FRANKLIN TEMPLETON

Simplified Prospectus
dated May 16, 2024

Money Market Fund	Series of Units
Franklin Canadian Money Market Fund[1]	A, F, O

Fixed Income Funds	Series of Units
Franklin Brandywine Global Sustainable Income Optimiser Fund[2]	A, F, O, ETF Series
Franklin Canadian Bond Fund[3]	A, F, O
Franklin Canadian Core Plus Bond Fund[4]	A, F, O, ETF Series
Franklin Canadian Corporate Bond Fund[5]	A, F, O, ETF Series
Franklin Canadian Short Term Bond Fund[6]	A, F, O, ETF Series
Franklin Canadian Ultra Short Term Bond Fund[7]	A, F, O, ETF Series
Franklin Canadian Government Bond Fund[8]	A, F, O, ETF Series
Franklin Global Core Bond Fund[9]	A, F, O, ETF Series
Franklin High Income Fund	A, F, O
Franklin Western Asset Core Plus Bond Fund[2]	A, F, O, ETF Series
Templeton Global Bond Fund	A, A-Hedged, F, F-Hedged, I, O, O-Hedged, PA, PA-Hedged, PF, PF-Hedged

Balanced Funds	Series of Units
Franklin Brandywine Global Sustainable Balanced Fund[2]	A, F, FT, O, T
Franklin Canadian Balanced Fund[10]	A, F, I, O, PA, PF, PT, T
Franklin Canadian Monthly Income and Growth Fund[11]	A, F, FT, I, O, T
Franklin ClearBridge Dividend Income Fund[12]	A, F, FT, I, O, OT, T
Franklin U.S. Monthly Income Fund	A, A-Hedged, F, F-Hedged, FT, FT-Hedged, I, O, O-Hedged, OT, OT-Hedged, T, T-Hedged, T-USD
Templeton Sustainable Global Balanced Fund[2]	A, F, FT, I, O, T, T-USD, V

Canadian Equity Funds	Series of Units
Franklin Canadian Core Equity Fund	O
Franklin ClearBridge Canadian Dividend Fund[13]	A, F, FT, I, O, T
Franklin ClearBridge Canadian Equity Fund[14]	A, F, I, O, PA, PF
Franklin ClearBridge Canada Plus Equity Fund[15]	A, F, O
Franklin ClearBridge Canadian Small Cap Fund[16]	A, F, O, PA, PF
Franklin Sustainable Canadian Core Equity Fund[2]	O

U.S. Equity Funds	Series of Units
Franklin ClearBridge U.S. Sustainability Leaders Fund[2]	O
Franklin Sustainable U.S. Core Equity Fund[2]	O
Franklin U.S. Core Equity Fund	O
Franklin U.S. Opportunities Fund[2]	A, F, O
Franklin U.S. Rising Dividends Fund	A, A-Hedged, F, F-Hedged, FT, O, O-Hedged, T, T-Hedged

No securities regulatory authority has expressed an opinion about these units. It is an offence to claim otherwise. The Funds and the units offered under this prospectus are not registered with the United States Securities and Exchange Commission and they are sold in the United States only in reliance on exemptions from registration.

Other Equity Funds	Series of Units
Franklin ClearBridge Sustainable Global Infrastructure Income Fund[2]	A, F, FT, O, T, ETF Series
Franklin ClearBridge Sustainable International Growth Fund[2]	A, F, FT, I, O, T, ETF Series
Franklin Emerging Markets Core Equity Fund	O
Franklin Global Growth Fund	A, F, O, T, ETF Series
Franklin Innovation Fund[2]	A, F, FT, O, T, ETF Series
Franklin International Core Equity Fund	O
Franklin Martin Currie Improving Society Fund[2]	A, F, O
Franklin Martin Currie Sustainable Emerging Markets Fund[2]	A, F, O
Franklin Martin Currie Sustainable Global Equity Fund[2]	A, A-Hedged, F, F-Hedged, FT-Hedged, I-Hedged, O, O-Hedged, T, T-Hedged, T-USD
Franklin Royce Global Small Cap Premier Fund	A, F, I, O, PA, PF
Franklin Sustainable International Core Equity Fund[2]	O
Templeton Emerging Markets Fund[2]	A, F, O
Templeton Growth Fund	A, A-Hedged, F, I, O, PA, PA-Hedged, PF

ETF Portfolios	Series of Units
Franklin All-Equity ETF Portfolio	A, F, FT, O, T, ETF Series
Franklin Conservative Income ETF Portfolio	A, F, FT, O, T, ETF Series
Franklin Core ETF Portfolio	A, F, FT, O, T, ETF Series
Franklin Growth ETF Portfolio	A, F, FT, O, T, ETF Series

Quotential Portfolios	Series of Units
Franklin Quotential Balanced Growth Portfolio	A, F, FT, I, O, OT, T, V
Franklin Quotential Balanced Income Portfolio	A, F, FT, I, O, OT, T, V
Franklin Quotential Diversified Equity Portfolio	A, F, FT, I, O, OT, T, T-USD
Franklin Quotential Diversified Income Portfolio	A, F, FT, I, O, OT, T, T-USD, V
Franklin Quotential Growth Portfolio	A, F, FT, I, O, OT, T

Private Wealth Pools	Series of Units
FT Balanced Growth Private Wealth Pool	A, F, O
FT Balanced Income Private Wealth Pool	A, F, O
FT Growth Private Wealth Pool	A, F, O

Index ETFs	Series of Units
Franklin Emerging Markets Equity Index ETF	ETF Series
Franklin FTSE Canada All Cap Index ETF	ETF Series
Franklin FTSE Japan Index ETF	ETF Series
Franklin FTSE U.S. Index ETF	ETF Series
Franklin Global Dividend Quality Index ETF	ETF Series
Franklin International Equity Index ETF	ETF Series
Franklin International Multifactor Index ETF	ETF Series
Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF	ETF Series
Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF	ETF Series
Franklin U.S. Large Cap Multifactor Index ETF	ETF Series

Notes

[1] Formerly Franklin Bissett Money Market Fund.
[2] Fund follows a sustainable investment approach.
[3] Formerly Franklin Bissett Canadian Bond Fund.
[4] Formerly Franklin Bissett Core Plus Bond Fund.
[5] Formerly Franklin Bissett Corporate Bond Fund.
[6] Formerly Franklin Bissett Short Duration Bond Fund.
[7] Formerly Franklin Bissett Ultra Short Bond Fund.
[8] Formerly Franklin Bissett Canadian Government Bond Fund.
[9] Formerly Franklin Global Aggregate Bond Active ETF (CAD-Hedged).
[10] Formerly Franklin Bissett Canadian Balanced Fund.
[11] Formerly Franklin Bissett Monthly Income and Growth Fund.
[12] Formerly Franklin Bissett Dividend Income Fund.
[13] Formerly Franklin Bissett Canadian Dividend Fund.
[14] Formerly Franklin Bissett Canadian Equity Fund.
[15] Formerly Franklin Bissett Canada Plus Equity Fund.
[16] Formerly Franklin Bissett Small Cap Fund.

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INTRODUCTION

This document is a **simplified prospectus**. In this document:

- The funds offered under this simplified prospectus are referred to collectively as the **Funds** and each individually as a **Fund.**
- The terms **we**, **us**, **our**, **Manager** and **FTIC** refer to Franklin Templeton Investments Corp., the manager of the Funds.
- Your **dealer** is the organization that implements your trades in securities of the Funds. If your dealer does not make suitability determinations in connection with these trades, then your dealer is an order-execution-only or **OEO** dealer.
- Your **investment advisor** is the individual with whom you consult for investment advice.
- All of the funds that we manage, including the Funds, are referred to collectively as the **Franklin Templeton Funds** and each individually as a **Franklin Templeton Fund**. Not all Franklin Templeton Funds are offered under this simplified prospectus.
- **ETF Series** refers to the exchange-traded series of units offered by a Fund and **Mutual Fund Series** refers to all other series of units offered by a Fund.
- **Exchange** refers to the venue on which a Fund's ETF Series units are listed for trading.

This document contains selected important information to help you make informed decisions about investing in the Funds and to help you understand your rights as an investor.

This document is divided into two parts. The first part, from pages 5 to 150, contains general information applicable to all of the Funds. The second part, from pages 151 to 325, contains specific information about each Fund described in this document.

Look for these boxes

To make this document easier to understand, we have included supplementary material in boxes like this one. These boxes provide additional detail about the information in the main text.

Additional information about each Fund is available in the following documents:

- the most recently filed fund facts for each of its Mutual Fund Series, if applicable;
- the most recently filed ETF facts for each of its ETF Series, if applicable;
- the most recently filed annual financial statements;
- any interim financial report filed after those annual financial statements;
- the most recently filed annual management report of fund performance; and
- any interim management report of fund performance filed after that annual management report of fund performance.

These documents are incorporated by reference into this simplified prospectus, which means that they

legally form part of this document, just as if they were printed as a part of this document.

You can get a copy of these documents at your request, at no cost, in any of the following ways:

- from your dealer
- by emailing us at service.CAN.franklintempleton@fisglobal.com
- by calling us toll-free at 1-800-387-0830

These documents are available on the Funds' designated website at www.franklintempleton.ca.

These documents and other information about the Funds are available at www.sedarplus.ca.

Each unitholder will also be mailed annually, by his, her or its broker, no later than March 31, information necessary to enable such unitholder to complete an income tax return with respect to amounts paid or payable by each Fund in respect of the preceding taxation year of such Fund.

The Manager will ensure that each Fund complies with all applicable reporting and administrative requirements. The Manager will also ensure that adequate books and records are kept reflecting the activities of each Fund. A unitholder or his, her or its duly authorized representative has the right to examine the books and records of the applicable Fund during normal business hours at the offices of the Fund Administrator (as defined herein). Notwithstanding the foregoing, a unitholder shall not have access to any information that, in the opinion of the Manager, should be kept confidential in the interests of the Funds.

RESPONSIBILITY FOR FUND ADMINISTRATION

Manager

Head office address
Franklin Templeton Investments Corp.
200 King Street West
Suite 1400
Toronto, Ontario
M5H 3T4
service.CAN.franklintempleton@fisglobal.com
www.franklintempleton.ca
1-800-387-0830

Mailing address
Franklin Templeton Investments Corp.
5000 Yonge Street
Suite 900
Toronto, Ontario
M2N OA7

As manager, we are responsible for the overall business and operations of the Funds. We are responsible for the administration of the Funds, including the provision of office space and facilities, portfolio and investor accounting, and the distribution of Fund units.

Table 1 identifies each director and/or executive officer of FTIC and provides, for each such individual, that individual's municipality of residence, position with the Manager and principal occupation in the last five (5) years.

Table 1: Directors and executive officers of the Manager

Name	Municipality of Residence	Office	Principal Occupation in the Last Five Years
Andrew Ashton	Scottsdale, Arizona	Director, Chair	Director of the Manager and Franklin Templeton Asset Management Mexico, SOFI; Head of the Americas (ex-US) Distribution and Global Financial Institutions of Franklin Templeton Investments; Consulting Board Member of Franklin Templeton Investimentos (Brasil) Ltda and Member of Board of Managers of Franklin Templeton Investment Services Mexico, S. d. R.L. Prior thereto, Director & Chairman of Fiduciary Trust Company of Canada; and Director of Franklin Templeton Corporate Class Ltd., Templeton Growth Fund, Ltd. and Franklin Templeton Investimentos Brasil Fund SPC.

