3.00% | 4.15% | 3.03% | 0.95% | 0.04% |
| RATIOS TO AVERAGE NET ASSETS | | | | | |
| Expenses before waiver and payments by affiliates(c) | 1.36% | 1.57% | 1.51% | 1.48% | 1.48% |
| Expenses net of waiver and payments by affiliates(c) | 1.24% | 1.24% | 1.24% | 1.24% | 1.05% |
| Net investment income | 2.71% | 4.11% | 3.01% | 0.88% | 0.04% |
| SUPPLEMENTAL DATA | | | | | |
| Net assets, end of year (000's) | \$74,450 | \$40,650 | \$48,118 | \$45,443 | \$65,715 |

(a) Amount rounds to less than \$0.001 per share.

(b) Total return does not reflect sales commissions or contingent deferred sales charges, if applicable.

(c) The expense ratio includes the Fund's share of the Portfolio's allocated expenses.

The accompanying notes are an integral part of these financial statements.

Franklin Templeton Money Fund Trust

FINANCIAL HIGHLIGHTS (CONTINUED)

FRANKLIN TEMPLETON MONEY FUND

<TABLE>
<CAPTION>

| CLASS C ----- | YEAR ENDED JUNE 30, | | | | |
|--|---------------------|----------|----------|----------|----------|
| | 2008 | 2007 | 2006 | 2005 | 2004 |
| <S> | <C> | <C> | <C> | <C> | <C> |
| PER SHARE OPERATING PERFORMANCE (for a share outstanding throughout the year) | | | | | |
| Net asset value, beginning of year..... | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 |
| Income from investment operations-net investment income... | 0.030 | 0.041 | 0.030 | 0.010 | 0.001 |
| Less distributions from net investment income..... | (0.030) | (0.041) | (0.030) | (0.010) | (0.001) |
| Net asset value, end of year..... | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 |
| Total return(a)..... | 3.05% | 4.16% | 3.07% | 1.01% | 0.09% |
| RATIOS TO AVERAGE NET ASSETS | | | | | |
| Expenses before waiver and payments by affiliates(b)..... | 1.31% | 1.56% | 1.46% | 1.43% | 1.42% |
| Expenses net of waiver and payments by affiliates(b)..... | 1.19% | 1.23% | 1.19% | 1.19% | 0.99% |
| Net investment income..... | 2.76% | 4.12% | 3.06% | 0.93% | 0.10% |
| SUPPLEMENTAL DATA | | | | | |
| Net assets, end of year (000's)..... | \$214,552 | \$74,820 | \$90,613 | \$49,123 | \$85,041 |

</TABLE>

(a) Total return does not reflect sales commissions or contingent deferred sales charges, if applicable.

(b) The expense ratio includes the Fund's share of the Portfolio's allocated expenses.

The accompanying notes are an integral part of these financial statements.

Franklin Templeton Money Fund Trust

FINANCIAL HIGHLIGHTS (CONTINUED)

FRANKLIN TEMPLETON MONEY FUND

<TABLE>
<CAPTION>

| CLASS R | YEAR ENDED JUNE 30, | | | | |
|--|---------------------|---------|---------|---------|---------|
| | 2008 | 2007 | 2006 | 2005 | 2004 |
| <S> | <C> | <C> | <C> | <C> | <C> |
| PER SHARE OPERATING PERFORMANCE (for a share outstanding throughout the year) | | | | | |
| Net asset value, beginning of year..... | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 |
| Income from investment operations-net investment income... | 0.031 | 0.042 | 0.031 | 0.011 | 0.002 |
| Less distributions from net investment income..... | (0.031) | (0.042) | (0.031) | (0.011) | (0.002) |
| Net asset value, end of year..... | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 |
| Total return(a)..... | 3.15% | 4.29% | 3.17% | 1.09% | 0.18% |
| RATIOS TO AVERAGE NET ASSETS | | | | | |
| Expenses before waiver and payments by affiliates(b)..... | 1.22% | 1.43% | 1.37% | 1.34% | 1.33% |
| Expenses net of waiver and payments by affiliates(b)..... | 1.10% | 1.10% | 1.11% | 1.10% | 0.90% |
| Net investment income..... | 2.85% | 4.25% | 3.15% | 1.02% | 0.18% |
| SUPPLEMENTAL DATA | | | | | |
| Net assets, end of year (000's)..... | \$3,809 | \$3,015 | \$2,480 | \$2,437 | \$2,356 |

(a) Total return does not reflect sales commissions or contingent deferred sales charges, if applicable.

(b) The expense ratio includes the Fund's share of the Portfolio's allocated expenses.

The accompanying notes are an integral part of these financial statements.

Franklin Templeton Money Fund Trust

STATEMENT OF INVESTMENTS, JUNE 30, 2008

<TABLE>
<CAPTION>

| FRANKLIN TEMPLETON MONEY FUND | SHARES | VALUE |
|--|-------------|---------------|
| <S> | <C> | <C> |
| MUTUAL FUND (COST \$295,809,448) 100.3% | | |
| (a) The Money Market Portfolio, 2.43%... | 295,809,448 | \$295,809,448 |
| OTHER ASSETS, LESS LIABILITIES (0.3)%... | | (776,249) |
| NET ASSETS 100.0%..... | | \$295,033,199 |

</TABLE>

(a) The rate shown is the annualized seven-day yield at period end.

The accompanying notes are an integral part of these financial statements.

FINANCIAL STATEMENTS

STATEMENT OF ASSETS AND LIABILITIES
June 30, 2008

<TABLE>
<CAPTION>

| | FRANKLIN TEMPLETON MONEY FUND ----- |
|--|--|
| <S> | <C> |
| Assets: | |
| Investment in Portfolio, at value and cost.. | \$295,809,448 |
| Receivables from capital shares sold | 3,746,862 |
| | ----- |
| Total assets | 299,556,310 |
| | ----- |
| Liabilities: | |
| Payables: | |
| Capital shares redeemed | 4,027,585 |
| Affiliates | 344,332 |
| Distributions to shareholders | 81,581 |
| Accrued expenses and other liabilities | 69,613 |
| | ----- |
| Total liabilities | 4,523,111 |
| | ----- |
| Net assets, at value | \$295,033,199 |
| | ----- |
| Net assets consist of paid-in capital | \$295,033,199 |
| | ===== |
| CLASS A: | |
| Net assets, at value | \$ 2,221,518 |
| | ===== |
| Shares outstanding | 2,221,518 |
| | ===== |
| Net asset value per share(a) | \$ 1.00 |
| | ===== |
| CLASS B: | |
| Net assets, at value | \$ 74,450,381 |
| | ===== |
| Shares outstanding | 74,450,381 |
| | ===== |
| Net asset value per share(a) | \$ 1.00 |
| | ===== |
| CLASS C: | |
| Net assets, at value | \$214,552,384 |
| | ===== |
| Shares outstanding | 214,552,384 |
| | ===== |
| Net asset value per share(a) | \$ 1.00 |
| | ===== |
| CLASS R: | |
| Net assets, at value | \$ 3,808,916 |
| | ===== |
| Shares outstanding | 3,808,916 |
| | ===== |
| Net asset value per share(a) | \$ 1.00 |
| | ===== |

</TABLE>

(a) Redemption price is equal to net asset value less contingent deferred sales charges, if applicable.

The accompanying notes are an integral part of these financial statements.

FINANCIAL STATEMENTS (CONTINUED)

STATEMENT OF OPERATIONS
for the year ended June 30, 2008

<TABLE>
<CAPTION>

FRANKLIN
TEMPLETON
MONEY FUND

| | |
|---|-------------|
| <S> | <C> |
| Investment income: | |
| Dividends from Portfolio | \$9,210,389 |
| Expenses: | |
| Administrative fees (Note 3a) | 911,798 |
| Distribution fees: (Note 3b) | |
| Class B | 402,334 |
| Class C | 1,027,769 |
| Class R | 19,430 |
| Transfer agent fees (Note 3d) | 239,340 |
| Reports to shareholders | 38,074 |
| Registration and filing fees | 134,377 |
| Professional fees | 20,131 |
| Trustees' fees and expenses | 6,738 |
| Other | 6,760 |
| Total expenses | 2,806,751 |
| Expenses waived/paid by affiliates (Note 3e) | (279,334) |
| Net expenses | 2,527,417 |
| Net investment income | 6,682,972 |
| Net increase (decrease) in net assets resulting from operations | \$6,682,972 |

</TABLE>

The accompanying notes are an integral part of these financial statements.

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Franklin Templeton Money Fund Trust

FINANCIAL STATEMENTS (CONTINUED)

STATEMENTS OF CHANGES IN NET ASSETS

<TABLE>

<CAPTION>

| | FRANKLIN TEMPLETON MONEY FUND | |
|--|----------------------------------|---------------|
| | YEAR ENDED JUNE 30, | |
| | 2008 | 2007 |
| <S> | <C> | <C> |
| Increase (decrease) in net assets: | | |
| Net investment income from operations | \$ 6,682,972 | \$ 4,598,722 |
| Distributions to shareholders from net investment income: | | |
| Class A | (35,390) | (1,488) |
| Class B | (1,731,008) | (1,713,342) |
| Class C | (4,799,668) | (2,782,046) |
| Class R | (116,906) | (101,846) |
| Total distributions to shareholders | (6,682,972) | (4,598,722) |
| Capital share transactions: (Note 2) | | |
| Class A | 1,876,948 | 344,570 |
| Class B | 33,800,101 | (7,468,198) |
| Class C | 139,732,432 | (15,793,021) |
| Class R | 793,443 | 535,377 |
| Total capital share transactions | 176,202,924 | (22,381,272) |
| Net increase (decrease) in net assets | 176,202,924 | (22,381,272) |
| Net assets (there is no undistributed net investment income at beginning or end of year): | | |
| Beginning of year | 118,830,275 | 141,211,547 |
| End of year | \$295,033,199 | \$118,830,275 |

</TABLE>

The accompanying notes are an integral part of these financial statements.

Franklin Templeton Money Fund Trust

NOTES TO FINANCIAL STATEMENTS

FRANKLIN TEMPLETON MONEY FUND

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Franklin Templeton Money Fund Trust (Trust) is registered under the Investment Company Act of 1940, as amended, (1940 Act) as a diversified, open-end investment company, consisting of one fund, the Franklin Templeton Money Fund (Fund). The Fund offers four classes of shares: Class A, Class B, Class C, and Class R. Each class of shares differs by its initial sales load, contingent deferred sales charges, distribution fees, voting rights on matters affecting a single class and its exchange privilege.

The Fund invests substantially all of its assets in the The Money Market Portfolio (Portfolio), which is registered under the 1940 Act as a diversified, open-end investment company. The accounting policies of the Portfolio, including the Portfolio's security valuation policies, will directly affect the recorded value of the Fund's investment in the Portfolio. The financial statements of the Portfolio, including the Statement of Investments, are included elsewhere in this report and should be read in conjunction with the Fund's financial statements.

The following summarizes the Fund's significant accounting policies.

A. SECURITY VALUATION

The Fund holds Portfolio shares that are valued at its proportionate interest in the closing net asset value of the Portfolio. As of June 30, 2008, the Fund owns 4.21% of the Portfolio.

B. INCOME TAXES

No provision has been made for U.S. income taxes because it is the Fund's policy to qualify as a regulated investment company under the Internal Revenue Code and to distribute to shareholders substantially all of its taxable income and net realized gains.

The Fund has reviewed the tax positions, taken on federal income tax returns, for each of the three open tax years and as of June 30, 2008, and has determined that no provision for income tax is required in the Fund's financial statements.

C. SECURITY TRANSACTIONS, INVESTMENT INCOME, EXPENSES AND DISTRIBUTIONS

Security transactions are accounted for on trade date. Realized gains and losses on security transactions are determined on a specific identification basis. Income and estimated expenses are accrued daily. Dividends from net investment income received from the Portfolio are normally declared daily. Distributions to shareholders are determined according to income tax regulations (tax basis). Distributable earnings determined on a tax basis may differ from earnings recorded in accordance with accounting principles generally accepted in the United States of America. These differences may be permanent or temporary. Permanent differences are reclassified among

Franklin Templeton Money Fund Trust

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

FRANKLIN TEMPLETON MONEY FUND

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. SECURITY TRANSACTIONS, INVESTMENT INCOME, EXPENSES AND DISTRIBUTIONS (CONTINUED)

capital accounts to reflect their tax character. These reclassifications have no impact on net assets or the results of operations. Temporary differences are not reclassified, as they may reverse in subsequent periods.

Net investment income, other than class specific expenses, is allocated daily to

each class of shares based upon the relative value of the settled shares of each class. Realized and unrealized gains and losses are allocated daily to each class of shares based upon the relative proportion of net assets of each class. Differences in per share distributions, by class, are generally due to differences in class specific expenses.

D. ACCOUNTING ESTIMATES

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

E. GUARANTEES AND INDEMNIFICATIONS

Under the Trust's organizational documents, its officers and trustees are indemnified by the Trust against certain liabilities arising out of the performance of their duties to the Trust. Additionally, in the normal course of business, the Trust enters into contracts with service providers that contain general indemnification clauses. The Trust's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Trust that have not yet occurred. Currently, the Trust expects the risk of loss to be remote.

2. SHARES OF BENEFICIAL INTEREST

At June 30, 2008, there were an unlimited number of shares authorized (without par value). Transactions in the Fund's shares at \$1.00 per share were as follows:

<TABLE>
<CAPTION>

| | YEAR ENDED JUNE 30, | |
|---|---------------------|------------|
| | 2008 | 2007 (a) |
| <S> | <C> | <C> |
| CLASS A SHARES: | | |
| Shares sold | \$2,386,405 | \$ 345,267 |
| Shares issued in reinvestment of distributions | 35,249 | 1,425 |
| Shares redeemed | (544,706) | (2,122) |
| Net increase (decrease) | \$1,876,948 | \$ 344,570 |

</TABLE>

(a) For Class A, for the period December 15, 2006 (effective date) to June 30, 2007.

Franklin Templeton Money Fund Trust

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

FRANKLIN TEMPLETON MONEY FUND

2. SHARES OF BENEFICIAL INTEREST (CONTINUED)

<TABLE>
<CAPTION>

| | YEAR ENDED JUNE 30, | |
|---|---------------------|----------------|
| | 2008 | 2007 |
| <S> | <C> | <C> |
| CLASS B SHARES: | | |
| Shares sold | \$ 87,884,321 | \$ 26,148,246 |
| Shares issued in reinvestment of distributions .. | 1,732,297 | 1,705,320 |
| Shares redeemed | (55,816,517) | (35,321,764) |
| Net increase (decrease) | \$ 33,800,101 | \$ (7,468,198) |
| CLASS C SHARES: | | |
| Shares sold | \$ 409,151,924 | \$ 122,541,479 |
| Shares issued in reinvestment of distributions .. | 4,796,951 | 2,765,899 |
| Shares redeemed | (274,216,443) | (141,100,399) |

| | | |
|---|----------------|-----------------|
| Net increase (decrease) | \$ 139,732,432 | \$ (15,793,021) |
| | ===== | ===== |
| CLASS R SHARES: | | |
| Shares sold | \$ 6,826,785 | \$ 4,190,333 |
| Shares issued in reinvestment of distributions .. | 116,466 | 101,294 |
| Shares redeemed | (6,149,808) | (3,756,250) |
| | ----- | ----- |
| Net increase (decrease) | \$ 793,443 | \$ 535,377 |
| | ===== | ===== |

</TABLE>

3. TRANSACTIONS WITH AFFILIATES

Franklin Resources, Inc. is the holding company for various subsidiaries that together are referred to as Franklin Templeton Investments. Certain officers and trustees of the Trust are also officers and/or directors/trustees of the Portfolio and of the following subsidiaries:

| SUBSIDIARY | AFFILIATION |
|---|------------------------|
| ----- | ----- |
| <S> | <C> |
| Franklin Advisers, Inc. (Advisers) | Administrative manager |
| Franklin Templeton Distributors, Inc. (Distributors) | Principal underwriter |
| Franklin Templeton Investor Services, LLC (Investor Services) | Transfer agent |

A. ADMINISTRATIVE FEES

The Fund pays an administrative fee to Advisers based on the average daily net assets of the Fund as follows:

| ANNUALIZED FEE RATE | NET ASSETS |
|---------------------|---|
| ----- | ----- |
| <S> | <C> |
| 0.455% | Up to and including \$100 million |
| 0.330% | Over \$100 million, up to and including \$250 million |
| 0.280% | In excess of \$250 million |

</TABLE>

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Franklin Templeton Money Fund Trust

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

FRANKLIN TEMPLETON MONEY FUND

3. TRANSACTIONS WITH AFFILIATES (CONTINUED)

B. DISTRIBUTION FEES

The Fund's Board of Trustees has adopted distribution plans for each share class, with the exception of Class A shares, pursuant to Rule 12b-1 under the 1940 Act. Under the Fund's compensation distribution plans, the Fund pays Distributors for costs incurred in connection with the servicing, sale and distribution of the Fund's shares up to a certain percentage per year of its average daily net assets of each class as follows:

| | |
|-------------|-------|
| <S> | <C> |
| Class B ... | 0.65% |
| Class C ... | 0.65% |
| Class R ... | 0.50% |

</TABLE>

C. SALES CHARGES/UNDERWRITING AGREEMENTS

Distributors has advised the Fund of the following commission transactions related to the sales and redemptions of the Fund's shares for the year:

| | |
|--|-----------|
| <S> | <C> |
| Contingent deferred sales charges retained ... | \$332,774 |

</TABLE>

D. TRANSFER AGENT FEES

For the year ended June 30, 2008, the Fund paid transfer agent fees of \$239,340, of which \$136,246 was retained by Investor Services.

E. WAIVER AND EXPENSE REIMBURSEMENTS

Advisers has agreed in advance to waive all or a portion of its fees and to assume payment of other expenses through October 31, 2008. Total expenses waived or paid are not subject to reimbursement by the Fund subsequent to the Fund's fiscal year end. After October 31, 2008, Advisers may discontinue this waiver at any time upon notice to the Fund's Board of Trustees.

4. INCOME TAXES

The tax character of distributions paid during the years ended June 30, 2008 and 2007, was as follows:

<TABLE>
<CAPTION>

| | 2008 | 2007 |
|--|-------------|-------------|
| | ----- | ----- |
| <S> | <C> | <C> |
| Distributions paid from ordinary income .. | \$6,682,972 | \$4,598,722 |
| | ===== | ===== |

</TABLE>

At June 30, 2008, the cost of investments and undistributed ordinary income for income tax purposes were as follows:

<TABLE>

| | |
|----------------------------------|---------------|
| <S> | <C> |
| Cost of investments | \$295,809,448 |
| | ===== |
| Undistributed ordinary income .. | \$ 81,581 |
| | ===== |

</TABLE>

Franklin Templeton Money Fund Trust

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

FRANKLIN TEMPLETON MONEY FUND

5. NEW ACCOUNTING PRONOUNCEMENT

In September 2006, the Financial Accounting Standards Board (FASB) issued FASB Statement No. 157, "Fair Value Measurement" (SFAS 157), which defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. SFAS 157 is effective for fiscal years beginning after November 15, 2007, and interim periods within those fiscal years. The Fund believes the adoption of SFAS 157 will have no material impact on its financial statements.

Franklin Templeton Money Fund Trust

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

TO THE BOARD OF TRUSTEES AND SHAREHOLDERS OF THE FRANKLIN TEMPLETON MONEY FUND

In our opinion, the accompanying statement of assets and liabilities, including the statement of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of the Franklin Templeton Money Fund (the "Fund") at June 30, 2008, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended and the financial highlights for each of the periods presented, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to

obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of investments with the Portfolio's transfer agent at June 30, 2008, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
 San Francisco, California
 August 19, 2008

Franklin Templeton Money Fund Trust

TAX DESIGNATION (UNAUDITED)

Under Section 871(k)(1)(C) of the Internal Revenue Code (Code), the Fund designates the maximum amount allowable but no less than \$6,682,972 as interest related dividends for purposes of the tax imposed under Section 871(a)(1)(A) of the Code for the fiscal year ended June 30, 2008.

Franklin Templeton Money Fund Trust

BOARD MEMBERS AND OFFICERS

The name, year of birth and address of the officers and board members, as well as their affiliations, positions held with the Trust, principal occupations during the past five years and number of portfolios overseen in the Franklin Templeton Investments fund complex are shown below. Generally, each board member serves until that person's successor is elected and qualified.

INDEPENDENT BOARD MEMBERS

<TABLE>
 <CAPTION>

| NAME, YEAR OF BIRTH AND ADDRESS | POSITION | LENGTH OF TIME SERVED | NUMBER OF PORTFOLIOS IN FUND COMPLEX OVERSEEN BY BOARD MEMBER* | OTHER DIRECTORSHIPS HELD |
|--|----------------|-----------------------|--|--|
| <S> HARRIS J. ASHTON (1932) One Franklin Parkway San Mateo, CA 94403-1906 | <C> Trustee | <C> Since 1995 | <C> 143 | <C> Bar-S Foods (meat packing company). |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Director of various companies; and FORMERLY, Director, RBC Holdings, Inc. (bank holding company) (until 2002); and President, Chief Executive Officer and Chairman of the Board, General Host Corporation (nursery and craft centers) (until 1998).

| | | | | |
|--|---------|------------|-----|------|
| ROBERT F. CARLSON (1928) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 2003 | 122 | None |
|--|---------|------------|-----|------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Retired; and FORMERLY, Vice President, senior member and past President, Board of Administration, California Public Employees Retirement Systems (CALPERS) (1971-January 2008); member and Chairman of the Board, Sutter Community Hospitals; member, Corporate Board, Blue Shield of California; and Chief Counsel, California Department of Transportation.

| | | | | |
|---|---------|------------|-----|---|
| SAM GINN (1937) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 2007 | 122 | Chevron Corporation (global energy company) and ICO Global Communications (Holdings) Limited (satellite company). |
|---|---------|------------|-----|---|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Private investor; and FORMERLY, Chairman of the Board, Vodafone AirTouch, PLC

(wireless company); Chairman of the Board and Chief Executive Officer, AirTouch Communications (cellular communications) (1993-1998) and Pacific Telesis Groups (telephone holding company) (1988-1994).

EDITH E. HOLIDAY (1952)
One Franklin Parkway
San Mateo, CA 94403-1906

Trustee

Since 2005

143

Hess Corporation (exploration and refining of oil and gas), H.J. Heinz Company (processed foods and allied products), RTI International Metals, Inc. (manufacture and distribution of titanium), Canadian National Railway (railroad) and White Mountains Insurance Group, Ltd. (holding company).

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Director or Trustee of various companies and trusts; and FORMERLY, Assistant to the President of the United States and Secretary of the Cabinet (1990-1993); General Counsel to the United States Treasury Department (1989-1990); and Counselor to the Secretary and Assistant Secretary for Public Affairs and Public Liaison-United States Treasury Department (1988-1989).

</TABLE>

<TABLE>
<CAPTION>

| NAME, YEAR OF BIRTH AND ADDRESS | POSITION | LENGTH OF TIME SERVED | NUMBER OF PORTFOLIOS IN FUND COMPLEX OVERSEEN BY BOARD MEMBER* | OTHER DIRECTORSHIPS HELD |
|--|----------|-----------------------|--|--|
| FRANK W.T. LAHAYE (1929) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 1995 | 122 | Center for Creative Land Recycling (brownfield redevelopment). |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

General Partner, Las Olas L.P. (Asset Management); and FORMERLY, Chairman, Peregrine Venture Management Company (venture capital).

FRANK A. OLSON (1932)
One Franklin Parkway
San Mateo, CA 94403-1906

Trustee

Since 2005

143

Hess Corporation (exploration and refining of oil and gas) and Sentient Jet (private jet service).

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Chairman Emeritus, The Hertz Corporation (car rental) (since 2000) (Chairman of the Board (1980-2000) and Chief Executive Officer (1977-1999); and FORMERLY, Chairman of the Board, President and Chief Executive Officer, UAL Corporation (airlines).

LARRY D. THOMPSON (1945)
One Franklin Parkway
San Mateo, CA 94403-1906

Trustee

Since 2007

143

None

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Senior Vice President - Government Affairs, General Counsel and Secretary, PepsiCo, Inc. (consumer products); and FORMERLY, Director, Delta Airlines (aviation) (2003-2005) and Providian Financial Corp. (credit card provider) (1997-2001); Senior Fellow of The Brookings Institution (2003-2004); Visiting Professor, University of Georgia School of Law (2004); and Deputy Attorney General, U.S. Department of Justice (2001-2003).

JOHN B. WILSON (1959)
One Franklin Parkway
San Mateo, CA 94403-1906

Lead Independent Trustee

Trustee since 2007 and Lead Independent Trustee since January 2008

122

None

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

President and Founder, Hyannis Port Capital, Inc. (real estate and private equity investing); serves on private and non-profit boards; and FORMERLY, Chief Operating Officer and Executive Vice President, Gap, Inc. (retail) (1996-2000); Chief Financial Officer and Executive Vice President - Finance and Strategy, Staples, Inc. (office supplies) (1992-1996); Executive Vice President - Corporate Planning, Northwest Airlines, Inc. (airlines) (1990-1992); and Vice

President and Partner, Bain & Company (consulting firm) (1986-1990).
 </TABLE>

INTERESTED BOARD MEMBERS AND OFFICERS

<TABLE>
 <CAPTION>

| NAME, YEAR OF BIRTH AND ADDRESS | POSITION | LENGTH OF TIME SERVED | NUMBER OF PORTFOLIOS IN FUND COMPLEX OVERSEEN BY BOARD MEMBER* | OTHER DIRECTORSHIPS HELD |
|--|--|--------------------------|---|--------------------------|
| <S> **CHARLES B. JOHNSON (1933) One Franklin Parkway San Mateo, CA 94403-1906 | <C> Trustee and Chairman of the Board | <C> Since 1995 | <C> 143 | <C> None |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Chairman of the Board, Member - Office of the Chairman and Director, Franklin Resources, Inc.; Director, Templeton Worldwide, Inc.; and officer and/or director or trustee, as the case may be, of some of the other subsidiaries of Franklin Resources, Inc. and of 42 of the investment companies in Franklin Templeton Investments.
 </TABLE>

<TABLE>
 <CAPTION>

| NAME, YEAR OF BIRTH AND ADDRESS | POSITION | LENGTH OF TIME SERVED | NUMBER OF PORTFOLIOS IN FUND COMPLEX OVERSEEN BY BOARD MEMBER* | OTHER DIRECTORSHIPS HELD |
|--|----------------|--------------------------|---|--------------------------|
| <S> **GREGORY E. JOHNSON (1961) One Franklin Parkway San Mateo, CA 94403-1906 | <C> Trustee | <C> Since 2007 | <C> 94 | <C> None |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Director, President and Chief Executive Officer, Franklin Resources, Inc.; President, Templeton Worldwide, Inc.; Director, Templeton Asset Management Ltd.; and officer and/or director or trustee, as the case may be, of some of the other subsidiaries of Franklin Resources, Inc. and of 33 of the investment companies in Franklin Templeton Investments.

| | | | | |
|---|---|---|----------------|----------------|
| JAMES M. DAVIS (1952) One Franklin Parkway San Mateo, CA 94403-1906 | Chief Compliance Officer and Vice President - AML Compliance | Chief Compliance Officer since 2004 and Vice President - AML Compliance since 2006 | Not Applicable | Not Applicable |
|---|---|---|----------------|----------------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Director, Global Compliance, Franklin Resources, Inc.; officer of some of the other subsidiaries of Franklin Resources, Inc. and of 46 of the investment companies in Franklin Templeton Investments; and FORMERLY, Director of Compliance, Franklin Resources, Inc. (1994-2001).

| | | | | |
|---|--|--|----------------|----------------|
| LAURA F. FERGERSON (1962) One Franklin Parkway San Mateo, CA 94403-1906 | Treasurer, Chief Financial Officer and Chief Accounting Officer | Treasurer since 2004, Chief Financial Officer and Chief Accounting Officer since February 2008 | Not Applicable | Not Applicable |
|---|--|--|----------------|----------------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Vice President, Franklin Templeton Services, LLC; officer of 46 of the investment companies in Franklin Templeton Investments; and FORMERLY, Director and member of Audit and Valuation Committees, Runkel Funds, Inc. (2003-2004); Assistant Treasurer of most of the investment companies in Franklin Templeton Investments (1997-2003); and Vice President, Franklin Templeton Services, LLC (1997-2003).

| | | | | |
|-------------------------|----------------|----------------|----------------|----------------|
| JIMMY D. GAMBILL (1947) | Vice President | Since February | Not Applicable | Not Applicable |
|-------------------------|----------------|----------------|----------------|----------------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

President, Franklin Templeton Services, LLC; Senior Vice President, Templeton Worldwide, Inc.; and officer of some of the other subsidiaries of Franklin Resources, Inc. and of 46 of the investment companies in Franklin Templeton Investments.

| | | | | |
|--|----------------|------------|----------------|----------------|
| DAVID P. GOSS (1947) | Vice President | Since 2000 | Not Applicable | Not Applicable |
| One Franklin Parkway San Mateo, CA 94403-1906 | | | | |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Senior Associate General Counsel, Franklin Templeton Investments; officer and director of one of the subsidiaries of Franklin Resources, Inc.; and officer of 46 of the investment companies in Franklin Templeton Investments.