Name	Municipality of Residence	Office	Principal Occupation in the Last Five Years
David Paterson	San Francisco, California	Director, Chief Financial Officer	Chief Financial Officer of Putnam Retail Management GP, Inc.; Director of FTC Investor Services Inc.; Chief Financial Officer of the Manager and AdvisorEngine Inc.; Vice-President/Controller of Fiduciary Trust Company of Canada and FTC Investor Services Inc.; Director, Corporate Accounting of Franklin Templeton Companies, LLC; Chief Financial Officer and Designated Financial Principal of Legg Mason Investor Services LLC. Prior thereto, Chief Financial Officer and Designated Financial Principal of Templeton/Franklin Investment Services, Inc. and Franklin Templeton Financial Services Corp.; Treasurer, Financial Reporting Officer of Legg Mason Investor Services, LLC; Chief Financial Officer and Designated Financial Principal of Franklin/Templeton Distributors, Inc. and Franklin Templeton Financial Services Corp.; Assistant U.S. Controller and Senior Manager, Corporate Accounting of Franklin Templeton Companies, LLC.
Dennis Tew	Toronto, Ontario	Director, Head of Sales, Canada and Ultimate Designated Person	Director of Fiduciary Trust Company of Canada; Director of FTC Investor Services Inc. Prior thereto, Head of National Sales, Canada of the Manager; Director of Franklin Global Real Assets Holdings Ltd.; and President & Chief Executive Officer of FTC Investor Services Inc.
Brad Beuttenmiller	Bayfield, Ontario	Senior Associate General Counsel, Corporate Secretary and Chief Compliance Officer	Vice President, Legal and Secretary of Fiduciary Trust Company of Canada; Secretary of FTC Investor Services Inc.; Prior thereto, Corporate Secretary of Franklin Global Real Assets Holdings Ltd.; Secretary of Franklin Templeton Corporate Class Ltd.; and Secretary of Templeton Growth Fund, Ltd. Chief Compliance Officer of the Manager and Fiduciary Trust Company of Canada and FTC Investor Services Inc.

There are agreements in place between us, as trustee of certain Funds, and us as manager. For a brief description of the material terms of these agreements, including the circumstances under which each agreement may be terminated, see **MASTER MANAGEMENT AGREEMENTS** on page 35.

About FTIC

FTIC is an indirect wholly-owned subsidiary of Franklin Resources, Inc. ("**FRI**"). FRI, whose principal executive and administrative offices are at One Franklin Parkway, San Mateo, California, is a large, diversified financial services organization which, through its operating subsidiaries, provides a variety of management, administrative and distribution services to mutual funds, ETFs and other investment funds.

Voting of Underlying Fund units

A Fund may invest some or all of its assets, directly or indirectly, in the securities of one or more other mutual funds, including a mutual fund that is an ETF. In this case, we refer to each mutual fund in which that Fund invests as an **Underlying Fund**.

When a Fund owns units of an Underlying Fund managed by us, or by one of our associates or affiliates, and the holders of that Underlying Fund's units are entitled to vote, we will not cause the Fund to vote the units of that Underlying Fund. Instead, we may arrange for the beneficial holders of the Fund's units to vote on the matter. However, we will generally not make this arrangement, because of its complexity and cost.

Portfolio advisors

Each Fund has a portfolio advisor. In addition, we have retained sub-advisors to perform portfolio advisory services for certain Funds pursuant to various investment sub-advisory agreements. If a sub-advisor has been appointed, that sub-advisor is listed below and named in the Fund Details section for the Fund in the second part of this document.

Each portfolio advisor or sub-advisor provides investment analysis and recommendations, decides which securities to buy and sell, and executes, or arranges for brokers to execute, portfolio transactions.

Table 2 identifies the portfolio advisor and, where applicable, the sub-advisor or sub-advisors of each Fund. Each entity other than FTIC that is identified in Table 2 is a division of ours, an affiliate of ours, or a division of an affiliate of ours. Fiduciary Trust Company of Canada ("**FTCC**") is a wholly-owned subsidiary of FTIC. Each of the following entities is, like FTIC, a direct or indirect wholly-owned subsidiary of FRI:

- Brandywine Global Investment Management, LLC ("**Brandywine Global**")
- ClearBridge Investments (North America) Pty Limited ("**CBI**")
- ClearBridge Investments, LLC ("**ClearBridge**")
- Fiduciary Trust Company International ("**FTCI**")
- Franklin Advisers, Inc. ("**FAI**")
- Franklin Advisory Services, LLC ("**FASL**")
- Franklin Templeton Institutional, LLC ("**FTI LLC**")
- Franklin Templeton Investment Management Limited ("**FTIML**")
- Martin Currie Inc. ("**Martin Currie**")
- Royce & Associates, LP (operating as Royce Investment Partners) ("**Royce**")
- Templeton Asset Management Ltd. ("**TAML**")
- Templeton Global Advisors Limited ("**TGAL**")
- Western Asset Management Company, LLC ("**WAM**")

Under securities laws, we are required to advise you that where portfolio management services are provided by an advisor or sub-advisor located outside of Canada, it may be difficult to enforce any legal rights against them because all or substantially all of their assets are located outside of Canada.

Pursuant to securities law, we will continue to have responsibility for all advisory services furnished by a sub-advisor and shall be responsible to each Fund for any losses that arise of out a failure of a sub-advisor:

- to exercise the powers and discharge the duties of its office honestly, in good faith and in the best interests of the Manager and each Fund for whose benefit the advice is or portfolio management services are to be provided; or

- to exercise the degree or care, diligence and skill that a reasonably prudent person would exercise in the circumstances.

Table 2: Portfolio advisors and sub-advisors of the Funds

Fund	Portfolio Advisor	Sub-advisor(s)
Franklin All-Equity ETF Portfolio	FTCC	
Franklin Brandywine Global Sustainable Balanced Fund	FTIC	Brandywine Global
Franklin Brandywine Global Sustainable Income Optimiser Fund	FTIC	Brandywine Global
Franklin Canadian Balanced Fund	FTIC	
Franklin Canadian Bond Fund	FTIC	
Franklin Canadian Core Equity Fund	FTIC	FAI
Franklin Canadian Core Plus Bond Fund	FTIC	
Franklin Canadian Corporate Bond Fund	FTIC	
Franklin Canadian Government Bond Fund	FTIC	
Franklin Canadian Money Market Fund	FTIC	
Franklin Canadian Monthly Income and Growth Fund	FTIC	
Franklin Canadian Short Term Bond Fund	FTIC	
Franklin Canadian Ultra Short Term Bond Fund	FTIC	
Franklin ClearBridge Canada Plus Equity Fund	FTIC	
Franklin ClearBridge Canadian Dividend Fund	FTIC	
Franklin ClearBridge Canadian Equity Fund	FTIC	
Franklin ClearBridge Dividend Income Fund	FTIC	
Franklin ClearBridge Canadian Small Cap Fund	FTIC	
Franklin ClearBridge Sustainable Global Infrastructure Income Fund	FTIC	CBI
Franklin ClearBridge Sustainable International Growth Fund	FTIC	ClearBridge
Franklin ClearBridge U.S. Sustainability Leaders Fund	FTIC	ClearBridge
Franklin Conservative Income ETF Portfolio	FTCC	
Franklin Core ETF Portfolio	FTCC	
Franklin Emerging Markets Core Equity Fund	FTIC	FAI
Franklin Emerging Markets Equity Index ETF	FASL and FTI LLC	

Fund	Portfolio Advisor	Sub-advisor(s)
Franklin FTSE Canada All Cap Index ETF	FTIC	FASL and FTI LLC
Franklin FTSE Japan Index ETF	FASL and FTI LLC	
Franklin FTSE U.S. Index ETF	FASL and FTI LLC	
Franklin Global Core Bond Fund	FTIML, FAI	
Franklin Global Dividend Quality Index ETF	FASL and FTI LLC	
Franklin Global Growth Fund	FTIC	FTI LLC
Franklin Growth ETF Portfolio	FTCC	
Franklin High Income Fund	FTIC	FAI
Franklin Innovation Fund	FTIC	FAI
Franklin International Core Equity Fund	FTIC	FAI
Franklin International Equity Index ETF	FASL and FTI LLC	
Franklin International Multifactor Index ETF	FASL and FTI LLC	
Franklin Martin Currie Improving Society Fund	FTIC	Martin Currie
Franklin Martin Currie Sustainable Emerging Markets Fund	FTIC	Martin Currie
Franklin Martin Currie Sustainable Global Equity Fund	FTIC	Martin Currie
Franklin Quotential Balanced Growth Portfolio	FTCC	
Franklin Quotential Balanced Income Portfolio	FTCC	
Franklin Quotential Diversified Equity Portfolio	FTCC	
Franklin Quotential Diversified Income Portfolio	FTCC	
Franklin Quotential Growth Portfolio	FTCC	
Franklin Royce Global Small Cap Premier Fund	FTIC	Royce
Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF	FTIC	FASL and FTI LLC
Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF	FTIC	FASL and FTI LLC
Franklin Sustainable Canadian Core Equity Fund	FTIC	FAI
Franklin Sustainable International Core Equity Fund	FTIC	FAI
Franklin Sustainable U.S. Core Equity Fund	FTIC	FAI

Fund	Portfolio Advisor	Sub-advisor(s)
Franklin U.S. Core Equity Fund	FTIC	FAI
Franklin U.S. Large Cap Multifactor Index ETF	FASL and FTI LLC	
Franklin U.S. Monthly Income Fund	FAI	
Franklin U.S. Opportunities Fund	FTIC	FAI
Franklin U.S. Rising Dividends Fund	FTIC	FAI
Franklin Western Asset Core Plus Bond Fund	FTIC	WAM
FT Balanced Growth Private Wealth Pool	FTCC	FTCI, FTIC[17]
FT Balanced Income Private Wealth Pool	FTCC	FTCI, FTIC[17]
FT Growth Private Wealth Pool	FTCC	FTCI, FTIC[17]
Templeton Emerging Markets Fund	FTIC	FTIML, TAML
Templeton Sustainable Global Balanced Fund	FTIC	FAI[18], FTIML[19], TAML[18]
Templeton Global Bond Fund	FTIC	FAI
Templeton Growth Fund	FTIC	TGAL

Notes

[17] Canadian fixed-income and equity portion only.

[18] Fixed-income portion only.

[19] Equity portion only.

The following are the names of the persons principally responsible for the day-to-day management of the Funds, implementing a particular material strategy or managing a particular segment of the portfolios of the Funds. An individual listed as a portfolio manager has full discretionary authority to make investment decisions for a particular material strategy of a Fund, or for a particular segment of the portfolio of a Fund, without the approval of any other individual. An individual listed as an associate portfolio manager may make investment decisions for all or any portion of a Fund, but those decisions are subject to the approval of a portfolio manager or the applicable chief investment officer of the Fund.

Brandywine Global Investment Management, LLC

We have retained Brandywine Global as a sub-advisor pursuant to an investment sub-advisory agreement between the parties dated June 4, 2021, as amended.

Brandywine Global is located in Philadelphia, Pennsylvania, U.S.A.

Table 3 provides the name, title, and role in the investment decision-making process of each person employed by Brandywine Global who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as sub-advisor.

Table 3: Portfolio managers of Brandywine Global

Name	Title	Funds Managed
Michael Arno	Associate Portfolio Manager / Senior Research Analyst	Franklin Brandywine Global Sustainable Balanced Fund Franklin Brandywine Global Sustainable Income Optimiser Fund
Tracy Chen	Portfolio Manager	Franklin Brandywine Global Sustainable Balanced Fund Franklin Brandywine Global Sustainable Income Optimiser Fund
James J. Clarke	Portfolio Manager & Director of Fundamental Research	Franklin Brandywine Global Sustainable Balanced Fund
Brian L. Kloss	Portfolio Manager	Franklin Brandywine Global Sustainable Balanced Fund Franklin Brandywine Global Sustainable Income Optimiser Fund
Renato Latini	Associate Portfolio Manager / Senior Research Analyst	Franklin Brandywine Global Sustainable Balanced Fund Franklin Brandywine Global Sustainable Income Optimiser Fund
Jack P. McIntyre	Portfolio Manager	Franklin Brandywine Global Sustainable Balanced Fund Franklin Brandywine Global Sustainable Income Optimiser Fund
Sorin Roibu	Portfolio Manager & Research Analyst	Franklin Brandywine Global Sustainable Balanced Fund
Anujeet Sareen	Portfolio Manager	Franklin Brandywine Global Sustainable Balanced Fund Franklin Brandywine Global Sustainable Income Optimiser Fund

ClearBridge Investments (North America) Pty Limited

We have retained CBI as a sub-advisor pursuant to an investment sub-advisory agreement between the parties dated October 6, 2021.

CBI is located in Sydney, Australia.

Table 4 provides the name, title, and role in the investment decision-making process of each person employed by CBI who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as sub-advisor.

Table 4: Portfolio managers of CBI

Name	Title	Funds Managed
Daniel Chu	Director, Portfolio Manager	Franklin ClearBridge Sustainable Global Infrastructure Income Fund
Charles Hamieh	Managing Director, Portfolio Manager	Franklin ClearBridge Sustainable Global Infrastructure Income Fund

Name	Title	Funds Managed
Shane Hurst	Managing Director, Portfolio Manager	Franklin ClearBridge Sustainable Global Infrastructure Income Fund
Nick Langley	Managing Director, Portfolio Manager	Franklin ClearBridge Sustainable Global Infrastructure Income Fund

ClearBridge Investments, LLC

We have retained ClearBridge as a sub-advisor pursuant to an investment sub-advisory agreement between the parties dated June 7, 2021, as amended.

ClearBridge is located in New York, New York, U.S.A.

Table 5 provides the name, title, and role in the investment decision-making process of each person employed by ClearBridge who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as sub-advisor.

Table 5: Portfolio managers of ClearBridge

Name	Title	Funds Managed
Derek Deutsch	Managing Director, Portfolio Manager	Franklin ClearBridge U.S. Sustainability Leaders Fund
Elisa Mazen	Managing Director, Head of Global Growth, Portfolio Manager	Franklin ClearBridge Sustainable International Growth Fund
Mary Jane McQuillen	Managing Director, Portfolio Manager, Head of Environmental, Social and Governance Investment	Franklin ClearBridge U.S. Sustainability Leaders Fund
Michael Testorf	Managing Director, Portfolio Manager	Franklin ClearBridge Sustainable International Growth Fund
Pawel Wroblewski	Managing Director, Portfolio Manager	Franklin ClearBridge Sustainable International Growth Fund

Fiduciary Trust Company International

FTCC has retained FTCI as a sub-advisor pursuant to an investment sub-advisory agreement between the parties dated March 26, 2018, as amended.

FTCI is located in New York, New York, U.S.A.

Table 6 provides the name, title, and role in the investment decision-making process of each person employed by FTCI who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as a sub-advisor.

Table 6: Portfolio managers of FTCI

Name	Title	Funds Managed
Carin Pai	Executive Vice-President, Head of Portfolio Management	FT Balanced Growth Private Wealth Pool FT Balanced Income Private Wealth Pool FT Growth Private Wealth Pool

Fiduciary Trust Company of Canada

Table 7 provides the name, title, and role in the investment decision-making process of each person employed by FTCC who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as portfolio advisor.

Table 7: Portfolio managers of FTCC

Name	Title	Funds Managed
Michael Greenberg	Senior Vice-President / Portfolio Manager	Franklin All-Equity ETF Portfolio Franklin Conservative Income ETF Portfolio Franklin Core ETF Portfolio Franklin Growth ETF Portfolio Franklin Quotential Balanced Growth Portfolio Franklin Quotential Balanced Income Portfolio Franklin Quotential Diversified Equity Portfolio Franklin Quotential Diversified Income Portfolio Franklin Quotential Growth Portfolio FT Balanced Growth Private Wealth Pool FT Balanced Income Private Wealth Pool FT Growth Private Wealth Pool
Scott Guitard	Senior Vice-President / Portfolio Manager	FT Balanced Growth Private Wealth Pool FT Balanced Income Private Wealth Pool FT Growth Private Wealth Pool
Ian Riach	Chief Investment Officer	Franklin All-Equity ETF Portfolio Franklin Conservative Income ETF Portfolio Franklin Core ETF Portfolio Franklin Growth ETF Portfolio Franklin Quotential Balanced Growth Portfolio Franklin Quotential Balanced Income Portfolio Franklin Quotential Diversified Equity Portfolio Franklin Quotential Diversified Income Portfolio Franklin Quotential Growth Portfolio FT Balanced Growth Private Wealth Pool FT Balanced Income Private Wealth Pool FT Growth Private Wealth Pool

Franklin Advisers, Inc.

FAI acts as a portfolio advisor for certain Funds and as a sub-advisor for other Funds.

FAI provides portfolio advisory services to Franklin U.S. Monthly Income Fund, under the terms of an agreement with us dated November 1, 2017, as amended.

We have retained FAI as a sub-advisor pursuant to:

- an investment sub-advisory agreement between the parties dated November 1, 2014, as amended; and
- an investment sub-advisory agreement between FTIC, FAI and TAML dated August 1, 2022.

FAI is located in San Mateo, California, U.S.A.

Table 8 provides the name, title, and role in the investment decision-making process of each person employed by FAI who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as portfolio advisor or sub-advisor.

Table 8: Portfolio managers of FAI

Name	Title	Funds Managed
Sara Araghi	Senior Vice President / Co-Director of Research / Portfolio Manager	Franklin U.S. Opportunities Fund
Grant Bowers	Senior Vice President / Portfolio Manager	Franklin U.S. Opportunities Fund
Todd Brighton	Senior Vice President / Portfolio Manager	Franklin U.S. Monthly Income Fund
Sundaram Chettiappan	Vice President, Senior Research Analyst	Franklin Canadian Core Equity Fund Franklin Emerging Markets Core Equity Fund Franklin International Core Equity Fund Franklin Sustainable Canadian Core Equity Fund Franklin Sustainable U.S. Core Equity Fund Franklin Sustainable International Core Equity Fund Franklin U.S. Core Equity Fund
Brendan Circle	Senior Vice President / Portfolio Manager	Franklin U.S. Monthly Income Fund
Sonal Desai	Executive Vice President, Portfolio Manager, Chief Investment Officer	Franklin Global Core Bond Fund

Name	Title	Funds Managed
Christopher Floyd	Vice President / Portfolio Manager	Franklin Canadian Core Equity Fund Franklin Emerging Markets Core Equity Fund Franklin International Core Equity Fund Franklin Sustainable Canadian Core Equity Fund Franklin Sustainable U.S. Core Equity Fund Franklin Sustainable International Core Equity Fund Franklin U.S. Core Equity Fund
Nicholas Getaz	Senior Vice President, Portfolio Manager / Research Analyst	Franklin U.S. Rising Dividends Fund
Vivian Guo	Senior Research Analyst, Portfolio Manager, Co-Head of Global Macro ESG	Templeton Sustainable Global Balanced Fund
Michael Hasenstab	Executive Vice President, Portfolio Manager, Chief Investment Officer	Templeton Global Bond Fund Templeton Sustainable Global Balanced Fund
Calvin Ho	Senior Vice President, Portfolio Manager, Director of Research	Templeton Global Bond Fund Templeton Sustainable Global Balanced Fund
Amritha Kasturirangan	Vice President / Research Analyst / Portfolio Manager	Franklin U.S. Rising Dividends Fund
Patrick Klein	Senior Vice President and Portfolio Manager	Franklin Global Core Bond Fund
Matthew Moberg	Senior Vice-President, Portfolio Manager	Franklin Innovation Fund
Matt Quinlan	Senior Vice President, Portfolio Manager / Research Analyst	Franklin U.S. Rising Dividends Fund
Ed Perks	President, Chief Investment Officer	Franklin U.S. Monthly Income Fund
Chandra Seethamraju	Director of Quantitative Strategies	Franklin Canadian Core Equity Fund Franklin Emerging Markets Core Equity Fund Franklin International Core Equity Fund Franklin U. S. Core Equity Fund
Nayan Sheth	Vice President / Research Analyst / Portfolio Manager	Franklin U.S. Rising Dividends Fund
Glenn Voyles	Senior Vice President, Director of Portfolio Management, Corporate Bonds	Franklin High Income Fund

Franklin Advisory Services, LLC

FASL acts as a portfolio advisor for certain Funds and as a sub-advisor for other Funds.

FASL provides portfolio advisory services to Franklin Emerging Markets Equity Index ETF, Franklin FTSE Japan Index ETF, Franklin FTSE U.S. Index ETF, Franklin Global Dividend Quality Index ETF, Franklin International Equity Index ETF, Franklin International Multifactor Index ETF and Franklin U.S. Large Cap Multifactor Index ETF under the terms of an agreement with us dated April 18, 2017, as amended.

We have retained FASL as a sub-advisor pursuant to an investment sub-advisory agreement between the parties dated September 11, 2023, as amended.

FASL is located in San Mateo, California.

Table 9 provides the name, title, and role in the investment decision-making process of each person employed by FASL who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as portfolio advisor or sub-advisor.

Table 9: Portfolio managers of Franklin Advisory Services, LLC

Name	Title	Funds Managed
Dina Ting	Head of Global Index Portfolio Management	Franklin Emerging Markets Equity Index ETF Franklin Global Dividend Quality Index ETF Franklin International Multifactor Index ETF Franklin U.S. Large Cap Multifactor Index ETF Franklin FTSE Canada All Cap Index ETF Franklin FTSE Japan Index ETF Franklin FTSE U.S. Index ETF Franklin International Equity Index ETF Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF
Basit Amin	Vice President, Portfolio Manager	Franklin Emerging Markets Equity Index ETF Franklin Global Dividend Quality Index ETF Franklin International Multifactor Index ETF Franklin U.S. Large Cap Multifactor Index ETF Franklin FTSE Canada All Cap Index ETF Franklin FTSE Japan Index ETF Franklin FTSE U.S. Index ETF Franklin International Equity Index ETF Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF

Franklin Templeton Institutional, LLC

We have retained FTI LLC as a sub-advisor pursuant to an investment sub-advisory agreement between the parties dated November 1, 2014, as amended.

FTI LLC is located in New York, New York, U.S.A.

Table 10 provides the name, title, and role in the investment decision-making process of each person employed by FTI LLC who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as sub-advisor.

Table 10: Portfolio managers of FTI LLC

Name	Title	Funds Managed
Joe Diederich	Portfolio Manager	Franklin Emerging Markets Equity Index ETF Franklin Global Dividend Quality Index ETF Franklin International Multifactor Index ETF Franklin U.S. Large Cap Multifactor Index ETF Franklin FTSE Canada All Cap Index ETF Franklin FTSE Japan Index ETF Franklin FTSE U.S. Index ETF Franklin International Equity Index ETF Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF
Hailey Harris	Portfolio Manager	Franklin Emerging Markets Equity Index ETF Franklin Global Dividend Quality Index ETF Franklin International Multifactor Index ETF Franklin U.S. Large Cap Multifactor Index ETF Franklin FTSE Canada All Cap Index ETF Franklin FTSE Japan Index ETF Franklin FTSE U.S. Index ETF Franklin International Equity Index ETF Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF
Patrick McKeegan	Vice President /Portfolio Manager / Research Analyst	Franklin Global Growth Fund
Yan Lager	Vice President / Portfolio Manager / Research Analyst	Franklin Global Growth Fund

Franklin Templeton Investment Management Limited

We have retained FTIML as a sub-advisor pursuant to:

- an investment sub-advisory agreement between the parties dated April 24, 2020;
- an investment sub-advisory agreement between FTIC, FTIML and TAML dated November 15, 2019; and
- an investment sub-advisory agreement between FTIC, FTIML and TGAL dated August 1, 2022.

FTIML is located in London, England.

Table 11 provides the name, title, and role in the investment decision-making process of the person employed by FTIML who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as sub-advisor.