</TABLE>

<TABLE>
<CAPTION>

| NAME, YEAR OF BIRTH AND ADDRESS | POSITION | LENGTH OF TIME SERVED | NUMBER OF PORTFOLIOS IN FUND | OTHER DIRECTORSHIPS HELD |
|---|--|---|--------------------------------------|--------------------------|
| | | | COMPLEX OVERSEEN BY BOARD MEMBER* | |
| <S> | <C> | <C> | <C> | <C> |
| RUPERT H. JOHNSON, JR. (1940) One Franklin Parkway San Mateo, CA 94403-1906 | President and Chief Executive Officer - Investment Management | President since 1995 and Chief Executive Officer -Investment Management since 2002 | Not Applicable | Not Applicable |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Vice Chairman, Member - Office of the Chairman and Director, Franklin Resources, Inc.; Director, Franklin Advisers, Inc. and Templeton Worldwide, Inc.; Senior Vice President, Franklin Advisory Services, LLC; and officer and/or director or trustee, as the case may be, of some of the other subsidiaries of Franklin Resources, Inc. and of 44 of the investment companies in Franklin Templeton Investments.

| | | | | |
|--|---------------------------------|------------|----------------|----------------|
| KAREN L. SKIDMORE (1952) | Vice President and Secretary | Since 2006 | Not Applicable | Not Applicable |
| One Franklin Parkway San Mateo, CA 94403-1906 | | | | |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Senior Associate General Counsel, Franklin Templeton Investments; and officer of 30 of the investment companies in Franklin Templeton Investments.

| | | | | |
|--|----------------|------------|----------------|----------------|
| CRAIG S. TYLE (1960) | Vice President | Since 2005 | Not Applicable | Not Applicable |
| One Franklin Parkway San Mateo, CA 94403-1906 | | | | |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

General Counsel and Executive Vice President, Franklin Resources, Inc.; officer of some of the other subsidiaries of Franklin Resources, Inc. and of 46 of the investment companies in Franklin Templeton Investments; and FORMERLY, Partner, Shearman & Sterling, LLP (2004-2005); and General Counsel, Investment Company Institute (ICI) (1997-2004).

</TABLE>

<TABLE>
<CAPTION>

| NAME, YEAR OF BIRTH | LENGTH OF | NUMBER OF PORTFOLIOS IN FUND | COMPLEX OVERSEEN |
|---------------------|-----------|---------------------------------|------------------|
| | | | |

| AND ADDRESS | POSITION | TIME SERVED | BY BOARD MEMBER* | OTHER DIRECTORSHIPS HELD |
|--|---|------------------------|------------------|--------------------------|
| <S> | <C> | <C> | <C> | <C> |
| GALEN G. VETTER (1951) 500 East Broward Blvd. Suite 2100 Fort Lauderdale, FL 33394-3091 | Senior Vice President and Chief Executive Officer- Finance and Administration | Since February 2008 | Not Applicable | Not Applicable |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Senior Vice President, Franklin Templeton Services, LLC; officer of some of the other subsidiaries of Franklin Resources, Inc. and of 46 of the investment companies in Franklin Templeton Investments; and FORMERLY, Managing Director, RSM McGladrey, Inc. (1999-2004); and Partner, McGladrey & Pullen, LLP (1979-1987 and 1991-2004).

</TABLE>

- * We base the number of portfolios on each separate series of the U.S. registered investment companies within the Franklin Templeton Investments fund complex. These portfolios have a common investment manager or affiliated investment managers.
- ** Charles B. Johnson is considered to be an interested person of the Trust under the federal securities laws due to his position as officer and director and major shareholder of Franklin Resources, Inc. (Resources), which is the parent company of the Fund's investment manager and distributor. Gregory E. Johnson is considered to be an interested person of the Trust under the federal securities laws due to his position as an officer and director of Resources.

Note 1: Charles B. Johnson and Rupert H. Johnson, Jr. are brothers and the father and uncle, respectively, of Gregory E. Johnson.

Note 2: Officer information is current as of the date of this report. It is possible that after this date, information about officers may change.

THE SARBANES-OXLEY ACT OF 2002 AND RULES ADOPTED BY THE SECURITIES AND EXCHANGE COMMISSION REQUIRE THE FUND TO DISCLOSE WHETHER THE FUND'S AUDIT COMMITTEE INCLUDES AT LEAST ONE MEMBER WHO IS AN AUDIT COMMITTEE FINANCIAL EXPERT WITHIN THE MEANING OF SUCH ACT AND RULES. THE FUND'S BOARD OF TRUSTEES HAS DETERMINED THAT THERE IS AT LEAST ONE SUCH FINANCIAL EXPERT ON THE AUDIT COMMITTEE AND HAS DESIGNATED JOHN B. WILSON AS ITS AUDIT COMMITTEE FINANCIAL EXPERT. THE BOARD BELIEVES THAT MR. WILSON QUALIFIES AS SUCH AN EXPERT IN VIEW OF HIS EXTENSIVE BUSINESS BACKGROUND AND EXPERIENCE, INCLUDING SERVICE AS CHIEF FINANCIAL OFFICER OF STAPLES, INC. FROM 1992 TO 1996. MR. WILSON HAS BEEN A MEMBER AND CHAIRMAN OF THE FUND'S AUDIT COMMITTEE SINCE 2007. AS A RESULT OF SUCH BACKGROUND AND EXPERIENCE, THE BOARD OF TRUSTEES BELIEVES THAT MR. WILSON HAS ACQUIRED AN UNDERSTANDING OF GENERALLY ACCEPTED ACCOUNTING PRINCIPLES AND FINANCIAL STATEMENTS, THE GENERAL APPLICATION OF SUCH PRINCIPLES IN CONNECTION WITH THE ACCOUNTING ESTIMATES, ACCRUALS AND RESERVES, AND ANALYZING AND EVALUATING FINANCIAL STATEMENTS THAT PRESENT A BREADTH AND LEVEL OF COMPLEXITY OF ACCOUNTING ISSUES GENERALLY COMPARABLE TO THOSE OF THE FUND, AS WELL AS AN UNDERSTANDING OF INTERNAL CONTROLS AND PROCEDURES FOR FINANCIAL REPORTING AND AN UNDERSTANDING OF AUDIT COMMITTEE FUNCTIONS. MR. WILSON IS AN INDEPENDENT TRUSTEE AS THAT TERM IS DEFINED UNDER THE RELEVANT SECURITIES AND EXCHANGE COMMISSION RULES AND RELEASES.

THE STATEMENT OF ADDITIONAL INFORMATION (SAI) INCLUDES ADDITIONAL INFORMATION ABOUT THE BOARD MEMBERS AND IS AVAILABLE, WITHOUT CHARGE, UPON REQUEST. SHAREHOLDERS MAY CALL 1-800/DIAL BEN (1-800/342-5236) TO REQUEST THE SAI.

The Money Market Portfolios

FINANCIAL HIGHLIGHTS

THE MONEY MARKET PORTFOLIO

<TABLE>
<CAPTION>

| | YEAR ENDED JUNE 30, | | | | |
|---------------------------------|---------------------|------|------|------|------|
| | 2008 | 2007 | 2006 | 2005 | 2004 |
| <S> | <C> | <C> | <C> | <C> | <C> |
| PER SHARE OPERATING PERFORMANCE | | | | | |

| | | | | | |
|---|-------------|-------------|-------------|-------------|-------------|
| (for a share outstanding throughout the year) | | | | | |
| Net asset value, beginning of year | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 |
| Income from investment operations: | | | | | |
| Net investment income | 0.040 | 0.052 | 0.041 | 0.020 | 0.009 |
| Net realized gains (losses) | -- | -- (a) | -- | -- | -- |
| Less distributions from net investment income | (0.040) | (0.052) | (0.041) | (0.020) | (0.009) |
| Net asset value, end of year | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 | \$ 1.00 |
| Total return | 4.10% | 5.28% | 4.15% | 2.06% | 0.94% |
| RATIOS TO AVERAGE NET ASSETS | | | | | |
| Expenses before waiver and payments by affiliates and expense reduction | 0.16% | 0.15% | 0.16% | 0.16% | 0.16% |
| Expenses net of waiver and payments by affiliates and expense reduction(b)..... | 0.16% | 0.15% | 0.16% | 0.16% | 0.15% |
| Net investment income | 4.02% | 5.17% | 4.09% | 2.04% | 0.93% |
| SUPPLEMENTAL DATA | | | | | |
| Net assets, end of year (000's) | \$7,028,194 | \$6,580,101 | \$4,993,739 | \$5,676,479 | \$5,505,394 |

(a) Amount rounds to less than \$0.001 per share.

(b) Benefit of expense reduction rounds to less than 0.01%.

The accompanying notes are an integral part of these financial statements.

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The Money Market Portfolios

STATEMENT OF INVESTMENTS, JUNE 30, 2008

| THE MONEY MARKET PORTFOLIO | PRINCIPAL AMOUNT (a) | VALUE |
|--|----------------------|----------------|
| INVESTMENTS 102.4% | | |
| BANK NOTES 7.8% | | |
| Bank of America NA, 2.85%, 10/14/08 | \$275,000,000 | \$ 275,007,946 |
| Wells Fargo Bank NA, 2.50%, 7/14/08 | 275,000,000 | 275,000,000 |
| TOTAL BANK NOTES (COST \$550,007,946) | | 550,007,946 |
| CERTIFICATES OF DEPOSIT 48.8% | | |
| ABN Amro Bank NV, Chicago Branch, 2.43%, 7/08/08 | 275,000,000 | 275,000,534 |
| Australia and New Zealand Banking Group Ltd., New York Branch, 2.92%, 10/15/08 ... | 125,000,000 | 125,003,645 |
| Bank of Ireland, Connecticut Branch, 2.625%, 7/07/08 | 275,000,000 | 275,000,228 |
| Banque Nationale De Paris, New York Branch, 2.88%, 7/23/08 | 100,000,000 | 100,000,000 |
| Banque Nationale De Paris, New York Branch, 2.45%, 8/15/08 | 175,000,000 | 175,002,133 |
| Barclays Bank PLC, New York Branch, 2.87%, 7/29/08 | 275,000,000 | 275,000,000 |
| Calyon NY, New York Branch, 2.90%, 10/01/08 | 275,000,000 | 275,000,000 |
| Dexia Credit Local NY, New York Branch, 2.66%, 8/08/08 | 275,000,000 | 275,000,000 |
| Lloyds Bank PLC, New York Branch, 2.395%, 7/10/08 | 275,000,000 | 275,000,686 |
| Rabobank Nederland, New York Branch, 2.67%, 9/12/08 | 275,000,000 | 275,000,000 |
| Royal Bank of Canada, New York Branch, 2.72%, 9/15/08 | 275,000,000 | 275,000,000 |
| Svenska Handelsbanken, New York Branch, 2.59%, 9/03/08 | 275,000,000 | 275,000,000 |
| Toronto-Dominion Bank, New York Branch, 2.60%, 8/21/08 | 275,000,000 | 275,000,000 |
| Westpac Banking Corp., New York Branch, 2.85%, 8/22/08 | 275,000,000 | 275,003,935 |
| TOTAL CERTIFICATES OF DEPOSIT (COST \$3,425,011,161) | | 3,425,011,161 |
| (b) COMMERCIAL PAPER 43.4% | | |
| Abbott Laboratories, 7/08/08 | 77,000,000 | 76,967,061 |
| Australia and New Zealand Banking Group Ltd., 7/09/08 | 100,000,000 | 99,944,444 |
| Australia and New Zealand Banking Group Ltd., 8/04/08 | 50,000,000 | 49,882,417 |
| BP Capital Markets PLC, 7/01/08 | 106,878,000 | 106,878,000 |
| Commonwealth Bank of Australia, 7/07/08 | 100,000,000 | 99,956,083 |
| Commonwealth Bank of Australia, 9/22/08 | 175,000,000 | 173,910,625 |
| Danske Corp., 7/01/08 | 50,000,000 | 50,000,000 |
| Danske Corp., 7/28/08 | 275,000,000 | 274,480,250 |
| General Electric Capital Corp., 3/06/09 | 275,000,000 | 269,316,666 |
| Internationale Nederlanden U.S., 7/01/08 | 50,000,000 | 50,000,000 |
| Internationale Nederlanden U.S., 9/08/08 | 275,000,000 | 273,632,219 |
| Johnson & Johnson, 7/21/08 | 75,000,000 | 74,883,000 |
| Johnson & Johnson, 7/28/08 | 200,000,000 | 199,772,222 |

| | | |
|---|-------------|---------------|
| Lloyds Bank PLC (CP), 7/01/08 | 100,000 | 100,000 |
| Nestle Capital Corp., 7/01/08 | 155,700,000 | 155,700,000 |
| Nestle Capital Corp., 7/21/08 | 100,000,000 | 99,881,667 |
| Novartis Finance Corp., 7/18/08 | 250,000,000 | 249,728,472 |
| PepsiCo Inc., 7/02/08 | 125,000,000 | 124,992,535 |
| PepsiCo Inc., 7/07/08 | 50,000,000 | 49,982,250 |
| Pfizer Inc., 7/15/08 | 125,306,000 | 125,212,438 |
| Procter & Gamble International Funding, 7/01/08 | 100,000,000 | 100,000,000 |
| Procter & Gamble International Funding, 7/22/08 | 50,000,000 | 49,936,708 |
| Toyota Motor Credit Corp., 2/09/09 | 250,000,000 | 245,896,181 |
| United Parcel Service Inc., 7/09/08 | 50,000,000 | 49,977,778 |
| | | ----- |
| TOTAL COMMERCIAL PAPER (COST \$3,051,031,016) | | 3,051,031,016 |
| | | ----- |