Table 11: Portfolio managers of FTIML

Name	Title	Funds Managed
John Beck	Senior Vice-President, Director of Fixed Income	Franklin Global Core Bond Fund
Craig Cameron	Portfolio Manager / Research Analyst	Templeton Sustainable Global Balanced Fund
Andrew Ness	Portfolio Manager	Templeton Emerging Markets Fund
David Zahn	Senior Vice-President, Portfolio Manager – Head of European Fixed Income	Franklin Global Core Bond Fund

Franklin Templeton Investments Corp.

Table 12 provides the name, title, length of service, and principal business experience (during the last five years) of each person employed by FTIC who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as portfolio advisor or sub-advisor.

FTCC has retained FTIC as a sub-advisor pursuant to an investment sub-advisory agreement between the parties dated April 17, 2017, as amended.

FTIC is located in Toronto, Ontario with an office in Calgary, Alberta.

Table 12: Portfolio managers of FTIC

Name	Title	Funds Managed
Garey J. Aitken*	Managing Director, Head of Canadian Equities	Franklin Canadian Balanced Fund Franklin Canadian Monthly Income and Growth Fund Franklin ClearBridge Canadian Equity Fund Franklin ClearBridge Canada Plus Equity Fund Franklin ClearBridge Canadian Small Cap Fund
Darcy Briggs	Senior Vice-President, Portfolio Manager	Franklin Canadian Bond Fund Franklin Canadian Core Plus Bond Fund Franklin Canadian Corporate Bond Fund Franklin Canadian Government Bond Fund Franklin Canadian Monthly Income and Growth Fund Franklin Canadian Short Term Bond Fund Franklin High Income Fund
Brian Calder	Vice-President / Senior Trader / Portfolio Manager	Franklin Canadian Bond Fund Franklin Canadian Government Bond Fund Franklin Canadian Ultra Short Term Bond Fund
Timothy Caulfield*	Managing Director, Director of Canadian Equities Research	Franklin Canadian Monthly Income and Growth Fund Franklin ClearBridge Canada Plus Equity Fund
Ryan Crowther*	Director, Portfolio Manager	Franklin ClearBridge Canadian Dividend Fund Franklin ClearBridge Dividend Income Fund
Sevrika Galipeau	Portfolio Manager / Research Analyst	Franklin Canadian Money Market Fund Franklin Canadian Ultra Short Term Bond Fund
Thomas O'Gorman	Senior Vice-President / Dir LAM Americas Fixed Income	Franklin Canadian Balanced Fund Franklin Canadian Bond Fund Franklin Canadian Core Plus Bond Fund Franklin Canadian Monthly Income and Growth Fund
Michael Richmond*	Director, Portfolio Manager	Franklin ClearBridge Canadian Small Cap Fund
Tina Sadler	Executive Vice-President / Portfolio Manager / Research Analyst	Templeton Global Sustainable Balanced Fund
Leslie Stelmach*	Director, Portfolio Manager	Franklin ClearBridge Canadian Dividend Fund Franklin ClearBridge Dividend Income Fund
Naveed Sunderji	Portfolio Manager / Research Analyst	Franklin Canadian Money Market Fund Franklin Canadian Ultra Short Term Bond Fund
Adrienne Young	Senior Vice-President / Director of Credit Research / Portfolio Manager	Franklin Canadian Core Plus Bond Fund Franklin Canadian Corporate Bond Fund Franklin Canadian Short Term Bond Fund

*The Portfolio Managers are part of the ClearBridge Investments team. In Canada, the ClearBridge Investments team is part of FTIC.

Martin Currie Inc.

We have retained Martin Currie as a sub-advisor pursuant to an investment sub-advisory agreement between the parties dated July 19, 2021, as amended.

Martin Currie is located in New York, New York, U.S.A.

Table 13 provides the name, title, and role in the investment decision-making process of each person employed by Martin Currie who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as sub-advisor.

Table 13: Portfolio managers of Martin Currie

Name	Title	Funds Managed
Paul Desoisa	Portfolio Manager	Franklin Martin Currie Sustainable Emerging Markets Fund
Colin Dishington	Portfolio Manager	Franklin Martin Currie Sustainable Emerging Markets Fund
John Gilmore	Portfolio Manager	Franklin Martin Currie Improving Society Fund
Lauran Halpin	Head of Impact Equities	Franklin Martin Currie Improving Society Fund
Yulia Hofstede	Portfolio Manager	Franklin Martin Currie Sustainable Global Equity Fund
Andrew Mathewson	Portfolio Manager	Franklin Martin Currie Sustainable Emerging Markets Fund
Divya Mathur	Portfolio Manager	Franklin Martin Currie Sustainable Emerging Markets Fund
Zehrid Osmani	Head of Global Long-Term Unconstrained	Franklin Martin Currie Sustainable Global Equity Fund
Alastair Reynolds	Portfolio Manager	Franklin Martin Currie Sustainable Emerging Markets Fund
Paul Sloane	Portfolio Manager	Franklin Martin Currie Sustainable Emerging Markets Fund
Aimee Truesdale	Portfolio Manager	Franklin Martin Currie Sustainable Emerging Markets Fund

Royce Investment Partners

We have retained Royce as a sub-advisor pursuant to an investment sub-advisory agreement between the parties dated August 9, 2021.

Royce is located in New York, New York, U.S.A.

Table 14 provides the name, title, and role in the investment decision-making process of each person employed by Royce who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as sub-advisor.

Table 14: Portfolio managers of Royce

Name	Title	Funds Managed
Mark Fischer	Director of International Research, Portfolio Manager	Franklin Royce Global Small Cap Premier Fund
Steven McBoyle	Portfolio Manager, Principal	Franklin Royce Global Small Cap Premier Fund
Mark Rayner	Portfolio Manager, Principal	Franklin Royce Global Small Cap Premier Fund
Lauren Romeo	Portfolio Manager, Principal	Franklin Royce Global Small Cap Premier Fund

Templeton Asset Management Ltd.

We have retained TAML as a sub-advisor pursuant to:

- an investment sub-advisory agreement between FTIC, TAML and FTIML dated July 31, 2019; and
- an investment sub-advisory agreement between FTIC, FAI and TAML dated August 1, 2022.

TAML is located in Singapore.

Table 15 provides the name, title, and role in the investment decision-making process of each person employed by TAML who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as sub-advisor.

Table 15: Portfolio managers of TAML

Name	Title	Funds Managed
Peter Sartori	Executive Vice-President, Portfolio Manager	Templeton Growth Fund
Chetan Sehgal	Senior Managing Director, Director of Portfolio Management	Templeton Emerging Markets Fund

Name	Title	Funds Managed
Jaap Willems	Senior Quantitative Research Analyst, Portfolio Manager, Co-Head of Global Macro ESG	Templeton Sustainable Global Balanced Fund

Templeton Global Advisors Limited

We have retained TGAL as a sub-advisor pursuant to:

- an investment sub-advisory agreement between the parties dated November 1, 2014, as amended; and
- an investment sub-advisory agreement between FTIC, FTIML and TGAL dated August 1, 2022.

TGAL is located in Nassau, Bahamas.

Table 16 provides the name, title, and role in the investment decision-making process of each person employed by TGAL who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as sub-advisor.

Table 16: Portfolio managers of TGAL

Name	Title	Funds Managed
Peter Moeschter	Executive Vice-President, Portfolio Manager	Templeton Growth Fund
Christopher Peel	Senior Vice-President, Portfolio Manager / Research Analyst	Templeton Growth Fund
Warren Pustam	Vice-President, Research Analyst	Templeton Growth Fund

Western Asset Management Company, LLC

We have retained WAM as a sub-advisor pursuant to an investment sub-advisory agreement between the parties dated January 4, 2022:

WAM is located in Pasadena, California, U.S.A.

Table 17 provides the name, title, and role in the investment decision-making process of each person employed by WAM who is principally responsible for implementing the investment strategies of the Fund(s) for which it acts as a sub-advisor.

Table 17: Portfolio managers of WAM

Name	Title	Funds Managed
S. Kenneth Leech	Chief Investment Officer	Franklin Western Asset Core Plus Bond Fund
Mark Lindbloom	Portfolio Manager	Franklin Western Asset Core Plus Bond Fund
Frederick Marki	Portfolio Manager	Franklin Western Asset Core Plus Bond Fund
Julien A. Scholnick	Portfolio Manager	Franklin Western Asset Core Plus Bond Fund

Brokerage arrangements

Decisions regarding the purchase and sale of portfolio securities and decisions regarding the execution of all portfolio transactions, including the selection of market and broker-dealer and the negotiation, where applicable, of commissions for each Fund are made by us or by the sub-advisor for the Fund, as applicable (each of us and such sub-advisor is, an "**Advisor**").

When selecting a broker-dealer for a specific transaction, the most significant consideration is the quality of the execution of the transaction. In assessing execution quality, the following factors may be considered: market impact costs; willingness of a broker-dealer to work an order; order size/liquidity considerations, willingness to commit capital; ability to get best price; knowledge of and access to natural contra side; commission rate; timeliness and quality of looks and reports on markets; ability to handle certain trading styles or strategies; knowledge of and access to potential market participants; block trading and arbitrage capabilities; specialized expertise; consistency; promptness of execution; responsiveness; back office capabilities/quality of confirmations and account statements; sophistication of trading facilities; ability and willingness to correct errors; confidentiality; trustworthiness/past execution history; and the financial condition of the broker-dealer.

When appropriate and consistent with each Advisor's duty to seek best execution, the Advisors will, from time to time, direct brokerage transactions for Funds to broker-dealers that provide the Advisors with research and/or brokerage products and services. The brokerage commissions from Fund transactions that are used to pay for research or brokerage services in addition to basic execution services are referred to as "**Client Commissions**".

Broker-dealers typically bundle research with their trade execution services. The research provided can either be proprietary (created and provided by the executing broker-dealer, including tangible research products as well as access to analysts and traders) or third-party (created by a third-party but provided by the executing broker-dealer). To the extent permitted by applicable law, the Advisors may use Client Commissions to obtain both proprietary and third-party research as well as certain brokerage products and services. The receipt of research in exchange for Client Commissions benefits the Advisors by allowing them to supplement their own research and analysis and also gain access to specialists with expertise on certain companies, industries, areas of the economy and market factors. We believe that such research benefits our clients, including the Funds.

Advisors become eligible for Client Commission credits by sending trades and paying trade commissions to broker-dealers who both execute trades and provide the Advisors with research and

other brokerage products and services. These products and services come in a variety of forms including:

- research reports generated by broker-dealers;
- conferences with representatives of issuers; and
- Client Commission credits that can be used to obtain research reports or services from others.

Since the last simplified prospectus of the Funds, the following types of goods and services have been used by Advisors using Client Commissions: research on specific issuers; research on markets generally; market data; index data; options pricing; access to issuer executives. No Client Commissions have been paid to affiliates of FTIC.

If a product or service used by the Advisors provides both research and non-research benefits, the Advisors will generally consider it as a mixed-use item and will pay for the non-research portion with cash from their own resources rather than Client Commissions. The Advisors will allocate the cost of the research and non-research portions of the product between Client Commissions and cash according to their anticipated use. Although the allocation between Client Commissions and cash is not a precise calculation, the Advisors make a good faith effort to reasonably allocate such services, and maintain records detailing the mixed-use research, services and products received and the allocation between research and non-research portions, including payments made by Client Commissions and by cash.

Advisors will typically select a broker-dealer to execute a transaction based on their assessment of the broker-dealer's trade execution services (including the factors discussed above) and their belief that the research, information and other services the broker-dealer provides will benefit their clients, including the Funds. As a result, broker-dealers selected by the Advisors will, from time to time, be paid a commission rate for effecting a portfolio transaction for the Funds in excess of amounts other broker-dealers would have charged for effecting similar transactions if the Advisors determine that the commission is reasonable in relation to the value of the brokerage and/or research services provided, viewed either in terms of a particular transaction or the Advisors' overall duty to their clients.