</TABLE>

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The Money Market Portfolios

STATEMENT OF INVESTMENTS, JUNE 30, 2008 (CONTINUED)

<TABLE>

| THE MONEY MARKET PORTFOLIO ----- | PRINCIPAL AMOUNT (a) ----- | VALUE ----- |
|--|-------------------------------|-----------------|
| <S> | <C> | <C> |
| INVESTMENTS (CONTINUED) | | |
| U.S. GOVERNMENT AND AGENCY SECURITIES (COST \$30,325,000) 0.4% | | |
| (b) FHLB, 7/01/08 | \$ 30,325,000 | \$ 30,325,000 |
| | | ----- |
| TOTAL INVESTMENTS BEFORE REPURCHASE AGREEMENTS (COST \$7,056,375,123) | | 7,056,375,123 |
| | | ----- |
| (c) REPURCHASE AGREEMENTS 2.0% | | |
| ABN Amro Bank NV, 2.15%, 7/01/08 (Maturity Value \$55,003,285) | | |
| Collateralized by U.S. Government Agency Securities, 3.125% - 4.75%, 4/24/09 - 11/12/10 | 55,000,000 | 55,000,000 |
| Deutsche Morgan Grenfell, 1.75%, 7/01/08 (Maturity Value \$84,159,091) | | |
| Collateralized by aU.S. Treasury Bill, 9/25/08; and U.S. Treasury Note, 3.00%, 7/15/12 | 84,155,000 | 84,155,000 |
| | | ----- |
| TOTAL REPURCHASE AGREEMENTS (COST \$139,155,000) | | 139,155,000 |
| | | ----- |
| TOTAL INVESTMENTS (COST \$7,195,530,123) 102.4% | | 7,195,530,123 |
| OTHER ASSETS, LESS LIABILITIES (2.4)% | | (167,335,933) |
| | | ----- |
| NET ASSETS 100.0% | | \$7,028,194,190 |
| | | ===== |

</TABLE>

SELECTED PORTFOLIO ABBREVIATIONS

FHLB - Federal Home Loan Bank

- (a) The principal amount is stated in U.S. dollars unless otherwise indicated.
- (b) The security is traded on a discount basis with no stated coupon rate.
- (c) See Note 1(b) regarding repurchase agreements.

The accompanying notes are an integral part of these financial statements.

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The Money Market Portfolios

FINANCIAL STATEMENTS

STATEMENT OF ASSETS AND LIABILITIES

June 30, 2008

<TABLE>

| <S> | THE MONEY MARKET PORTFOLIO ----- | <C> |
|---------|---|-----|
| Assets: | | |

| | |
|--|-----------------|
| Investments in securities, at amortized cost | \$7,056,375,123 |
| Repurchase agreements, at value and cost | 139,155,000 |
| | ----- |
| Total investments | \$7,195,530,123 |
| Cash | 5,646 |
| Interest receivable | 8,650,806 |
| | ----- |
| Total assets | 7,204,186,575 |
| | ----- |
| Liabilities: | |
| Payables: | |
| Investment securities purchased | 175,002,133 |
| Affiliates | 864,562 |
| Distributions to shareholders | 8,342 |
| Accrued expenses and other liabilities | 117,348 |
| | ----- |
| Total liabilities | 175,992,385 |
| | ----- |
| Net assets, at value | \$7,028,194,190 |
| | ----- |
| Net assets consist of: | |
| Paid-in capital | \$7,028,213,659 |
| Accumulated net realized gain (loss) | (19,469) |
| | ----- |
| Net assets, at value | \$7,028,194,190 |
| | ===== |
| Shares outstanding | 7,028,213,659 |
| | ===== |
| Net asset value per share | \$ 1.00 |
| | ===== |

</TABLE>

The accompanying notes are an integral part of these financial statements.

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The Money Market Portfolios

FINANCIAL STATEMENTS (CONTINUED)

STATEMENT OF OPERATIONS for the year ended June 30, 2008

<TABLE>

<CAPTION>

| | THE MONEY MARKET PORTFOLIO |
|--|----------------------------------|
| | ----- |
| <S> | <C> |
| Investment income: | |
| Interest | \$282,174,972 |
| | ----- |
| Expenses: | |
| Management fees (Note 3a) | 10,149,545 |
| Custodian fees (Note 4) | 115,572 |
| Reports to shareholders | 9,144 |
| Professional fees | 105,934 |
| Other | 110,380 |
| | ----- |
| Total expenses | 10,490,575 |
| Expense reductions (Note 4) | (1,906) |
| | ----- |
| Net expenses | 10,488,669 |
| | ----- |
| Net investment income | 271,686,303 |
| | ----- |
| Net increase (decrease) in net assets resulting from operations .. | \$271,686,303 |
| | ===== |

</TABLE>

The accompanying notes are an integral part of these financial statements.

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The Money Market Portfolios

STATEMENTS OF CHANGES IN NET ASSETS

<TABLE>
<CAPTION>

| | THE MONEY MARKET PORTFOLIO YEAR ENDED JUNE 30, | |
|---|---|-----------------|
| | 2008 | 2007 |
| <S> | <C> | <C> |
| Increase (decrease) in net assets: | | |
| Operations: | | |
| Net investment income | \$ 271,686,303 | \$ 318,082,571 |
| Net realized gain (loss) from investments | -- | (19,469) |
| Net increase (decrease) in net assets resulting from operations | 271,686,303 | 318,063,102 |
| Distributions to shareholders from net investment income | (271,686,303) | (318,082,571) |
| Capital share transactions (Note 2) | 448,092,878 | 1,586,381,761 |
| Net increase (decrease) in net assets | 448,092,878 | 1,586,362,292 |
| Net assets (there is no undistributed net investment income at beginning or end of year): | | |
| Beginning of year | 6,580,101,312 | 4,993,739,020 |
| End of year | \$7,028,194,190 | \$6,580,101,312 |

</TABLE>

The accompanying notes are an integral part of these financial statements.

The Money Market Portfolios

NOTES TO FINANCIAL STATEMENTS

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

The Money Market Portfolios (Trust) is registered under the Investment Company Act of 1940, as amended, (1940 Act) as a diversified, open-end investment company, consisting of one portfolio, The Money Market Portfolio (Portfolio). The shares of the Portfolio are issued in private placements and are exempt from registration under the Securities Act of 1933.

The following summarizes the Portfolio's significant accounting policies.

A. SECURITY VALUATION

Securities are valued at amortized cost which approximates market value. This method involves valuing an instrument at its cost and thereafter assuming a constant amortization to maturity of any discount or premium. All security valuation procedures are approved by the Trust's Board of Trustees.

B. REPURCHASE AGREEMENTS

The Portfolio may enter into repurchase agreements, which are accounted for as a loan by the Portfolio to the seller, collateralized by securities which are delivered to the Portfolio's custodian. The market value, including accrued interest, of the initial collateralization is required to be at least 102% of the dollar amount invested by the Portfolio, with the value of the underlying securities marked to market daily to maintain coverage of at least 100%. All repurchase agreements held by the Portfolio at year end had been entered into on June 30, 2008. Repurchase agreements are valued at cost.

C. INCOME TAXES

No provision has been made for U.S. income taxes because it is the Portfolio's policy to qualify as a regulated investment company under the Internal Revenue Code and to distribute to shareholders substantially all of its taxable income and net realized gains.

The Portfolio has reviewed the tax positions, taken on federal income tax returns, for each of the three open tax years and as of June 30, 2008, and has determined that no provision for income tax is required in the Portfolio's financial statements.

The Money Market Portfolios

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. SECURITY TRANSACTIONS, INVESTMENT INCOME, EXPENSES AND DISTRIBUTIONS

Security transactions are accounted for on trade date. Realized gains and losses on security transactions are determined on a specific identification basis. Interest income and estimated expenses are accrued daily. Amortization of premium and accretion of discount on debt securities are included in interest income. Dividends from net investment income are normally declared daily and distributed monthly. Distributions to shareholders are determined according to income tax regulations (tax basis). Distributable earnings determined on a tax basis may differ from earnings recorded in accordance with accounting principles generally accepted in the United States of America. These differences may be permanent or temporary. Permanent differences are reclassified among capital accounts to reflect their tax character. These reclassifications have no impact on net assets or the results of operations. Temporary differences are not reclassified, as they may reverse in subsequent periods.

E. ACCOUNTING ESTIMATES

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

F. GUARANTEES AND INDEMNIFICATIONS

Under the Trust's organizational documents, its officers and trustees are indemnified by the Trust against certain liabilities arising out of the performance of their duties to the Trust. Additionally, in the normal course of business, the Trust enters into contracts with service providers that contain general indemnification clauses. The Trust's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Trust that have not yet occurred. Currently, the Trust expects the risk of loss to be remote.

2. SHARES OF BENEFICIAL INTEREST

At June 30, 2008, there were an unlimited number of shares authorized (without par value). Transactions in the Portfolio's shares at \$1.00 per share were as follows:

<TABLE>

<CAPTION>

| | YEAR ENDED JUNE 30, | |
|---|---------------------|------------------|
| | 2008 | 2007 |
| <S> | <C> | <C> |
| Shares sold..... | \$ 8,390,404,437 | \$ 9,565,818,487 |
| Shares issued on merger (Note 6)..... | -- | 84,125,474 |
| Shares issued in reinvestment of distributions... | 271,685,448 | 318,075,338 |
| Shares redeemed..... | (8,213,997,007) | (8,381,637,538) |
| Net increase (decrease)..... | \$ 448,092,878 | \$ 1,586,381,761 |

</TABLE>

The Money Market Portfolios

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

3. TRANSACTIONS WITH AFFILIATES

Franklin Resources, Inc. is the holding company for various subsidiaries that together are referred to as Franklin Templeton Investments. Certain officers and trustees of the Trust are also officers and/or directors or trustees of the Franklin Money Fund, the Institutional Fiduciary Trust, and the Franklin

Templeton Money Fund Trust, and of the following subsidiaries:

| SUBSIDIARY | AFFILIATION |
|---|--------------------|
| Franklin Advisers, Inc. (Advisers) | Investment manager |
| Franklin Templeton Investor Services, LLC (Investor Services) | Transfer agent |

A. MANAGEMENT FEES

The Portfolio pays an investment management fee to Advisers of 0.15% per year of the average daily net assets of the Portfolio.

B. TRANSFER AGENT FEES

Investor Services, under terms of an agreement, performs shareholder servicing for the Portfolio and is not paid by the Portfolio for the services.

C. OTHER AFFILIATED TRANSACTIONS

At June 30, 2008, the shares of the Portfolio were owned by the following funds:

| | SHARES | PERCENTAGE OF OUTSTANDING SHARES |
|--|---------------|-------------------------------------|
| Institutional Fiduciary Trust - Money Market Portfolio..... | 4,086,199,858 | 58.14% |
| Franklin Money Fund..... | 2,495,690,642 | 35.51% |
| Franklin Templeton Money Fund Trust- Franklin Templeton Money Fund..... | 295,809,448 | 4.21% |
| Institutional Fiduciary Trust - Franklin Cash Reserves Fund... | 150,513,711 | 2.14% |

4. EXPENSE OFFSET ARRANGEMENT

The Portfolio has entered into an arrangement with its custodian whereby credits realized as a result of uninvested cash balances are used to reduce a portion of the Portfolio's custodian expenses. During the year ended June 30, 2008, the custodian fees were reduced as noted in the Statement of Operations.

5. INCOME TAXES

For tax purposes, capital losses may be carried over to offset future capital gains, if any. At June 30, 2008, the Portfolio had tax basis capital losses of \$19,469 expiring in 2016.

The Money Market Portfolios

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

5. INCOME TAXES (CONTINUED)

The tax character of distributions paid during the years ended June 30, 2008 and 2007, was as follows:

| | 2008 | 2007 |
|--|---------------|---------------|
| Distributions paid from ordinary income... | \$271,686,303 | \$318,082,571 |

At June 30, 2008, the cost of investments and undistributed ordinary income for income tax purposes were as follows:

| | |
|----------------------------------|-----------------|
| Cost of investments..... | \$7,195,530,123 |
| Undistributed ordinary income... | \$ 8,342 |

</TABLE>

6. MERGER

On August 31, 2006, the Franklin Money Fund acquired all of the assets, subject to liabilities of the Franklin Federal Money Fund pursuant to an agreement of merger. The merger was accomplished by a taxable exchange and accounted for as a purchase, and resulted in the Franklin Money Fund owning shares of the U.S. Government Securities Money Market Portfolio. The Franklin Money Fund then used the shares of the U.S. Government Securities Money Market Portfolio to purchase in-kind additional shares of the Portfolio. The U.S. Government Securities Money Market Portfolio then liquidated and transferred its portfolio securities to the Portfolio.

The selected financial information and shares outstanding immediately before and after the acquisition were as follows:

| FUND NAME | SHARES AT \$1.00 PER SHARE |
|--|-------------------------------|
| The U.S. Government Securities Money Market Portfolio... | 84,125,474 |
| The Money Market Portfolio..... | 5,604,232,120 |
| The Money Market Portfolio - post merger..... | 5,688,357,594 |

7. NEW ACCOUNTING PRONOUNCEMENT

In September 2006, the Financial Accounting Standards Board (FASB) issued FASB Statement No. 157, "Fair Value Measurement" (SFAS 157), which defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. SFAS 157 is effective for fiscal years beginning after November 15, 2007, and interim periods within those fiscal years. The Trust believes the adoption of SFAS 157 will have no material impact on its financial statements.

The Money Market Portfolios

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

TO THE BOARD OF TRUSTEES AND SHAREHOLDERS OF THE MONEY MARKET PORTFOLIO

In our opinion, the accompanying statement of assets and liabilities, including the statement of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of The Money Market Portfolio (the "Fund") at June 30, 2008, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended and the financial highlights for each of the five years in the period then ended, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at June 30, 2008 by correspondence with the custodian and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP

San Francisco, California
August 19, 2008

The Money Market Portfolios

Under Section 871(k)(1)(C) of the Internal Revenue Code (Code), the Portfolio designates the maximum amount allowable but no less than \$271,686,303 as interest related dividends for purposes of the tax imposed under Section 871(a)(1)(A) of the Code for the fiscal year ended June 30, 2008.

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The Money Market Portfolios

BOARD MEMBERS AND OFFICERS

The name, year of birth and address of the officers and board members, as well as their affiliations, positions held with the Trust, principal occupations during the past five years and number of portfolios overseen in the Franklin Templeton Investments fund complex are shown below. Generally, each board member serves until that person's successor is elected and qualified.

INDEPENDENT BOARD MEMBERS

<TABLE>
<CAPTION>

| NAME, YEAR OF BIRTH AND ADDRESS | POSITION | LENGTH OF TIME SERVED | NUMBER OF PORTFOLIOS IN FUND COMPLEX OVERSEEN BY BOARD MEMBER* | OTHER DIRECTORSHIPS HELD |
|---|----------|--------------------------|---|-------------------------------------|
| <S> | <C> | <C> | <C> | <C> |
| HARRIS J. ASHTON (1932) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 1992 | 143 | Bar-S Foods (meat packing company). |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Director of various companies; and FORMERLY, Director, RBC Holdings, Inc. (bank holding company) (until 2002); and President, Chief Executive Officer and Chairman of the Board, General Host Corporation (nursery and craft centers) (until 1998).

| | | | | |
|--|---------|------------|-----|------|
| ROBERT F. CARLSON (1928) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 1998 | 122 | None |
|--|---------|------------|-----|------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Retired; and FORMERLY, Vice President, senior member and past President, Board of Administration, California Public Employees Retirement Systems (CALPERS) (1971-January 2008); member and Chairman of the Board, Sutter Community Hospitals; member, Corporate Board, Blue Shield of California; and Chief Counsel, California Department of Transportation.

| | | | | |
|---|---------|------------|-----|---|
| SAM GINN (1937) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 2007 | 122 | Chevron Corporation (global energy company) and ICO Global Communications (Holdings) Limited (satellite company). |
|---|---------|------------|-----|---|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Private investor; and FORMERLY, Chairman of the Board, Vodafone AirTouch, PLC (wireless company); Chairman of the Board and Chief Executive Officer, AirTouch Communications (cellular communications) (1993-1998) and Pacific Telesis Groups (telephone holding company) (1988-1994).

| | | | | |
|---|---------|------------|-----|--|
| EDITH E. HOLIDAY (1952) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 2005 | 143 | Hess Corporation (exploration and refining of oil and gas), H.J. Heinz Company (processed foods and allied products), RTI International Metals, Inc. (manufacture and distribution of titanium), Canadian National Railway (railroad) and White Mountains Insurance Group, Ltd. (holding company). |
|---|---------|------------|-----|--|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Director or Trustee of various companies and trusts; and FORMERLY, Assistant to the President of the United States and Secretary of the Cabinet (1990-1993); General Counsel to the United States Treasury Department (1989-1990); and

<TABLE>
 <CAPTION>

| NAME, YEAR OF BIRTH AND ADDRESS | POSITION | LENGTH OF TIME SERVED | NUMBER OF PORTFOLIOS IN FUND COMPLEX OVERSEEN BY BOARD MEMBER* | OTHER DIRECTORSHIPS HELD |
|--|----------|-----------------------|--|--|
| <S> | <C> | <C> | <C> | <C> |
| FRANK W.T. LAHAYE (1929) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 1992 | 122 | Center for Creative Land Recycling (brownfield redevelopment). |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

General Partner, Las Olas L.P. (Asset Management); and FORMERLY, Chairman, Peregrine Venture Management Company (venture capital).

| | | | | |
|---|---------|------------|-----|--|
| FRANK A. OLSON (1932) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 2007 | 143 | Hess Corporation (exploration and refining of oil and gas) and Sentient Jet (private jet service). |
|---|---------|------------|-----|--|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Chairman Emeritus, The Hertz Corporation (car rental) (since 2000) (Chairman of the Board (1980-2000) and Chief Executive Officer (1977-1999); and FORMERLY, Chairman of the Board, President and Chief Executive Officer, UAL Corporation (airlines).

| | | | | |
|--|---------|------------|-----|------|
| LARRY D. THOMPSON (1945) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 2007 | 143 | None |
|--|---------|------------|-----|------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Senior Vice President - Government Affairs, General Counsel and Secretary, PepsiCo, Inc. (consumer products); and FORMERLY, Director, Delta Airlines (aviation) (2003-2005) and Provident Financial Corp. (credit card provider) (1997-2001); Senior Fellow of The Brookings Institution (2003-2004); Visiting Professor, University of Georgia School of Law (2004); and Deputy Attorney General, U.S. Department of Justice (2001-2003).

| | | | | |
|---|--------------------------|--|-----|------|
| JOHN B. WILSON (1959) One Franklin Parkway San Mateo, CA 94403-1906 | Lead Independent Trustee | Trustee since 2007 and Lead Independent Trustee since January 2008 | 122 | None |
|---|--------------------------|--|-----|------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

President and Founder, Hyannis Port Capital, Inc. (real estate and private equity investing); serves on private and non-profit boards; and FORMERLY, Chief Operating Officer and Executive Vice President, Gap, Inc. (retail) (1996-2000); Chief Financial Officer and Executive Vice President - Finance and Strategy, Staples, Inc. (office supplies) (1992-1996); Executive Vice President - Corporate Planning, Northwest Airlines, Inc. (airlines) (1990-1992); and Vice President and Partner, Bain & Company (consulting firm) (1986-1990).

</TABLE>

INTERESTED BOARD MEMBERS AND OFFICERS

<TABLE>
 <CAPTION>

| NAME, YEAR OF BIRTH AND ADDRESS | POSITION | LENGTH OF TIME SERVED | NUMBER OF PORTFOLIOS IN FUND COMPLEX OVERSEEN BY BOARD MEMBER* | OTHER DIRECTORSHIPS HELD |
|---------------------------------|-------------|-----------------------|--|--------------------------|
| <S> | <C> | <C> | <C> | <C> |
| **CHARLES B. JOHNSON (1933) | Trustee and | Trustee since | 143 | None |

| | | |
|--|--------------------------|---|
| One Franklin Parkway San Mateo, CA 94403-1906 | Chairman of the Board | 1992 and Chairman of the Board since 1993 |
|--|--------------------------|---|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Chairman of the Board, Member - Office of the Chairman and Director, Franklin Resources, Inc.; Director, Templeton Worldwide, Inc.; and officer and/or director or trustee, as the case may be, of some of the other subsidiaries of Franklin Resources, Inc. and of 42 of the investment companies in Franklin Templeton Investments.

| | | | | |
|---|---------|------------|----|------|
| **GREGORY E. JOHNSON (1961) One Franklin Parkway San Mateo, CA 94403-1906 | Trustee | Since 2007 | 94 | None |
|---|---------|------------|----|------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Director, President and Chief Executive Officer, Franklin Resources, Inc.; President, Templeton Worldwide, Inc.; Director, Templeton Asset Management Ltd.; and officer and/or director or trustee, as the case may be, of some of the other subsidiaries of Franklin Resources, Inc. and of 33 of the investment companies in Franklin Templeton Investments.

| | | | | |
|---|---|--|----------------|----------------|
| JAMES M. DAVIS (1952) One Franklin Parkway San Mateo, CA 94403-1906 | Chief Compliance Officer and Vice President - AML Compliance | Chief Compliance Officer since 2004 and Vice President - AML Compliance since 2006 | Not Applicable | Not Applicable |
|---|---|--|----------------|----------------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Director, Global Compliance, Franklin Resources, Inc.; officer of some of the other subsidiaries of Franklin Resources, Inc. and of 46 of the investment companies in Franklin Templeton Investments; and FORMERLY, Director of Compliance, Franklin Resources, Inc. (1994-2001).

| | | | | |
|---|--|---|----------------|----------------|
| LAURA F. FERGERSON (1962) One Franklin Parkway San Mateo, CA 94403-1906 | Treasurer, Chief Financial Officer and Chief Accounting Officer | Treasurer since 2004, Chief Financial Officer and Chief Accounting Officer since February 2008 | Not Applicable | Not Applicable |
|---|--|---|----------------|----------------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Vice President, Franklin Templeton Services, LLC; officer of 46 of the investment companies in Franklin Templeton Investments; and FORMERLY, Director and member of Audit and Valuation Committees, Runkel Funds, Inc. (2003-2004); Assistant Treasurer of most of the investment companies in Franklin Templeton Investments (1997-2003); and Vice President, Franklin Templeton Services, LLC (1997-2003).

</TABLE>

<TABLE>
<CAPTION>

| NAME, YEAR OF BIRTH AND ADDRESS ----- | POSITION ----- | LENGTH OF TIME SERVED ----- | NUMBER OF PORTFOLIOS IN FUND COMPLEX OVERSEEN BY BOARD MEMBER* ----- | OTHER DIRECTORSHIPS HELD ----- |
|---|-------------------|-----------------------------------|--|-----------------------------------|
| <S> | <C> | <C> | <C> | <C> |
| JIMMY D. GAMBILL (1947) 500 East Broward Blvd. Suite 2100 Fort Lauderdale, FL 33394-3091 | Vice President | Since February 2008 | Not Applicable | Not Applicable |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

President, Franklin Templeton Services, LLC; Senior Vice President, Templeton Worldwide, Inc.; and officer of some of the other subsidiaries of Franklin Resources, Inc. and of 46 of the investment companies in Franklin Templeton Investments.

| | | | | |
|--|----------------|------------|----------------|----------------|
| DAVID P. GOSS (1947) One Franklin Parkway San Mateo, CA 94403-1906 | Vice President | Since 2000 | Not Applicable | Not Applicable |
|--|----------------|------------|----------------|----------------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Senior Associate General Counsel, Franklin Templeton Investments; officer and director of one of the subsidiaries of Franklin Resources, Inc.; and officer of 46 of the investment companies in Franklin Templeton Investments.

| | | | | |
|---|--|------------|----------------|----------------|
| RUPERT H. JOHNSON, JR. (1940) One Franklin Parkway San Mateo, CA 94403-1906 | President and Chief Executive Officer - Investment Management | Since 2002 | Not Applicable | Not Applicable |
|---|--|------------|----------------|----------------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Vice Chairman, Member - Office of the Chairman and Director, Franklin Resources, Inc.; Director, Franklin Advisers, Inc. and Templeton Worldwide, Inc.; Senior Vice President, Franklin Advisory Services, LLC; and officer and/or director or trustee, as the case may be, of some of the other subsidiaries of Franklin Resources, Inc. and of 44 of the investment companies in Franklin Templeton Investments.

| | | | | |
|--|---------------------------------|------------|----------------|----------------|
| KAREN L. SKIDMORE (1952) One Franklin Parkway San Mateo, CA 94403-1906 | Vice President and Secretary | Since 2006 | Not Applicable | Not Applicable |
|--|---------------------------------|------------|----------------|----------------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Senior Associate General Counsel, Franklin Templeton Investments; and officer of 30 of the investment companies in Franklin Templeton Investments.

<TABLE>
<CAPTION>

| NAME, YEAR OF BIRTH AND ADDRESS | POSITION | LENGTH OF TIME SERVED | NUMBER OF PORTFOLIOS IN FUND COMPLEX OVERSEEN BY BOARD MEMBER* | OTHER DIRECTORSHIPS HELD |
|--|----------------|--------------------------|---|--------------------------|
| ----- | ----- | ----- | ----- | ----- |
| <S> | <C> | <C> | <C> | <C> |
| CRAIG S. TYLE (1960) One Franklin Parkway San Mateo, CA 94403-1906 | Vice President | Since 2005 | Not Applicable | Not Applicable |

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

General Counsel and Executive Vice President, Franklin Resources, Inc.; officer of some of the other subsidiaries of Franklin Resources, Inc. and of 46 of the investment companies in Franklin Templeton Investments; and FORMERLY, Partner, Shearman & Sterling, LLP (2004-2005); and General Counsel, Investment Company Institute (ICI) (1997-2004).

| | | | | |
|--|--|------------------------|----------------|----------------|
| GALEN G. VETTER (1951) 500 East Broward Blvd. Suite 2100 Fort Lauderdale, FL 33394-3091 | Senior Vice President and Chief Executive Officer - Finance and Administration | Since February 2008 | Not Applicable | Not Applicable |
|--|--|------------------------|----------------|----------------|

PRINCIPAL OCCUPATION DURING PAST 5 YEARS:

Senior Vice President, Franklin Templeton Services, LLC; officer of some of the other subsidiaries of Franklin Resources, Inc. and of 46 of the investment companies in Franklin Templeton Investments; and FORMERLY, Managing Director, RSM McGladrey, Inc. (1999-2004); and Partner, McGladrey & Pullen, LLP (1979-1987 and 1991-2004).

</TABLE>

* We base the number of portfolios on each separate series of the U.S. registered investment companies within the Franklin Templeton Investments fund complex. These portfolios have a common investment manager or affiliated investment managers.