Brokerage transactions involving brokerage commissions of the Funds have been or might be directed to a broker-dealer in exchange for research and/or brokerage products and services from the broker-dealer or a third party. You may obtain a list of the broker-dealers by contacting us by emailing us at service.CAN.franklintempleton@fisglobal.com or by calling us at 1-800-387-0830 or by writing to 5000 Yonge Street, Suite 900, Toronto, Ontario M2N 0A7.

Principal distributors

Franklin Templeton Investments Corp.
Toronto, Ontario

FTC Investor Services Inc.
Toronto, Ontario

FTIC acts as a principal distributor of Fund units under the terms of the Management Agreement dated November 1, 2014, as amended, between FTIC as trustee of the Funds and FTIC as the Manager of the Funds. FTIC markets the Funds and arranges for the purchase of Fund units through dealers across Canada.

We have entered into a distribution agreement with FTC Investor Services Inc. ("**FTC ISI**"), pursuant to which FTC ISI acts as a principal distributor of the Fee-Based Series units and the Institutional Series units. See **DISTRIBUTION AGREEMENT** on page 37.

FTC ISI is an indirect wholly-owned subsidiary of FTIC.

The address of FTC ISI is 200 King Street West, Suite 1400, Toronto, Ontario, M5H 3T4.

Trustee

Franklin Templeton Investments Corp.
Toronto, Ontario

The trustee holds title to the securities owned by each Fund on behalf of its investors.

Custodians

JPMorgan Chase Bank, N.A., Toronto Branch
Toronto, Ontario

State Street Trust Company Canada
Toronto, Ontario

State Street Trust Company Canada is the Custodian for the following Funds (collectively, the "**Franklin Index ETFs**"):

- Franklin Emerging Markets Equity Index ETF
- Franklin FTSE Canada All Cap Index ETF
- Franklin FTSE Japan Index ETF
- Franklin FTSE U.S. Index ETF
- Franklin Global Dividend Quality Index ETF
- Franklin International Equity Index ETF
- Franklin International Multifactor Index ETF
- Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF
- Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF
- Franklin U.S. Large Cap Multifactor Index ETF

JPMorgan Chase Bank, N.A, Toronto Branch ("**JPM**") is the custodian for all other Funds.

JPM and State Street Trust Company Canada are each a "**Custodian**" and collectively the "**Custodians**" of the Funds.

The Custodians, or any sub-custodians they may appoint, have physical custody of the investments made by the Funds.

Each Custodian and the sub-custodians are unrelated to FTIC.

Each Custodian is in the business of, among other things, providing banking and custodial services to institutional investors. The sub-custodians appointed to hold assets will be listed in the compliance report prepared by the Custodian and filed on SEDAR+ on behalf of the funds pursuant to the requirements of National Instrument 81-102 – *Investment Funds* ("**NI 81-102**").

Each Custodian acts as custodian of the Funds' portfolio securities. The cash, securities and other assets of the Funds will be held by the Custodian at its principal office or at one or more of its branch offices or at offices of sub-custodians appointed by the Custodian domestically or in other countries. The Custodian may also provide foreign exchange services to the Funds either as an agent for the Funds or as principal. The foreign exchange transactions may also be effected through an affiliate of the Custodian. Fees with respect to foreign exchange transactions may be earned by the Custodian or its affiliate.

Where a Fund makes use of clearing corporation options, options on futures or futures contracts, the Fund may deposit portfolio securities or cash as margin in respect of such transactions with a dealer, or in the case of forward contracts, with the other party thereto, in any such case, in accordance with Canadian securities regulations.

For a brief description of these agreements, including the circumstances under which each agreement may be terminated, see **CUSTODY AGREEMENTS** on page 37.

Auditor

PricewaterhouseCoopers LLP
Chartered Professional Accountants
Toronto, Ontario

We may change the auditor of a Fund without the approval of its investors, provided the Funds' independent review committee ("**IRC**") has approved the change and the Funds' investors receive notice of the change at least 60 days before its effective date.

Registrar and transfer agent

Mutual Fund Series

Franklin Templeton Investments Corp.
Toronto, Ontario

The registrar and transfer agent of the Mutual Fund Series units maintains account records of the holders of Mutual Fund Series units; carries out all purchase, redemption, conversion and switch orders; and provides reporting and statements to investors and dealers.

We have entered into an agreement with FIS Financial Solutions Canada Inc. ("**FIS**") to provide transfer agency services, although we remain the transfer agent.

We monitor and supervise the services provided by FIS in connection with the Funds.

The register in respect of the Mutual Fund Series units is kept in Toronto, Ontario.

ETF Series

J.P. Morgan Bank Canada
Toronto, Ontario

The registrar and transfer agent of the ETF Series units makes arrangements to keep a record of all securityholders of the ETF Series and processes orders.

J.P. Morgan Bank Canada is unrelated to FTIC.

The register in respect of the ETF Series units is kept in Toronto, Ontario.

Franklin Index ETFs

State Street Trust Company Canada
Toronto, Ontario

The registrar and transfer agent of the Franklin Index ETFs makes arrangements to keep a record of all securityholders of the Franklin Index ETFs and processes orders.

State Street Trust Company Canada is unrelated to FTIC.

The register in respect of the Franklin Index ETFs units is kept in Toronto, Ontario.

Exchanges

Toronto Stock Exchange
Toronto, Ontario

Cboe Canada Inc.
Toronto, Ontario

If a Fund offers ETF Series units, we have listed, or have applied to list, those units for trading on an "**Exchange**" that is either:

- the Toronto Stock Exchange ("**TSX**"), or
- Cboe Canada Inc. (the "**CBOE**").

Listing will be subject to the Funds fulfilling all the listing requirements of the applicable Exchange. Each Exchange is unrelated to FTIC.

The TSX has conditionally approved the listing of the ETF Series units of the following Funds on the TSX:

- Franklin All-Equity ETF Portfolio

- Franklin Conservative Income ETF Portfolio
- Franklin Core ETF Portfolio
- Franklin Growth ETF Portfolio
- Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF
- Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF

Listing is subject to the Funds fulfilling all of the requirements of the TSX.

Securities lending agent

If appointed, a securities lending agent would act as agent for a Fund that enters into a securities lending agreement. A securities lending agent would be independent of us.

Other service providers

State Street Fund Services Toronto Inc.
Toronto, Ontario

We have entered into a fund services agreement with State Street Fund Services Toronto Inc. to provide fund administration and accounting services in connection with the Franklin Index ETFs. State Street Fund Services Toronto Inc. is unrelated to FTIC. State Street Fund Services Toronto Inc.'s principal offices are located in Toronto, Ontario.

JPMorgan Chase Bank, N.A, Toronto Branch
Toronto, Ontario

We have entered into a fund services agreement with JPM to provide fund administration and fund accounting services in connection with all other Funds. JPM is unrelated to FTIC. JPM's principal offices are located in Toronto, Ontario.

We monitor and supervise the services provided by JPM and State Street Fund Services Toronto Inc. in connection with the Funds.

Independent Review Committee

In accordance with National Instrument 81-107 – *Independent Review Committee for Mutual Funds* ("**NI 81-107**"), we have established an IRC to provide impartial judgment on conflict of interest matters related to the operations of the Funds.

The current members of the IRC are:

- Barbara (BJ) Reid (Chair)
- Rita Theil
- William (Bill) Chornous
- Petrina Dolby

The composition of the IRC may change from time to time but will be composed of persons who are independent of the Funds, of us, and of entities related to us.

The mandate of the IRC is:

- to review conflict of interest matters between the Funds and us, as manager, including any related policies and procedures, that we refer to the IRC, and to provide us with its recommendations or approval, as applicable, whether, in its opinion after reasonable inquiry, our proposed action achieves a fair and reasonable result for the Funds;
- to review and, if advisable, approve any change of auditor of a Fund;
- to review and, if advisable, approve any merger of Funds referred to it by the Manager; and
- to perform any other functions as may be agreed by the IRC or required under applicable securities legislation.

The IRC prepares, at least annually, a report of its activities for investors and makes such reports available on the Funds' designated website at

www.franklintempleton.ca, or at the investor's request and at no cost, by contacting us at service.CAN.franklintempleton@fisglobal.com.

Fund governance

If portfolio advisors or sub-advisors are appointed, we will receive regular reports regarding their compliance with applicable investment guidelines and parameters and compliance with the investment restrictions and practices of the corresponding Funds.

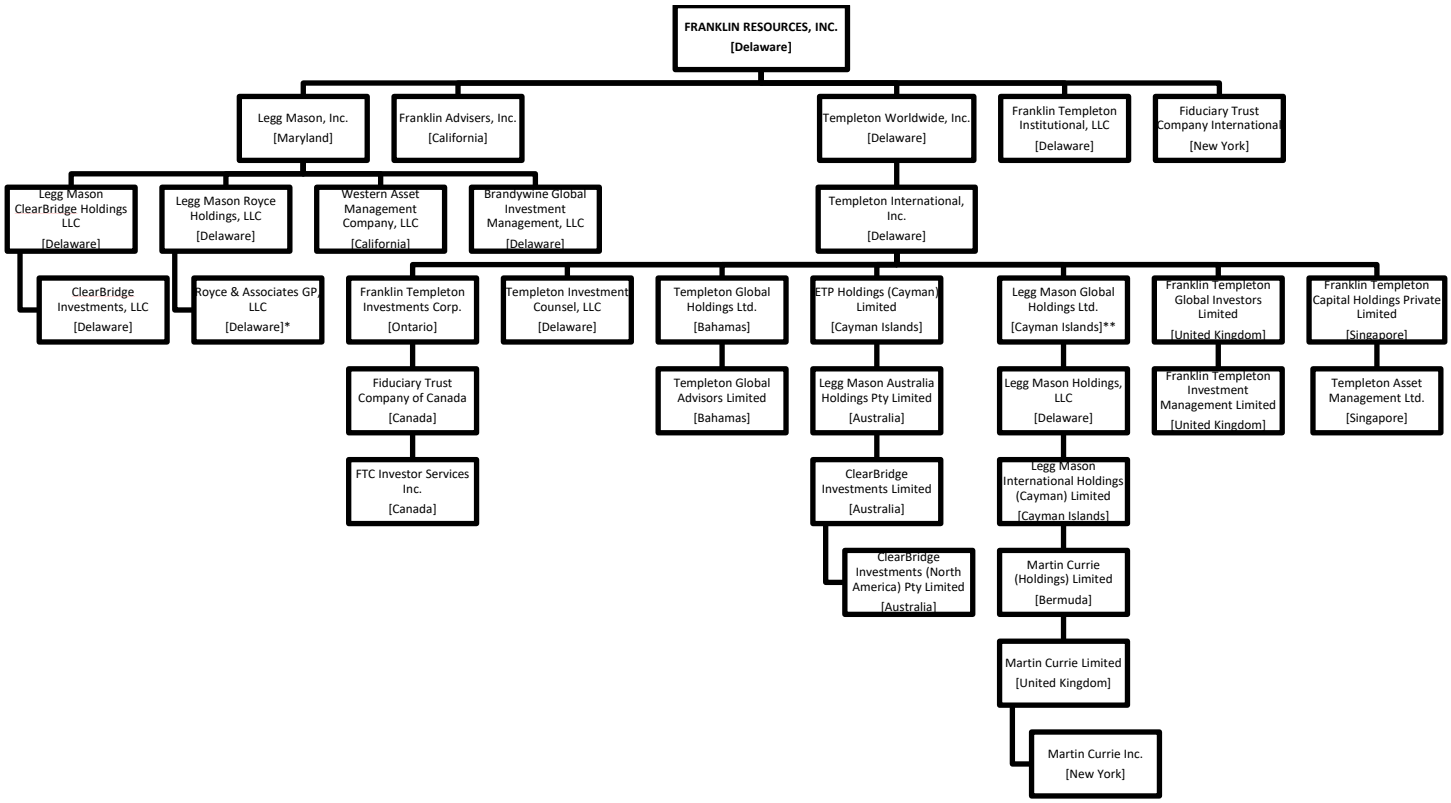
We have established appropriate policies, procedures, practices and guidelines to ensure the proper management of the Funds including, as required by NI 81-107, policies and procedures relating to conflicts of interest. These policies are set out in the section **POLICIES AND PRACTICES** on page 29.