** Charles B. Johnson is considered to be an interested person of the Trust under the federal securities laws due to his position as officer and director and major shareholder of Franklin Resources, Inc. (Resources), which is the parent company of the Fund's administrator and distributor. Gregory E. Johnson is considered to be an interested person of the Trust under the federal securities laws due to his position as an officer and director of Resources.

Note 1: Charles B. Johnson and Rupert H. Johnson, Jr. are brothers and the father and uncle, respectively, of Gregory E. Johnson.

Note 2: Officer information is current as of the date of this report. It is possible that after this date, information about officers may change.

THE SARBANES-OXLEY ACT OF 2002 AND RULES ADOPTED BY THE SECURITIES AND EXCHANGE COMMISSION REQUIRE THE FUND TO DISCLOSE WHETHER THE FUND'S AUDIT COMMITTEE INCLUDES AT LEAST ONE MEMBER WHO IS AN AUDIT COMMITTEE FINANCIAL EXPERT WITHIN THE MEANING OF SUCH ACT AND RULES. THE FUND'S BOARD OF TRUSTEES HAS DETERMINED THAT THERE IS AT LEAST ONE SUCH FINANCIAL EXPERT ON THE AUDIT COMMITTEE AND HAS DESIGNATED JOHN B. WILSON AS ITS AUDIT COMMITTEE FINANCIAL EXPERT. THE BOARD BELIEVES THAT MR. WILSON QUALIFIES AS SUCH AN EXPERT IN VIEW OF HIS EXTENSIVE BUSINESS BACKGROUND AND EXPERIENCE, INCLUDING SERVICE AS CHIEF FINANCIAL OFFICER OF STAPLES, INC. FROM 1992 TO 1996. MR. WILSON HAS BEEN A MEMBER AND CHAIRMAN OF THE FUND'S AUDIT COMMITTEE SINCE 2006. AS A RESULT OF SUCH BACKGROUND AND EXPERIENCE, THE BOARD OF TRUSTEES BELIEVES THAT MR. WILSON HAS ACQUIRED AN UNDERSTANDING OF GENERALLY ACCEPTED ACCOUNTING PRINCIPLES AND FINANCIAL STATEMENTS, THE GENERAL APPLICATION OF SUCH PRINCIPLES IN CONNECTION WITH THE ACCOUNTING ESTIMATES, ACCRUALS AND RESERVES, AND ANALYZING AND EVALUATING FINANCIAL STATEMENTS THAT PRESENT A BREADTH AND LEVEL OF COMPLEXITY OF ACCOUNTING ISSUES GENERALLY COMPARABLE TO THOSE OF THE FUND, AS WELL AS AN UNDERSTANDING OF INTERNAL CONTROLS AND PROCEDURES FOR FINANCIAL REPORTING AND AN UNDERSTANDING OF AUDIT COMMITTEE FUNCTIONS. MR. WILSON IS AN INDEPENDENT TRUSTEE AS THAT TERM IS DEFINED UNDER THE RELEVANT SECURITIES AND EXCHANGE COMMISSION RULES AND RELEASES.

THE STATEMENT OF ADDITIONAL INFORMATION (SAI) INCLUDES ADDITIONAL INFORMATION ABOUT THE BOARD MEMBERS AND IS AVAILABLE, WITHOUT CHARGE, UPON REQUEST. SHAREHOLDERS MAY CALL 1-800/DIAL BEN (1-800/342-5236) TO REQUEST THE SAI.

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Franklin Templeton Money Fund Trust

SHAREHOLDER INFORMATION

BOARD REVIEW OF INVESTMENT MANAGEMENT AGREEMENT

At a meeting held February 25, 2008, the Board of Trustees (Board), including a majority of non-interested or independent Trustees, approved renewal of the investment management agreement for Franklin Templeton Money Fund Trust (Fund). In reaching this decision, the Board took into account information furnished throughout the year at regular Board meetings, as well as information prepared specifically in connection with the annual renewal review process. Information furnished and discussed throughout the year included investment performance reports and related financial information for the Fund, as well as periodic reports on shareholder services, legal, compliance, pricing and other services provided by the Investment Manager (Manager) and its affiliates. Information furnished specifically in connection with the renewal process included a report for the Fund prepared by Lipper, Inc. (Lipper), an independent organization, as well as a Fund profitability analysis report prepared by management. The Lipper report compared the Fund's investment performance and expenses with those of other mutual funds deemed comparable to the Fund as selected by Lipper. The Fund profitability analysis report discussed the profitability to Franklin Templeton Investments from its overall U.S. fund operations, as well as on an individual fund-by-fund basis. Included with such profitability analysis report was information on a fund-by-fund basis listing portfolio managers and other accounts they manage, as well as information on management fees charged by the Manager and its affiliates including management's explanation of differences where relevant and a three-year expense analysis with an explanation for any increase in expense ratios. Additional material accompanying such report was a memorandum prepared by management describing project initiatives and capital investments relating to the services provided to the Fund by the Franklin Templeton Investments organization, as well as a memorandum relating to economies of scale and a comparative analysis concerning transfer agent fees charged the Fund.

In considering such materials, the independent Trustees received assistance and advice from and met separately with independent counsel. In approving continuance of the investment management agreement for the Fund, the Board, including a majority of independent Trustees, determined that the existing

management fee structure was fair and reasonable and that continuance of the investment management agreement was in the best interests of the Fund and its shareholders. While attention was given to all information furnished, the following discusses some primary factors relevant to the Board's decision.

NATURE, EXTENT AND QUALITY OF SERVICE. The Board was satisfied with the nature and quality of the overall services provided by the Manager and its affiliates to the Fund and its shareholders. In addition to investment performance and expenses discussed later, the Board's opinion was based, in part, upon periodic reports furnished them showing that the investment policies and restrictions for the Fund were consistently complied with as well as other reports periodically furnished the Board covering matters such as the compliance of portfolio managers and other management personnel with the code of ethics adopted throughout the Franklin Templeton fund complex, the adherence to fair value pricing procedures established by the Board, and the accuracy

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Franklin Templeton Money Fund Trust

SHAREHOLDER INFORMATION (CONTINUED)

BOARD REVIEW OF INVESTMENT MANAGEMENT AGREEMENT (CONTINUED)

of net asset value calculations. The Board also noted the extent of benefits provided Fund shareholders from being part of the Franklin Templeton family of funds, including the right to exchange investments between the same class of funds without a sales charge, the ability to reinvest Fund dividends into other funds and the right to combine holdings in other funds to obtain a reduced sales charge. Favorable consideration was given to management's continuous efforts and expenditures in establishing back-up systems and recovery procedures to function in the event of a natural disaster, it being noted that such systems and procedures had functioned smoothly during the Florida hurricanes and blackouts experienced in recent years. Consideration was also given to the experience of the Fund's portfolio management team, the number of accounts managed and general method of compensation. In this latter respect, the Board noted that a primary factor in management's determination of a portfolio manager's bonus compensation was the relative investment performance of the funds he or she managed and that a portion of such bonus was required to be invested in a predesignated list of funds within such person's fund management area so as to be aligned with the interests of Fund shareholders. The Board also took into account the quality of transfer agent and shareholder services provided Fund shareholders by an affiliate of the Manager, noting continuing expenditures by management to increase and improve the scope of such services, periodic favorable reports on such service conducted by third parties, the high industry ranking given to the Franklin Templeton website, and the firsthand experience of individual Board members who deal with the shareholder services department in their capacities as shareholders in one or more of the various Franklin Templeton funds.

INVESTMENT PERFORMANCE. While consideration was given to performance reports and discussions with portfolio managers at Board meetings during the year, attention in assessing the Fund's performance was given to the Lipper report furnished for the agreement renewal. The Lipper report prepared for the Fund showed the investment performance of its Class C shares during the year ended December 31, 2007, as well as for previous annual periods ended on such date in comparison to a performance universe consisting of all retail money market funds as selected by Lipper. The Lipper report showed the Fund's total return for the one-year as well as the previous three-, five- and 10-year periods on an annualized basis to be in the second-lowest quintile of its performance universe. In discussing such performance, the Board noted that the Fund is not marketed to and cannot be purchased by the public, but is available only in exchange for Class B, C or R shares purchased by persons investing in other Franklin Templeton funds sold subject to a contingent deferred sales charge. Management further pointed out that the Fund was utilized by such holders as an alternative and frequently temporary investment and was managed in a conservative manner with investments in high-quality short-term securities, which generally earn lower yields than a portfolio with lower-quality and longer-term securities subject to more risk. In view of the Fund's limited availability to investors and the structure of its share ownership and operations, the Board placed lesser emphasis on its investment performance, but believed it acceptable in light of such factors noting that for the one-year period it was within 38 basis points of the average for its performance universe as shown in the Lipper report.

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Franklin Templeton Money Fund Trust

BOARD REVIEW OF INVESTMENT MANAGEMENT AGREEMENT (CONTINUED)

COMPARATIVE EXPENSES. Consideration was given to a comparative analysis of the management fees and total expense ratios of the Fund compared with those of a group of other funds selected by Lipper as its appropriate Lipper expense group under the Lipper report. Prior to making such comparison, the Board relied upon a survey showing that the scope of management advisory services covered under the Fund's investment management agreement was similar to those provided by fund managers to other mutual fund groups that would be used as a basis of comparison in the Lipper reports. In reviewing comparative costs, emphasis was given to the Fund's contractual investment management fee in comparison with the contractual investment management fee that would have been charged by other funds within its Lipper expense group assuming they were similar in size to the Fund, as well as the actual total expenses of the Fund in comparison with those of its Lipper expense group. The Lipper contractual investment management fee analysis includes administrative charges as being part of a management fee, and total expenses, for comparative consistency, are shown by Lipper for Fund Class C or B type shares. The results of such comparison showed the Fund's contractual investment management fee rate to be within 16 basis points above the median for such expense group, while its actual total expenses were within 26 basis points above the median of such group. The Board noted that the Lipper report stated that its methodology of selecting expense groups based on the much larger size of the master fund through which the Fund invests might result in an overstatement of Fund administrative fees and non-management expenses relative to such group and also noted that management had subsidized expenses through partial fee waivers. The Board believed the Fund's comparative expenses were acceptable in view of such facts.

MANAGEMENT PROFITABILITY. The Board also considered the level of profits realized by the Manager and its affiliates in connection with the operation of the Fund. In this respect, the Board reviewed the Fund profitability analysis that addresses the overall profitability of Franklin Templeton's U.S. fund business, as well as its profits in providing management and other services to the Fund. Specific attention was given to the methodology followed in allocating costs to the Fund, it being recognized that allocation methodologies are inherently subjective and various allocation methodologies may each be reasonable while producing different results. In this respect, the Board noted that, while being continuously refined and reflecting changes in the Manager's own cost accounting, the allocation methodology was consistent with that followed in profitability report presentations for the Fund made in prior years and that the Fund's independent registered public accounting firm had been engaged by the Manager to perform certain procedures on a biennial basis, specified and approved by the Manager and the Fund's Board solely for their purposes and use in reference to the profitability analysis. In reviewing and discussing such analysis, management discussed with the Board its belief that costs incurred in establishing the infrastructure necessary for the type of mutual fund operations conducted by the Manager and its affiliates may not be fully reflected in the expenses allocated to each Fund in determining its profitability, as well as the fact that the level of profits, to a certain extent, reflected operational cost savings and efficiencies initiated by management. The Board also took into account management's expenditures in improving shareholder services provided the Fund, as well as the need to meet additional

Franklin Templeton Money Fund Trust

SHAREHOLDER INFORMATION (CONTINUED)

BOARD REVIEW OF INVESTMENT MANAGEMENT AGREEMENT (CONTINUED)

regulatory and compliance requirements resulting from the Sarbanes-Oxley Act and recent SEC and other regulatory requirements. In addition, the Board considered a third-party study comparing the profitability of the Manager's parent on an overall basis as compared to other publicly held managers broken down to show profitability from management operations exclusive of distribution expenses, as well as profitability including distribution expenses. Based upon its consideration of all these factors, the Board determined that the level of profits realized by the Manager and its affiliates from providing services to the Fund was not excessive in view of the nature, quality and extent of services provided.

ECONOMIES OF SCALE. The Board also considered whether economies of scale are realized by the Manager as the Fund grows larger and the extent to which this is reflected in the level of management fees charged. While recognizing that any precise determination is inherently subjective, the Board noted that based upon the Fund profitability analysis, it appears that as some funds get larger, at

some point economies of scale do result in the Manager realizing a larger profit margin on management services provided such a fund. The Board also noted that economies of scale are shared with a fund and its shareholders through management fee breakpoints so that as a fund grows in size, its effective management fee rate declines. The advisory fee at the master fund level for the Fund is a flat rate of 0.15% at all asset levels. In addition, an administrative fee is charged the Fund at a rate of 0.455% on the first \$100 million of net assets; 0.330% on the next \$150 million of net assets; and 0.280% on net assets in excess of \$250 million. The Fund had net assets of approximately \$221 million on December 31, 2007. While the Board believed it problematic that the Manager and its affiliates realized any economies of scale in furnishing advisory and administrative services to the Fund in view of the transitory nature of its investment role within the Franklin Templeton fund complex as well as the services provided, the Board believed to the extent economies of scale did exist, that the fee schedules provided some sharing of benefits with the Fund and its shareholders.

PROXY VOTING POLICIES AND PROCEDURES

The Trust has established Proxy Voting Policies and Procedures (Policies) that the Trust uses to determine how to vote proxies relating to portfolio securities. Shareholders may view the Trust's complete Policies online at franklintempleton.com. Alternatively, shareholders may request copies of the Policies free of charge by calling the Proxy Group collect at 1-954/527-7678 or by sending a written request to: Franklin Templeton Companies, LLC, 500 East Broward Boulevard, Suite 1500, Fort Lauderdale, FL 33394, Attention: Proxy Group. Copies of the Trust's proxy voting records are also made available online at franklintempleton.com and posted on the U.S. Securities and Exchange Commission's website at sec.gov and reflect the most recent 12-month period ended June 30.

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Franklin Templeton Money Fund Trust

SHAREHOLDER INFORMATION (CONTINUED)

QUARTERLY STATEMENT OF INVESTMENTS

The Trust files a complete statement of investments with the U.S. Securities and Exchange Commission for the first and third quarters for each fiscal year on Form N-Q. Shareholders may view the filed Form N-Q by visiting the Commission's website at sec.gov. The filed form may also be viewed and copied at the Commission's Public Reference Room in Washington, DC. Information regarding the operations of the Public Reference Room may be obtained by calling 1-800/SEC-0330.

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(FRANKLIN TEMPLETON INVESTMENTS (R) LOGO)

One Franklin Parkway
San Mateo, CA 94403-1906

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Eligible shareholders can sign up for eDelivery at franklintempleton.com.
See inside for details.

ANNUAL REPORT AND SHAREHOLDER LETTER

Franklin Templeton Money Fund

INVESTMENT MANAGER

Franklin Advisers, Inc.

DISTRIBUTOR

SHAREHOLDER SERVICES

1-800/632-2301

Authorized for distribution only when accompanied or preceded by a prospectus. Investors should carefully consider a fund's investment goals, risks, charges and expenses before investing. The prospectus contains this and other information; please read it carefully before investing.

To ensure the highest quality of service, telephone calls to or from our service departments may be monitored, recorded and accessed. These calls can be identified by the presence of a regular beeping tone.

511 A2008 08/08

ITEM 2. CODE OF ETHICS.

(a) The Registrant has adopted a code of ethics that applies to its principal executive officers and principal financial and accounting officer.

(c) N/A

(d) N/A

(f) Pursuant to Item 12(a)(1), the Registrant is attaching as an exhibit a copy of its code of ethics that applies to its principal executive officers and principal financial and accounting officer.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

(a) (1) The Registrant has an audit committee financial expert serving on its audit committee.

(2) The audit committee financial expert is John B. Wilson and he is "independent" as defined under the relevant Securities and Exchange Commission Rules and Releases.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

(a) Audit Fees

The aggregate fees paid to the principal accountant for professional services rendered by the principal accountant for the audit of the registrant's annual financial statements or for services that are normally provided by the principal accountant in connection with statutory and regulatory filings or engagements were \$20,583 for the fiscal year ended June 30, 2008 and \$17,933 for the fiscal year ended June 30, 2007.

(b) Audit-Related Fees

There were no fees paid to the principal accountant for assurance and related services rendered by the principal accountant to the registrant that are reasonably related to the performance of the audit of the registrant's financial statements and are not reported under paragraph (a) of Item 4.

There were no fees paid to the principal accountant for assurance and related services rendered by the principal accountant to the registrant's investment adviser and any entity controlling, controlled by or under common control with the investment adviser that provides ongoing services to the registrant that are reasonably related to the performance of the audit of their financial statements.

(c) Tax Fees

There were no fees paid to the principal accountant for professional services rendered by the principal accountant to the registrant for tax compliance, tax advice and tax planning.

The aggregate fees paid to the principal accountant for professional services rendered by the principal accountant to the registrant's investment adviser and any entity controlling, controlled by or under common control with the investment adviser that provides ongoing services to the registrant for tax compliance, tax advice and tax planning were \$0 for the fiscal year ended June 30, 2008 and \$46,000 for the fiscal year ended June 30, 2007. The services for which these fees were paid included tax compliance and advice.

(d) All Other Fees

The aggregate fees paid to the principal accountant for products and services rendered by the principal accountant to the registrant not reported in paragraphs (a)-(c) of Item 4 were \$234 for the fiscal year ended June 30, 2008 and \$0 for the fiscal year ended June 30, 2007. The services for which these fees were paid include review of materials provided to the fund Board in

connection with the investment management contract renewal process.

The aggregate fees paid to the principal accountant for products and services rendered by the principal accountant to the registrant's investment adviser and any entity controlling, controlled by or under common control with the investment adviser that provides ongoing services to the registrant other than services reported in paragraphs (a)-(c) of Item 4 were \$283,843 for the fiscal year ended June 30, 2008 and \$0 for the fiscal year ended June 30, 2007. The services for which these fees were paid include review of materials provided to the fund Board in connection with the investment management contract renewal process.

(e) (1) The registrant's audit committee is directly responsible for approving the services to be provided by the auditors, including:

(i) pre-approval of all audit and audit related services;

(ii) pre-approval of all non-audit related services to be provided to the Fund by the auditors;

(iii) pre-approval of all non-audit related services to be provided to the registrant by the auditors to the registrant's investment adviser or to any entity that controls, is controlled by or is under common control with the registrant's investment adviser and that provides ongoing services to the registrant where the non-audit services relate directly to the operations or financial reporting of the registrant; and

(iv) establishment by the audit committee, if deemed necessary or appropriate, as an alternative to committee pre-approval of services to be provided by the auditors, as required by paragraphs (ii) and (iii) above, of policies and procedures to permit such services to be pre-approved by other means, such as through establishment of guidelines or by action of a designated member or members of the committee; provided the policies and procedures are detailed as to the particular service and the committee is informed of each service and such policies and procedures do not include delegation of audit committee responsibilities, as contemplated under the Securities Exchange Act of 1934, to management; subject, in the case of (ii) through (iv), to any waivers, exceptions or exemptions that may be available under applicable law or rules.

(e) (2) None of the services provided to the registrant described in paragraphs (b)-(d) of Item 4 were approved by the audit committee pursuant to paragraph (c) (7) (i) (C) of Rule 2-01 of regulation S-X.

(f) No disclosures are required by this Item 4(f).

(g) The aggregate non-audit fees paid to the principal accountant for services rendered by the principal accountant to the registrant and the registrant's investment adviser and any entity controlling, controlled by or under common control with the investment adviser that provides ongoing services to the registrant were \$284,077 for the fiscal year ended June 30, 2008 and \$46,000 for the fiscal year ended June 30, 2007.

(h) The registrant's audit committee of the board has considered whether the provision of non-audit services that were rendered to the registrant's investment adviser (not including any sub-adviser whose role is primarily portfolio management and is subcontracted with or overseen by another investment adviser), and any entity controlling, controlled by, or under common control with the investment adviser that provides ongoing services to the registrant that were not pre-approved pursuant to paragraph (c) (7) (ii) of Rule 2-01 of Regulation S-X is compatible with maintaining the principal accountant's independence.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS. N/A

ITEM 6. SCHEDULE OF INVESTMENTS. N/A

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES. N/A

ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES. N/A

ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED PURCHASERS. N/A

ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS. There have been no changes to the procedures by which shareholders may recommend nominees to the Registrant's Board of Trustees that would require disclosure herein.

ITEM 11. CONTROLS AND PROCEDURES.

(A) EVALUATION OF DISCLOSURE CONTROLS AND PROCEDURES. The Registrant maintains disclosure controls and procedures that are designed to ensure that information required to be disclosed in the Registrant's filings under the Securities

Exchange Act of 1934 and the Investment Company Act of 1940 is recorded, processed, summarized and reported within the periods specified in the rules and forms of the Securities and Exchange Commission. Such information is accumulated and communicated to the Registrant's management, including its principal executive officer and principal financial officer, as appropriate, to allow timely decisions regarding required disclosure. The Registrant's management, including the principal executive officer and the principal financial officer, recognizes that any set of controls and procedures, no matter how well designed and operated, can provide only reasonable assurance of achieving the desired control objectives.

Within 90 days prior to the filing date of this Shareholder Report on Form N-CSR, the Registrant had carried out an evaluation, under the supervision and with the participation of the Registrant's management, including the Registrant's principal executive officer and the Registrant's principal financial officer, of the effectiveness of the design and operation of the Registrant's disclosure controls and procedures. Based on such evaluation, the Registrant's principal executive officer and principal financial officer concluded that the Registrant's disclosure controls and procedures are effective.

(B) CHANGES IN INTERNAL CONTROLS. There have been no significant changes in the Registrant's internal controls or in other factors that could significantly affect the internal controls subsequent to the date of their evaluation in connection with the preparation of this Shareholder Report on Form N-CSR.

ITEM 12. EXHIBITS.

(a) (1) Code of Ethics

(a) (2) Certifications pursuant to Section 302 of the Sarbanes-Oxley Act of 2002 of Galen G. Vetter, Chief Executive Officer - Finance and Administration, and Laura F. Fergerson, Chief Financial Officer and Chief Accounting Officer

(b) Certifications pursuant to Section 906 of the Sarbanes-Oxley Act of 2002 of Galen G. Vetter, Chief Executive Officer - Finance and Administration, and Laura F. Fergerson, Chief Financial Officer and Chief Accounting Officer

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

FRANKLIN TEMPLETON MONEY FUND TRUST

By /S/GALEN G. VETTER

Galen G. Vetter
Chief Executive Officer - Finance and Administration

Date August 27, 2008

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By /S/GALEN G. VETTER

Galen G. Vetter
Chief Executive Officer - Finance and Administration

Date August 27, 2008

By /S/LAURA F. FERGERSON

Laura F. Fergerson
Chief Financial Officer and Chief Accounting Officer

Date August 27, 2008

CODE OF ETHICS FOR PRINCIPAL EXECUTIVES & SENIOR FINANCIAL OFFICERS

PROCEDURES Revised March 06, 2008

FRANKLIN TEMPLETON FUNDS
CODE OF ETHICS FOR PRINCIPAL EXECUTIVE AND
SENIOR FINANCIAL OFFICERS

I. Covered Officers and Purpose of the Code

This code of ethics (the "Code") applies to the Principal Executive Officers, Principal Financial Officer and Principal Accounting Officer (the "Covered Officers," each of whom is set forth in Exhibit A) of each investment company advised by a Franklin Resources subsidiary and that is registered with the United States Securities & Exchange Commission ("SEC") (collectively, "FT Funds") for the purpose of promoting:

- o Honest and ethical conduct, including the ethical resolution of actual or apparent conflicts of interest between personal and professional relationships;
- o Full, fair, accurate, timely and understandable disclosure in reports and documents that a registrant files with, or submits to, the SEC and in other public communications made by or on behalf of the FT Funds;
- o Compliance with applicable laws and governmental rules and regulations;
- o The prompt internal reporting of violations of the Code to an appropriate person or persons identified in the Code; and
- o Accountability for adherence to the Code.

Each Covered Officer will be expected to adhere to a high standard of business ethics and must be sensitive to situations that may give rise to actual as well as apparent conflicts of interest.

II. Other Policies and Procedures

This Code shall be the sole code of ethics adopted by the Funds for purposes of Section 406 of the Sarbanes-Oxley Act and the rules and forms applicable to registered investment companies thereunder.

Franklin Resources, Inc. has separately adopted the CODE OF ETHICS AND BUSINESS CONDUCT ("Business Conduct"), which is applicable to all officers, directors and employees of Franklin Resources, Inc., including Covered Officers. It summarizes the values, principles and business practices that guide the employee's business conduct and also provides a set of basic principles to guide officers, directors and employees regarding the minimum ethical requirements expected of them. It supplements the values, principles and business conduct identified in the Code and other existing employee policies.

Additionally, the Franklin Templeton Funds have separately adopted the CODE OF ETHICS AND POLICY STATEMENT ON INSIDER TRADING governing personal securities trading and other related matters. The Code for Insider Trading provides for separate requirements that apply to the Covered Officers and others, and therefore is not part of this Code.

Insofar as other policies or procedures of Franklin Resources, Inc., the Funds, the Funds' adviser, principal underwriter, or other service providers govern or purport to govern the behavior or activities of the Covered Officers who are subject to this Code, they are superceded by this Code to the extent that they overlap or conflict with the provisions of this Code. Please review these other documents or consult with the Legal Department if have questions regarding the applicability of these policies to you.

III. Covered Officers Should Handle Ethically Actual and Apparent Conflicts of Interest

OVERVIEW. A "conflict of interest" occurs when a Covered Officer's private interest interferes with the interests of, or his or her service to, the FT Funds. For example, a conflict of interest would arise if a Covered Officer, or a member of his family, receives improper personal benefits as a result of opposition with the FT Funds.

Certain conflicts of interest arise out of the relationships between Covered Officers and the FT Funds and already are subject to conflict of interest provisions in the Investment Company Act of 1940 ("Investment Company Act") and the Investment Advisers Act of 1940 ("Investment Advisers Act"). For example, Covered Officers may not individually engage in certain transactions (such as the purchase or sale of securities or other property) with the FT Funds because of their status as "affiliated persons" of the FT Funds. The FT Funds' and the investment advisers' compliance programs and procedures are designed to prevent, or identify and correct, violations of these provisions. This Code does not, and is not intended to, repeat or replace these programs and procedures, and such conflicts fall outside of the parameters of this Code.

Although typically not presenting an opportunity for improper personal benefit, conflicts arise from, or as a result of, the contractual relationship

between the FT Funds, the investment advisers and the fund administrator of which the Covered Officers are also officers or employees. As a result, this Code recognizes that the Covered Officers will, in the normal course of their duties (whether formally for the FT Funds, for the adviser, the administrator, or for all three), be involved in establishing policies and implementing decisions that will have different effects on the adviser, administrator and the FT Funds. The participation of the Covered Officers in such activities is inherent in the contractual relationship between the FT Funds, the adviser, and the administrator and is consistent with the performance by the Covered Officers of their duties as officers of the FT Funds. Thus, if performed in conformity with the provisions of the Investment Company Act and the Investment Advisers Act, such activities will be deemed to have been handled ethically. In addition, it is recognized by the FT Funds' Boards of Directors ("Boards") that the Covered Officers may also be officers or employees of one or more other investment companies covered by this or other codes.

Other conflicts of interest are covered by the Code, even if such conflicts of interest are not subject to provisions in the Investment Company Act and the Investment Advisers Act. The following list provides examples of conflicts of interest under the Code, but Covered Officers should keep in mind that these examples are not exhaustive. The overarching principle is that the personal interest of a Covered Officer should not be placed improperly before the interest of the FT Funds.