The investment advisory agreements between FTIC as portfolio advisor and sub-advisors specify that the Funds must comply with the investment restrictions and practices outlined in applicable securities laws, including NI 81-102, subject to any exemption granted by applicable securities regulatory authorities.

Affiliated entities

Each portfolio advisor or sub-advisor is an affiliate or a division of ours (see **PORTFOLIO ADVISORS** on page 7) and each portfolio advisor or sub-advisor receives a portion of the management fee as remuneration for its services.

The following diagram depicts the relationships between the parties:



* Royce & Associates GP, LLC is 75.5% owned by Legg Mason Royce Holdings, LLC

** Legg Mason Global Holdings Ltd. is 75.57% owned by ETP Holdings (Cayman) Limited and 24.43% owned by Templeton International Inc.

The amount of fees paid by the Funds to us, the portfolio advisors and sub-advisors is part of the Management Fees and is included in the audited financial statements of the Funds. The Administration Fee paid to us by the Funds covers the services provided by us, as registrar and transfer agent, and by JPM and State Street, among other expenses. The Administration Fee is included in the audited financial statements of the Funds.

Policies and practices

Policies relating to personal securities transactions and conflicts of interest

The Manager and its subsidiaries and certain affiliates are subject to the restrictions and procedures described in the *Franklin Templeton Personal Investments and Insider Trading Policy*.

In order to avoid actual or potential conflicts of interest with our clients, our subsidiaries and our affiliates, this policy monitors and restricts the personal investing activities of employees who are involved in making investment decisions and employees with access to information about client transactions. Additionally, this policy prescribes procedures for pre-clearance, reporting, notification and disclosure of applicable transactions by certain employees. This policy also prohibits the improper disclosure or use of material non-public or confidential information for personal gain or for the benefit of any other party.

Except as described in this section and in the sections **INDEPENDENT REVIEW COMMITTEE** and **FUND GOVERNANCE** beginning on page 27, there are no policies, practices or guidelines in respect of potential conflicts of interest.

Policies relating to short selling

The Funds do not currently engage in any short selling activities. However, certain Funds may engage in short selling in the future.

Short sales by a Fund are governed by the *FT Short Sale Compliance Policy and Procedures* (the "**Short Sale Policy**"). The Short Sale Policy applies to all portfolio advisors and sub-advisors that are direct or indirect wholly-owned subsidiaries of FRI and that advise or sub-advise the Funds.

Generally, the Short Sale Policy prohibits:

- the short sale of a security when other funds and/or accounts managed by the same portfolio advisory group have a long position in the same security; and
- the purchase/sale of a security when there are open short sale orders in the same security managed by the same portfolio advisory group.

Exceptions may be made in the case of model-based investment portfolios and other quantitative techniques as described in the Short Sale Policy.

Depending on their strategies, different accounts may take opposite views on the same security or its economic equivalent. Nevertheless, if an exception/waiver to the Short Sale Policy is warranted, the portfolio advisor or sub-advisor is required to consult with each of the following in order to obtain such exception/waiver:

- FTIC's Investment Compliance ("**Investment Compliance**") group, which reviews and monitors all short selling activity;
- our Trading group; and
- the Chief Compliance Officer of the portfolio advisor or sub-advisor.

The granting of any exception/waiver is subject to certain criteria, as described more fully, in the Short Sale Policy.

Investment Compliance is responsible for establishing and maintaining the Short Sale Policy. This policy is reviewed by Investment Compliance as necessary and generally at least annually. The board of directors of the Manager has the ultimate responsibility for ensuring that proper policies and procedures relating to these types of transactions are in place for the Funds.

Policies relating to derivatives

Certain Funds may use derivatives from time to time.

A Fund's use of derivatives is governed by the *Franklin Templeton Portfolio Use of Complex Securities Policy and Procedures* (the "**Complex Securities Policy**"). The Complex Securities Policy applies to all portfolio advisors or sub-advisors that are direct or indirect wholly-owned subsidiaries of FRI and that advise or sub-advise the Funds. The objective of the Complex Securities Policy is to help control risks by seeking to ensure that any proposed use of a derivative:

- is reviewed and approved by our Complex Securities Review Committee ("**CSRC**"), a cross-functional corporate committee comprised of senior-level representatives from appropriate business units;
- is reviewed by the appropriate operational business units, who seek to ensure that the proposed usage is consistent with their internal policies, and to establish any new compliance controls that may be required; and
- is consistent with the legal requirements applicable to a Fund, and with the Fund's investment objective and strategies.

Before any proposed use is permitted, the CSRC must review and approve of the proposal. The CSRC meets regularly to review specific requests, market developments, industry best practices, regulatory developments, and related matters. The CSRC also determines the appropriate methodology for measuring a Fund's risk exposure to a derivative.

The Funds' derivative holdings are monitored on an on-going basis by Investment Compliance to ensure that each Fund's derivatives use continues to comply with its investment objective and strategies.

FRI has an Investment Risk Management team independent of the portfolio advisor that monitors the risks of derivative activity in the Funds. The Investment Risk Management team employs procedures to test the use of derivatives by the Funds under stress conditions.

Investment Compliance is responsible for establishing and maintaining the Complex Securities Policy. This policy is reviewed by Investment Compliance as necessary and generally at least annually. The board of directors of the Manager has the ultimate responsibility for ensuring that proper policies and procedures relating to these types of transactions are in place for the Funds.

Policies related to securities lending, repurchase and reverse repurchase transactions

We may, on behalf of a Fund, engage in repurchase and reverse repurchase transactions and enter into securities lending agreements only in accordance with NI 81-102.

The decision to engage in these transactions will be made by us or the sub-advisor. The custodian or sub-custodian will act as agent for the Funds in administering these transactions, including negotiating the agreement, assessing the creditworthiness of counterparties and collecting the fees earned by the Funds. The agent will also monitor the collateral provided to ensure it meets the requirements of NI 81-102.

If we engage in such transactions or enter into such agreements, we will do so in accordance with our Franklin Templeton Securities Lending Guidelines Compliance Policy and Procedures (the "**Securities**

Lending Policy") and our Franklin Templeton Guidelines for Repurchase Transactions (the "**Repurchase Transactions Policy**").

The Funds do not currently engage in any securities lending, repurchase or reverse repurchase transactions.

Policies relating to counterparties

We have counterparty credit review standards that apply to all transactions involving a Fund and a counterparty, other than the purchase and sale of securities or debt obligations, which the Fund's portfolio advisor or sub-advisor believes may expose the Fund to counterparty credit risk. Such transactions include repurchase agreements, securities loans, currency forwards, options, interest rate and currency swaps, and other similar transactions involving counterparty credit risk. The following factors, as applicable, shall be among those considered in making a credit determination:

Factors applicable to all counterparties

Financial information about the issuer and any party that has issued credit support to assure timely payment, which may include but is not limited to, the following:

- financial statements, earning power, cash flows, liquidity ratios and liquidity indicators, profitability, capital adequacy, quality of assets, financial leverage, ability to react to future events, competitive position, cost structure, any reserve requirements, and capital intensiveness;
- likelihood of a sudden change in credit quality from external or internal sources;
- financial capacity of the issuer and any credit support party to meet their respective short-term or long-term debt obligations, including a 'worst-case' scenario evaluation of the ability to repay debt in a timely fashion from cash sources or asset liquidation;
- any short-term or long-term credit ratings assigned by an unaffiliated nationally-recognized statistical rating organization to the instrument or to other instruments of the issuer;
- existence and depth of a secondary market for the instrument involved;
- the impact of the foregoing on the maturity of the instrument under consideration;
- for a tax-exempt instrument, sources of repayment, autonomy in raising taxes and revenue, reliance on outside revenue sources, and strength and stability of the supporting economy.

Factors applicable to certain credit-supported instruments

For instruments issued or supported by the credit of a foreign bank or branch of a Canadian bank or savings institution:

- sovereign risks presented by such instrument;
- relation between the sovereign risks and the other credit risks and characteristics (e.g., maturity) of the instrument;
- reserve requirements and accounting, auditing, reporting, and record-keeping standards applicable to the issuer as well as the quantity and quality of information available concerning the issuer involved.

Policy relating to liquidity risk management

FRI has an Investment Liquidity Committee (the "**ILC**") that oversees the obligations set out in FRI's Liquidity Risk Management Program (the "**LRM Program**"), which is managed by the Investment

Risk Management team. The Investment Risk Management team works closely with other functional departments including global compliance and legal, to ensure compliance with the regulatory requirements governing the LRM Program and related security and fund level liquidity assessments. Serving on the ILC is FRI's Director of Liquidity Risk along with senior members from areas including risk, trading, investment compliance, global compliance, investment operations and product management, each of whom has relevant subject matter expertise. The LRM Program is part of FRI's broader risk management process which includes documented internal policies pertaining to the measurement, monitoring, mitigation and reporting of liquidity risks applicable to the funds.

Proxy voting

Proxy voting procedures

Some of the Advisors have delegated their respective administrative duties with respect to voting proxies to Franklin Templeton Stewardship's (FTS), Proxy Operations team. FTS will vote each proxy it receives based on the instructions and/or policies of the relevant Advisor.

To assist them in analyzing proxies, the Advisors have:

- a subscription to receive in-depth analyses of securityholder meeting agendas, vote recommendations, record-keeping and vote disclosure services from Institutional Shareholder Services Inc. ("**ISS**"), an unaffiliated third-party corporate governance research service;

- a subscription to receive analyses of, and voting recommendations for, the securityholder meetings of publicly-held U.S. issuers from Glass Lewis & Co., LLC ("**Glass Lewis**"), an unaffiliated third-party analytical research firm; and

- a limited subscription to receive international research from Glass Lewis.

Although the Advisors review and consider the analyses provided by ISS, Glass Lewis, and/or other independent third-party proxy service providers (each a "**Proxy Service**"), they do not mechanically follow the recommendations provided by any Proxy Service or any third party. Rather, each Advisor exercises its independent judgment in making voting decisions.

Proxy Operations is part of Franklin Templeton's Stewardship Team and is overseen by Franklin Templeton's Head of Stewardship, Global. For each securityholder meeting, a member of the FTS will consult with the research analyst that follows the security and will provide the analyst with the meeting notice, agenda, Proxy Service analyses, recommendations and any other available information. The relevant Advisor's research analyst(s) and portfolio manager(s) are responsible for making the final voting decision based on their review of the agenda, one or more Proxy Service analyses, their knowledge of the issuer and any other available information. In situations where the Advisor has not responded with vote recommendations to FTS by the deadline date, FTS may vote in accordance with the vote recommendations of a Proxy Service. If FTS is not voting in accordance with the recommendation of a Proxy Service, it must obtain voting instructions from the Advisors' research analyst(s), relevant portfolio manager(s) and/or legal counsel prior to submitting the vote.

FTS processes proxies and maintains proxy records in accordance with the rules and regulations of the U.S. Securities and Exchange Commission ("**SEC**") and the Canadian Securities Administrators.

The Advisors will attempt to process every proxy they receive. However, there may be situations in which an Advisor cannot process a particular proxy (for example, if it did not receive the meeting notice

on a timely basis, or if its sale of the relevant securities precludes it from voting). In addition, an Advisor may abstain from voting under certain circumstances, or vote against certain proposals, if the Advisor has not received adequate information from the issuer.

FTS is responsible for maintaining the documentation that supports each Advisor's voting position. FTS is also responsible for maintaining appropriate supporting documentation and records, including:

- a copy of all materials returned to the issuer and/or its agent;
- the documentation described in the preceding paragraphs;
- listings of proxies voted by issuer and by client; and
- any other relevant information.

FTS may use an outside service such as ISS to support this function. All files will be retained for at least five years, the first two of which will be on-site.

Where voting discretion for a particular fund or account is held by another Advisor that does not utilise FTS, that Advisor's policies and procedures will apply.

Proxy voting policies

This section summarizes the proxy voting policies of the following Advisors:

- Franklin Equity Group
- Franklin Templeton Emerging Markets Equity Group
- Franklin Templeton Investment Solutions
- Templeton Global Equity Group

Each Advisor votes proxies solely in the interests of its clients, the investors of the Fund(s) it advises, or, where employee benefit plan assets are involved, the plan participants and beneficiaries (collectively its "**advisory clients**"). As a matter of policy, the officers, directors and employees of the Advisors and the Proxy Group will not be influenced by outside sources whose interests conflict with the interests of an Advisor's advisory clients. In situations where an Advisor perceives a material conflict of interest, that Advisor may:

- disclose the conflict to the relevant advisory clients;
- defer to the voting recommendation of the advisory clients or a Proxy Service;
- send the proxy directly to the relevant advisory client for a decision; or
- take such other action in good faith (in consultation with counsel) that would protect the interests of its advisory clients.

One of the primary factors the Advisor considers when determining the desirability of investing in a particular company is the quality and depth of that company's management. Accordingly, the recommendation of management on any issue is a factor that the Advisor considers in determining how proxies should be voted. However, the Advisor does not consider recommendations from management to be determinative of its ultimate decision. Each issue is considered on its own merits, and the Advisor will not support the position of a company's management in any situation where it determines that the ratification of management's position would adversely affect the investment merits of owning that company's shares.

Proxy voting as part of ESG strategy

Proxy voting decisions may affect the value of shareholdings, and the Advisors are committed to fulfilling their fiduciary duty to vote proxies in the best interests of the Funds. Proxy voting policies and procedures serve as guidelines for proxy voting

decisions and detail the process by which decisions are made, including votes related to environmental, social and/or governance ("**ESG**") issues.

We may use external providers for advice on corporate governance issues to assist us in our proxy voting responsibilities. Where appropriate, additional research sourced from external providers is used as input into our investment process, together with the fundamental research conducted by our team of in-house research analysts.

All proposals will be considered by the Advisor on a case-by-case basis. The Advisor will generally not support proposals that are unduly burdensome or result in unnecessary and excessive costs to a company. The Advisor will also generally vote for proposals that encourage responsible policies and practices.

A copy of the policies and procedures that an Advisor follows when voting proxies relating to a Fund's portfolio securities is available on request and at no cost by calling us toll-free at 1-800-387-0830 or by writing to us at 5000 Yonge Street, Suite 900, Toronto, Ontario M2N 0A7.

Proxy voting policies and procedures of the sub-advisors

Portfolio sub-advisors that do not delegate their proxy voting responsibility in respect of the securities held by each sub-advised Fund to the Proxy Voting Group have their own proxy voting policies and procedures that guide the portfolio sub-advisor in determining whether and how to vote on any matter for which the relevant Fund received proxy materials. We review the proxy voting policies of each portfolio sub-advisor to ensure that the voting rights will be exercised in the best interests of the Funds.

Proxy voting record

A proxy voting record for the Funds for the most recent period ended June 30 of each year is available free of charge to any investor upon request at any time after August 31 of that year, and can also be found at www.franklintempleton.ca.

Remuneration of directors, officers and trustees

No payment or reimbursement has been made by a Fund to the directors and officers of FTIC up to the date of this simplified prospectus. FTIC does not receive compensation for acting as trustee of the Funds.

Each member of the IRC receives an annual retainer of $35,000, with an additional retainer of $10,000 for the Chair, and a per-meeting fee of $1,500 for each meeting of the IRC that the member attends, plus expenses for each meeting. These fees and expenses, in addition to other expenses associated with the IRC, such as insurance and applicable legal costs, are allocated by us amongst all Franklin Templeton Funds, including the Funds, in a manner that is considered to be fair and reasonable to the Franklin Templeton Funds.

Total compensation, including expense reimbursement, from the Funds during the most recently completed financial year ended December 31, 2023, was $160,793.90. Table 18 indicates the compensation of the individual IRC members from the Funds during the year ended December 31, 2023.

Table 18: IRC compensation

Name	Total individual compensation	Expenses reimbursement
Stuart Douglas[1]	$23,416.67	Nil
Gary Norton[2]	$52,200	$111.98
Barbara (BJ) Reid	$42,200	$665.27
Rita Theil	$42,200	Nil

Name	Total individual compensation	Expenses reimbursement

[1]Ceased to be a member of the IRC as of April 30, 2023.
[2]Ceased to be a member of the IRC as of April 30, 2024.

Material contracts

Master Declarations of Trust

Master Mutual Fund Declaration of Trust

The Declarations of Trust whereby certain of the Funds were established were consolidated into an Amended and Restated Master Declaration of Trust dated May 16, 2023, as amended from time to time (the "**Master Mutual Fund Declaration of Trust**"). The Master Mutual Fund Declaration of Trust governs all of the Funds other than the Franklin Index ETFs, Franklin Global Core Bond Fund and Franklin Canadian Ultra Short Term Bond Fund.

Under the terms of this document, we may, in our discretion, terminate a Fund, or a series of units of a Fund, provided the affected investors receive written notice of the termination at least sixty (60) days before its effective date.

Master Index ETF Declaration of Trust

There is also a Master Declaration of Trust in place dated November 8, 2017, as amended from time to time, that governs the Franklin Index ETFs (the "**Master Index ETF Declaration of Trust**").

Under the terms of this document, we may, in our discretion, terminate a Fund, or a series of units of a Fund, provided the affected investors receive written notice of the termination at least sixty (60) days before its effective date.

Master Active ETF Declaration of Trust

There is also a Master Declaration of Trust in place dated May 16, 2023, as amended from time to time, that governs the Franklin Global Core Bond Fund and Franklin Canadian Ultra Short Term Bond Fund(the "**Master Active ETF Declaration of Trust**").

Under the terms of this document, we may, in our discretion, terminate a Fund, or a series of units of a Fund, provided the affected investors receive written notice of the termination at least sixty (60) days before its effective date.

Amendments to the Declarations of Trust

The Trustee may amend the Master Mutual Fund Declaration of Trust, Master Index ETF Declaration of Trust and the Master Active ETF Declaration from time to time but may not, without the approval of a majority of the votes of unitholders of the Funds voting at a meeting of unitholders duly called for such purpose, make any amendment relating to any matter in respect of which NI 81-102 requires a meeting or any amendment that will adversely affect the voting rights of unitholders. Unitholders are entitled to one vote per unit held on the record date established for voting at any meeting of unitholders.

Meeting of Unitholders

Except as otherwise required by law, meetings of unitholders of a Fund will be held if called by the Manager upon written notice of not less than twenty one (21) days nor more than fifty (50) days before the meeting.

Master Management Agreements

Master Mutual Fund Management Agreement

There is an Amended and Restated Master Management Agreement dated November 1, 2014, as amended from time to time (the "**Master Mutual Fund Management Agreement**") in place between us, as trustee of certain Funds, and us as manager. The Master Mutual Fund Management Agreement governs all of the Funds other than the Franklin Index ETFs.

Under the terms of the Master Mutual Fund Management Agreement, we have agreed to provide or arrange for the provision of all general management and administrative services required by each applicable Fund in its day-to-day operations, including bookkeeping, record-keeping and other administrative services. The Master Mutual Fund Management Agreement permits us to appoint agents to assist us in performing all necessary services required by a Fund and to delegate our powers and duties to be performed under the terms of the Master Mutual Fund Management Agreement. However, we will continue to have responsibility for all general management and administrative services supplied to each applicable Fund.

A Fund or the Manager may terminate its Master Mutual Fund Management Agreement, provided we receive or give sixty (60) days' prior written notice and provided the termination by a Fund or the Manager is directed or approved by the trustee or by a vote of the majority of the outstanding investors of the Fund. The Master Mutual Fund Management Agreement may not be assigned to anyone other than to an affiliate of ours without the written consent of the Fund.

Master ETF Management Agreement

There is a Master Management Agreement dated April 18, 2017, as amended from time to time (the "**Master ETF Management Agreement**") in place between us, as trustee of certain Funds, and us as manager. The Master ETF Management Agreement governs the Franklin Index ETFs, among other funds.

Under the terms of the Master ETF Management Agreement, we have been appointed as the investment fund manager of certain Funds and have the exclusive authority to manage the business and affairs of such Funds, to make all decisions regarding the business of such Funds and to bind such Funds. Pursuant to the Master ETF Management Agreement, we are responsible for providing management, administrative and portfolio advisory and investment management services to the relevant Funds. The Master ETF Management Agreement permits us to delegate certain of our powers to our affiliates and to third parties where, in our discretion, it would be in the best interests of the Fund to do so.

A Fund or the Manager may terminate its Master ETF Management Agreement, provided we receive or give sixty (60) days' prior written notice. The Master Management Agreement may be assigned by us, subject to compliance with Canadian securities legislation.

Investment Advisory Agreements

FTCC provides portfolio advisory services to the following Funds, under the terms of an agreement with us dated November 1, 2017, as amended:

- Franklin All-Equity ETF Portfolio
- Franklin Conservative Income ETF Portfolio
- Franklin Core ETF Portfolio
- Franklin Growth ETF Portfolio
- Franklin Quotential Balanced Growth Portfolio
- Franklin Quotential Balanced Income Portfolio
- Franklin Quotential Diversified Equity Portfolio
- Franklin Quotential Diversified Income Portfolio
- Franklin Quotential Growth Portfolio
- FT Balanced Growth Private Wealth Pool
- FT Balanced Income Private Wealth Pool
- FT Growth Private Wealth Pool

The Investment Advisory Agreement may be terminated by us or FTCC without the payment of any penalty on sixty (60) days' written notice,

FAI provides portfolio advisory services to Franklin U.S. Monthly Income Fund and Franklin Global Core Bond Fund, under the terms of agreements with us

dated November 1, 2017, and April 18, 2017, respectively, as amended.

The Investment Advisory Agreement may be terminated by us or FAI without the payment of any penalty on sixty (60) days' written notice.

FTIML provides portfolio advisory services to Franklin Global Core Bond Fund, under the terms of an agreement with us dated February 22, 2018, as amended.

The Investment Advisory Agreement may be terminated by us or FTIML without the payment of any penalty on sixty (60) days' written notice.

FASL provides portfolio advisory services to the Franklin Index ETFs, under the terms of an agreement with us dated September 11, 2023, as amended.

The Investment Advisory Agreement may be terminated by us or FASL without the payment of any penalty on sixty (60) days' written notice.

FTI LLC provides portfolio advisory services to the Franklin Index ETFs, under the terms of an agreement with us dated September 11, 2023, as amended.

The Investment Advisory Agreement may be terminated by us or FTI LLC without the payment of any penalty on sixty (60) days' written notice.

For all Funds, other than the Funds advised by FTCC, FAI, FTIML, FASL and FTI LLC, FTIC is the portfolio advisor, providing portfolio advisory services under the terms of the Master Mutual Fund Management Agreement.

Distribution agreement

FTC ISI acts as a principal distributor of the Fee-Based Series units and the Institutional Series units, under the terms of an agreement with us dated September 26, 2013, as amended (the "**Distribution Agreement**").

The Distribution Agreement may be terminated by us or by FTC ISI on ninety (90) days' prior written notice.

Custody agreements

State Street Trust Company Canada provides custodial services to the Franklin Index ETFs under a master custodial agreement with us dated April 18, 2017, as amended (the "**State Street Custody Agreement**").