Each Covered Officer must:

- o Not use his or her personal influence or personal relationships improperly to influence investment decisions or financial reporting by the FT Funds whereby the Covered Officer would benefit personally to the detriment of the FT Funds;
- o Not cause the FT Funds to take action, or fail to take action, for the individual personal benefit of the Covered Officer rather than the benefit the FT Funds;
- o Not retaliate against any other Covered Officer or any employee of the FT Funds or their affiliated persons for reports of potential violations that are made in good faith;
- o Report at least annually the following affiliations or other relationships:
 - 1
 - o all directorships for public companies and all companies that are required to file reports with the SEC;
 - o any direct or indirect business relationship with any independent directors of the FT Funds;
 - o any direct or indirect business relationship with any independent public accounting firm (which are not related to the routine issues related to the firm's service as the Covered Persons accountant); and
 - o any direct or indirect interest in any transaction with any FT Fund that will benefit the officer (not including benefits derived from

the advisory, sub-advisory, distribution or service agreements with affiliates of Franklin Resources).

These reports will be reviewed by the Legal Department for compliance with the Code.

There are some conflict of interest situations that should always be approved in writing by Franklin Resources General Counsel or Deputy General Counsel, if material. Examples of these include/2:

- o Service as a director on the board of any public or private Company;
- o The receipt of any gifts in excess of \$100 from any person, from any corporation or association
- o The receipt of any entertainment from any Company with which the FT Funds has current or prospective business dealings unless such entertainment is business related, reasonable in cost, appropriate as to time and place, and not so frequent as to raise any question of impropriety. Notwithstanding the foregoing, the Covered Officers must obtain prior approval from the Franklin Resources General Counsel for any entertainment with a value in excess of \$1000.
- o Any ownership interest in, or any consulting or employment relationship with, any of the FT Fund's service providers, other than an investment adviser, principal underwriter, administrator or any affiliated person thereof;
- o A direct or indirect financial interest in commissions, transaction charges or spreads paid by the FT Funds for effecting portfolio transactions or for selling or redeeming shares other than an interest arising from the Covered Officer's employment, such as compensation or equity ownership.

Franklin Resources General Counsel or Deputy General Counsel will provide a report to the FT Funds Audit Committee of any approvals granted at the next regularly scheduled meeting.

IV. Disclosure and Compliance

- o Each Covered Officer should familiarize himself with the disclosure requirements generally applicable to the FT Funds;
- o Each Covered Officer should not knowingly misrepresent, or cause others to misrepresent, facts about the FT Funds to others, whether within or outside the FT Funds, including to the FT Funds' directors and auditors, and to governmental regulators and self-regulatory organizations;
- o Each Covered Officer should, to the extent appropriate within his or her area of responsibility, consult with other officers and employees of the FT Funds, the FT Fund's adviser and the administrator with the goal of

promoting full, fair, accurate, timely and understandable disclosure in the reports and documents the FT Funds file with, or submit to, the SEC and in other public communications made by the FT Funds; and

- o It is the responsibility of each Covered Officer to promote compliance with the standards and restrictions imposed by applicable laws, rules and regulations.

V. Reporting and Accountability

Each Covered Officer must:

- o Upon becoming a covered officer affirm in writing to the Board that he or she has received, read, and understands the Code (see Exhibit B);
- o Annually thereafter affirm to the Board that he has complied with the requirements of the Code; and
- o Notify Franklin Resources' General Counsel or Deputy General Counsel promptly if he or she knows of any violation of this Code. Failure to do so is itself a violation of this Code.

Franklin Resources' General Counsel and Deputy General Counsel are responsible for applying this Code to specific situations in which questions are presented under it and have the authority to interpret this Code in any particular situation.^{/3} However, the Independent Directors of the respective FT Funds will consider any approvals or waivers^{/4} sought by any Chief Executive Officers of the Funds.

The FT Funds will follow these procedures in investigating and enforcing this Code:

- o Franklin Resources General Counsel or Deputy General Counsel will take all appropriate action to investigate any potential violations reported to the Legal Department;
- o If, after such investigation, the General Counsel or Deputy General Counsel believes that no violation has occurred, The General Counsel is not required to take any further action;
- o Any matter that the General Counsel or Deputy General Counsel believes is a violation will be reported to the Independent Directors of the appropriate FT Fund;
- o If the Independent Directors concur that a violation has occurred, it will inform and make a recommendation to the Board of the appropriate FT Fund or Funds, which will consider appropriate action, which may include review of, and appropriate modifications to, applicable policies and procedures; notification to appropriate personnel of the investment adviser or its board; or a recommendation to dismiss the Covered Officer;

- o The Independent Directors will be responsible for granting waivers, as appropriate; and
- o Any changes to or waivers of this Code will, to the extent required, be disclosed as provided by SEC rules./5

VI. Other Policies and Procedures

This Code shall be the sole code of ethics adopted by the FT Funds for purposes of Section 406 of the Sarbanes-Oxley Act and the rules and forms applicable to registered investment companies thereunder. Insofar as other policies or procedures of the FT Funds, the FT Funds' advisers, principal underwriter, or other service providers govern or purport to govern the behavior or activities of the Covered Officers who are subject to this Code, they are superseded by this Code to the extent that they overlap or conflict with the provisions of this Code. The FT Code of Ethics and Policy Statement On Insider Trading, adopted by the FT Funds, FT investment advisers and FT Fund's principal underwriter pursuant to Rule 17j-1 under the Investment Company Act, the Code of Ethics and Business Conduct and more detailed policies and procedures set forth in FT's Employee Handbook are separate requirements applying to the Covered Officers and others, and are not part of this Code.

VII. Amendments

Any amendments to this Code, other than amendments to Exhibit A, must be approved or ratified by a majority vote of the FT Funds' Board including a majority of independent directors.

VIII. Confidentiality

All reports and records prepared or maintained pursuant to this Code will be considered confidential and shall be maintained and protected accordingly. Except as otherwise required by law or this Code, such matters shall not be disclosed to anyone other than the FT Funds' Board and their counsel.

IX. Internal Use

The Code is intended solely for the internal use by the FT Funds and does not constitute an admission, by or on behalf of any FT Funds, as to any fact, circumstance, or legal conclusion.

X. Disclosure on Form N-CSR

Item 2 of Form N-CSR requires a registered management investment company to disclose annually whether, as of the end of the period covered by the report, it has adopted a code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions, regardless of whether these officers are employed by the registrant or a third party. If the registrant has not adopted such a code of ethics, it must explain why it has not done so.

The registrant must also: (1) file with the SEC a copy of the code as an exhibit to its annual report; (2) post the text of the code on its Internet website and disclose, in its most recent report on Form N-CSR, its Internet address and the fact that it has posted the code on its Internet website; or (3) undertake in its most recent report on Form N-CSR to provide to any person without charge, upon request, a copy of the code and explain the manner in which such request may be made. Disclosure is also required of amendments to, or waivers (including implicit waivers) from, a provision of the code in the registrant's annual report on Form N-CSR or on its website. If the registrant intends to satisfy the requirement to disclose amendments and waivers by posting such information on its website, it will be required to disclose its Internet address and this intention.

The Legal Department shall be responsible for ensuring that:

- o a copy of the Code is filed with the SEC as an exhibit to each Fund's annual report; and
- o any amendments to, or waivers (including implicit waivers) from, a provision of the Code is disclosed in the registrant's annual report on Form N-CSR.

In the event that the foregoing disclosure is omitted or is determined to be incorrect, the Legal Department shall promptly file such information with the SEC as an amendment to Form N-CSR.

In such an event, the Fund Chief Compliance Officer shall review the Code and propose such changes to the Code as are necessary or appropriate to prevent reoccurrences.

EXHIBIT A

Persons Covered by the Franklin Templeton Funds
Code of Ethics
March 2008

FRANKLIN GROUP OF FUNDS

| | |
|------------------------|---|
| Edward B. Jamieson | President and Chief Executive Officer - Investment Management |
| Charles B. Johnson | President and Chief Executive Officer - Investment Management |
| Rupert H. Johnson, Jr. | President and Chief Executive Officer - Investment Management |
| William J. Lippman | President and Chief Executive Officer - Investment Management |
| Christopher Molumphy | President and Chief Executive Officer - Investment Management |
| Galen G. Vetter | Senior Vice President and Chief Executive Officer - |

Jimmy D. Gambill Finance and Administration
Vice President
Laura Ferguson Chief Financial Officer and Chief Accounting Officer

FRANKLIN MUTUAL SERIES FUNDS

Peter Langerman Chief Executive Officer-Investment Management
Galen G. Vetter Senior Vice President and Chief Executive Officer -
Finance and Administration
Jimmy D. Gambill Vice President
Laura Ferguson Chief Financial Officer and Chief Accounting Officer

TEMPLETON GROUP OF FUNDS

Mark Mobius President and Chief Executive Officer - Investment
Management
Christopher J. Molumphy President and Chief Executive Officer - Investment
Management
Gary P. Motyl President and Chief Executive Officer - Investment
Management
Donald F. Reed President and Chief Executive Officer - Investment
Management
Galen G. Vetter Senior Vice President and Chief Executive Officer -
Finance and Administration
Jimmy D. Gambill Vice President
Laura Ferguson Chief Financial Officer and Chief Accounting Officer

EXHIBIT B

ACKNOWLEDGMENT FORM

DECEMBER

FRANKLIN TEMPLETON FUNDS CODE OF ETHICS
FOR PRINCIPAL EXECUTIVE AND SENIOR FINANCIAL OFFICERS

INSTRUCTIONS:

1. Complete all sections of this form.
2. Print the completed form, sign, and date.
3. Submit completed form to FT's General Counsel c/o Maria Abbott within 10 days of becoming a Covered Officer and by January 30th of each subsequent year.

INTER-OFFICE MAIL: Maria Abbott, Manager, Code of Ethics, Global Compliance
SM-920/2

TELEPHONE: (650) 312-5698 Fax: (650) 312-5646
E-MAIL: Abbott, Maria (internal address);
mabbott@frk.com (external address)

COVERED OFFICER'S
NAME:

TITLE:

DEPARTMENT:

LOCATION:

CERTIFICATION FOR
YEAR ENDING:

TO: Franklin Resources General Counsel, Legal Department

I hereby acknowledge receipt of a copy of Franklin Templeton Fund's code of ethics for Principal Executive Officers and Senior Financial Officers (the "Code") that I have read and understand. I will comply fully with all provisions of the Code to the extent they apply to me during the period of my employment. I further understand and acknowledge that any violation of the Code may subject me to disciplinary action, including termination of employment.

Signature

Date signed

1. Reporting of these affiliations or other relationships shall be made by completing the annual Directors and Officers Questionnaire and returning the questionnaire to Franklin Resources Inc, General Counsel or Deputy General Counsel.

2. Any activity or relationship that would present a conflict for a Covered Officer may also present a conflict for the Covered Officer if a member of the Covered Officer's immediate family engages in such an activity or has such a relationship. The Cover Person should also obtain written approval by FT's General Counsel in such situations.

3. Franklin Resources General Counsel and Deputy General Counsel are authorized

to consult, as appropriate, with members of the Audit Committee, counsel to the FT Funds and counsel to the Independent Directors, and are encouraged to do so.

4. Item 2 of Form N-CSR defines "waiver" as "the approval by the registrant of a material departure from a provision of the code of ethics" and "implicit waiver," which must also be disclosed, as "the registrant's failure to take action within a reasonable period of time regarding a material departure from a provision of the code of ethics that has been made known to an executive officer" of the registrant. See Part X.

5. See Part X.

CERTIFICATIONS

I, Galen G. Vetter, certify that:

1. I have reviewed this report on Form N-CSR of FRANKLIN TEMPLETON MONEY FUND TRUST;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations, changes in net assets, and cash flows (if the financial statements are required to include a statement of cash flows) of the registrant as of, and for, the periods presented in this report;

4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) for the registrant and have:

(a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

(b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

(c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and

(d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over

financial reporting; and

5. The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

8/27/2008

/S/GALEN G. VETTER

Galen G. Vetter

Chief Executive Officer - Finance and Administration

I, Laura F. Fergerson, certify that:

1. I have reviewed this report on Form N-CSR of FRANKLIN TEMPLETON MONEY FUND TRUST;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations, changes in net assets, and cash flows (if the financial statements are required to include a statement of cash flows) of the registrant as of, and for, the periods presented in this report;

4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) for the registrant and have:

(a) Designed such disclosure controls and procedures, or caused such

disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

(b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

(c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and

(d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

8/27/2008

/S/LAURA F. FERGERSON

Laura F. Ferguson

Chief Financial Officer and Chief Accounting Officer

CERTIFICATIONS

CERTIFICATION PURSUANT TO 18 U.S.C. SECTION 1350
AS ADOPTED PURSUANT TO SECTION 906
OF THE SARBANES-OXLEY ACT OF 2002

I, Galen G. Vetter, Chief Executive Officer of the FRANKLIN TEMPLETON MONEY FUND TRUST (the "Registrant"), certify, pursuant to 18 U.S.C. Section 1350 as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that, to my knowledge:

1. The periodic report on Form N-CSR of the Registrant for the period ended 6/30/2008 (the "Form N-CSR") fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
2. The information contained in the Form N-CSR fairly presents, in all material respects, the financial condition and results of operations of the Registrant.

Dated: 8/27/2008

/S/GALEN G. VETTER
Galen G. Vetter
Chief Executive Officer - Finance and
Administration

CERTIFICATION PURSUANT TO 18 U.S.C. SECTION 1350
AS ADOPTED PURSUANT TO SECTION 906
OF THE SARBANES-OXLEY ACT OF 2002

I, Laura F. Ferguson, Chief Financial Officer of the FRANKLIN TEMPLETON MONEY FUND TRUST (the "Registrant"), certify, pursuant to 18 U.S.C. Section 1350 as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that, to my knowledge:

1. The periodic report on Form N-CSR of the Registrant for the period ended 6/30/2008 (the "Form N-CSR") fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
2. The information contained in the Form N-CSR fairly presents, in all material respects, the financial condition and results of operations of the Registrant.

Dated: 8/27/2008

/S/LAURA F. FERGERSON
Laura F. Ferguson
Chief Financial Officer and Chief
Accounting Officer