The State Street Custody Agreement may be terminated by us with at least one hundred and eighty (180) days' prior written notice to State Street Trust Company Canada or by State Street Trust Company Canada with at least thirty (30) days' prior written notice to us.

JPM provides custodial services to all other Funds under a custody agreement with us dated January 11, 2021, as amended (the "**Global JPM Custody Agreement**").

The Global JPM Custody Agreement may be terminated by us with at least sixty (60) days' prior written notice to JPM or by JPM with at least one hundred and eighty (180) days' prior written notice to us.

Index Sublicense Agreement

Pursuant to an index sublicense agreement dated April 19, 2017, as amended, between Franklin Templeton Companies, LLC, an affiliate of the Manager, and the Manager, on behalf of the Funds, Franklin Templeton Companies, LLC granted a sublicense to the Manager for the use of each of FTSE Canada All Cap Domestic Index, FTSE Japan Index, FTSE USA Index, LibertyQ Global Dividend Index, LibertyQ International Equity Index, LibertyQ U.S. Large Cap Equity Index, Solactive GBS Developed Markets ex North America Large & Mid

Cap CAD Index and Solactive GBS Emerging Markets Large & Mid Cap CAD Index, S&P 500 Dividend Aristocrats Enhanced Covered Call Index (CAD) TR and S&P/TSX Canadian Dividend Aristocrats Enhanced Covered Call Index (CAD) TR (each individually, an "**Index**" and collectively, the "**Indices**") (the "**Index Sublicense Agreement**").

The Index Sublicense Agreement may be automatically terminated (a) upon mutual written agreement of the parties or (b) upon written notice from Franklin Templeton Companies, LLC in the event that (i) all of the licenses are terminated or (ii) the Manager ceases to be an affiliate of Franklin Templeton Companies, LLC.

Inspection of material contracts

You may inspect copies of these material contracts during normal business hours by visiting our head office at 200 King Street West, Suite 1400, Toronto, Ontario M5H 3T4.

Legal and administrative proceedings

Reporting of trading in BlackPearl Resources Inc.

Certain funds and separate accounts managed by us held shares of BlackPearl Resources Inc. ("**BlackPearl**"), a Canadian company whose shares are traded in Canada. The shares of BlackPearl are categorized as Canadian for reporting purposes, and thus the shareholder reporting rules for Canada require the filing of an Alternative Monthly Report ("**AMR**") once an initial threshold of 10% is reached or exceeded. On December 8, 2014, we filed an AMR report on a timely basis with Canadian securities regulatory authorities. We subsequently filed this report with BlackPearl on December 11, 2014. The filing reported holdings at just above 10%.

On December 12, 2014, BlackPearl notified us of additional filing obligations in Sweden due to BlackPearl's additional listing in Sweden. Although BlackPearl is categorized as Canadian and we did not trade any of its shares through the NASDAQ OMX Stockholm Exchange, Swedish rules require reporting when holdings reach, exceed or fall below any of their statutory threshold limits. Thus, Swedish reporting at 5% and 10% was not completed. Once we learned of our obligation to report in Sweden, we promptly sent a notice to the Financial Supervisory Authority of Sweden ("**Swedish FSA**") and to BlackPearl on December 16, 2014, with a letter of explanation. At this point, the required filing was 11 trade days late.

On April 23, 2015, we received a letter from Swedish FSA of its decision to impose an administrative fee of SEK 300,000 (approximately USD$36,000) as a result of the late filing. We appealed the administrative fee to the Stockholm Administrative Court on May 15, 2015. The Stockholm Administrative Court, in its judgment dated January 28, 2016, dismissed our appeal of the Swedish FSA administrative fee. The Administrative Court found that the changes in shareholdings were not reported within the stipulated time frame and did not find a reason to reduce the proposed administrative fee. We had until March 8, 2016, to appeal the Administrative Court decision, which we chose not to do. The decision therefore became final on March 8, 2016.

Settlement with the United States Securities and Exchange Commission

On July 2, 2020, following an offer of settlement from us and another FTIC investment adviser, the SEC entered an order instituting administrative and cease-and-desist proceedings pursuant to Section 9(f) of the Investment Company Act of 1940 and Sections 203(e) and 203(k) of the Investment Advisers Act of 1940, making findings, and imposing remedial sanctions and a cease-and-desist order against us (the "**Order**"). In the Order, the SEC found that at various points between October 2013 and September 2016, we caused certain funds to invest in shares of two unaffiliated exchange-traded funds in excess of the 3% investment limit under Section 12(d)(1)(A)(i) of the Investment Company Act. We

neither admitted nor denied the SEC's findings. For purposes of settlement, we consented to the entry of the Order and agreed to pay a civil monetary penalty of USD $75,000.00.

Designated website

A mutual fund is required to post certain regulatory disclosure documents on a designated website. The designated website of the Funds to which this document pertains can be found at the following location: www.franklintempleton.ca.

VALUATION OF PORTFOLIO INVESTMENTS

Each Fund's portfolio investments will be valued according to the principles described in this section, except that in the event of any inconsistency between these principles and the provisions of securities legislation, the provisions of securities legislation shall prevail.

Valuation methods

The value of any cash or its equivalent on hand, on deposit or on call, bills and demand notes and accounts receivable, prepaid expenses, cash dividends declared and interest accrued and not yet received will be its face amount, unless we determine that another value is more appropriate and that other value is approved by FTIC's valuation committee (the "**Valuation Committee**").

Where a Fund owns securities issued by another investment fund, the securities of the other investment fund are valued at:

- the price calculated by the manager of the other investment fund for the applicable series of securities of the other investment fund for that date in accordance with the constating documents of the other investment fund, if such securities are acquired by the Fund from the other investment fund; or

- at their close price or last sale price reported before the close of trading, if such securities are acquired by the Fund on a public stock exchange.

Long positions in options, debt-like securities and warrants are valued at the current market value of their positions.

Where an option is written by the Fund, the premium received by the Fund for the option is reflected as a deferred credit. The deferred credit is valued at an amount equal to the current market value of the option which would have the effect of closing the position. Any difference resulting from revaluation is treated as an unrealized gain or loss on investment. The deferred credit is deducted in calculating the net asset value of the Fund. Any portfolio investments of a Fund that are the subject of a written option will continue to be valued at their current market value as determined by us.

Foreign currency hedging contracts are valued at their current market value with any difference resulting from revaluation being treated as an unrealized gain or loss on investment.

The value of a forward contract or swap is the gain or loss on the contract that would be realized if the position in the forward contract or the swap were to be closed out.

The value of a standardized future is:

- if daily limits imposed by the futures exchange through which the standardized future was issued are not in effect, the gain or loss on the standardized future that would be realized if the position in the standardized future was closed out; or

- if daily limits imposed by the futures exchange through which the standardized future was issued are in effect, based on the current market value of the underlying interest of the standardized future.

Margin paid or deposited on standardized futures, swaps or forward contracts is reflected as an account receivable, and margin consisting of assets other than cash is noted as held as margin.

Portfolio investments that are quoted in foreign currencies are converted to Canadian dollars using the prevailing rate of exchange as determined by us.

Portfolio investments whose resale is restricted or limited by means of a representation, undertaking or agreement by the Fund or its predecessor in title or by law are valued at the lesser of:

- their value based upon reported quotations in common use; or
- that percentage of the market value of portfolio securities of the same class or series of a class, the resale of which is not restricted or limited by reason of any representation, undertaking or agreement or by law, equal to the percentage of the Fund's acquisition cost of the market value of the securities at the time of acquisition, but taking into account, if appropriate, the amount of time remaining until the restricted securities will cease to be restricted securities.

The value of any security or interest in a security which is listed or dealt in upon a stock exchange will be determined by:

- in the case of a security traded on the day as of which its value is being determined, the closing sale price on the principal exchange on which it is traded;
- in the case of a security not traded on the day as of which its value is being determined because such exchange is closed for business on such day, unless decided otherwise by the Valuation Committee, the most recent closing sale price; and
- in the case of any other security not traded on such exchange on the day as of which its value is being determined, a price estimated to be the true value thereof on such basis and in such manner as may be approved by the Valuation Committee, such price being between the closing ask and closing bid prices for the security or interest therein as reported by any report in common use or authorized as official by a stock exchange.

The value of any security or interest therein which is not listed or dealt in upon any stock exchange will be determined as nearly as may be possible in the manner described in the preceding paragraph, except that for the purpose of determining the sale price or the ask and bid prices, we may use any public quotations in common use which may be available.

In the case of any security or property for which no price quotations are available as provided in the preceding paragraphs, the value thereof will be determined from time to time by us on such basis and in such manner as may be approved by the Valuation Committee.

If an investment cannot be valued under the preceding rules or under any valuation rules set out in securities legislation, or if any of the valuation rules adopted by us but not set out in securities legislation are at any time considered by us to be inappropriate in the circumstances, then we will use a valuation that we consider to be fair in the circumstances.

Fair value pricing

Trading in securities on European and Asian-Pacific exchanges is normally completed well before the close of business on each business day in Toronto. Trading of European or Asian-Pacific securities, generally or in a particular country or countries, may not take place on every Toronto business day. Events may occur that might call into question the availability or reliability of the values of such foreign securities between the times at which they are determined and the close of the applicable Exchange. If we determine that the values of such foreign securities are unavailable or unreliable, then we will value the securities at fair value using procedures established by us and approved by the

Valuation Committee. These procedures may include the use of independent pricing services.

Since the Funds may invest in securities that are restricted, unlisted, traded infrequently, thinly traded, or relatively illiquid, there is the possibility of a differential between the last available market prices for one or more of those securities and the latest indications of market values for those securities. We have procedures to determine the fair value of individual securities for which market prices are not readily available (such as certain restricted or unlisted securities and private placements) or that may not be reliably priced (such as in the case of trade suspensions or halts, price movement limits set by certain foreign markets, and thinly traded or illiquid securities). Our methods for valuing these securities may include: fundamental analysis (earnings multiple, etc.), matrix pricing, discounts from market prices of similar securities, and discounts applied due to the nature and duration of restrictions on the disposition of the securities.

All security valuation techniques are periodically reviewed and approved by the Valuation Committee. The Valuation Committee provides administration and oversight of the Funds' valuation policies and procedures. These procedures allow the Valuation Committee to utilize independent pricing services, quotations from securities and financial instrument dealers, and other market sources to determine fair value.

The application of fair value pricing procedures represents a good-faith determination based upon specifically applied procedures. There can be no assurance that a Fund could obtain the fair value assigned to a security if it were able to sell the security at approximately the time at which the Fund determines that fair value.

Deviations from valuation principles

We have not exercised our discretion to deviate from the Funds' valuation practices in the past three years.

Differences from International Financial Reporting Standards

In accordance with National Instrument 81-106 – *Investment Fund Continuous Disclosure* ("**NI 81-106**"), the fair value of a portfolio investment that is used to determine the daily price of the Fund's units for purchases and redemptions by investors will be based on the valuation principles set out in this section, which may not be the same as the requirements of International Financial Reporting Standards. Therefore, the value of a Fund's portfolio investments as determined by us may differ from the value as reported in the Fund's annual and interim financial statements.

CALCULATION OF NET ASSET VALUE

Each business day, at the close of trading on the TSX, we calculate the net asset value ("**NAV**") of each series of each Fund. The NAV of a particular series equals its proportionate share of all of the assets of the Fund minus:

- the liabilities applicable to that series; and
- the series' proportionate share of the liabilities of the Fund that are not specific to any series.

We then calculate the series' NAV per unit, which equals its series NAV divided by the number of units of that series that are issued and outstanding. For this purpose:

- units of a Fund subscribed for will be deemed to be outstanding as of the time a subscription for units is accepted by or on behalf of the Fund, and the amount received or receivable by the Fund therefor will be deemed to be an asset of the Fund; and
- units for which an application for redemption has been received by a Fund will be deemed to be outstanding until, and not after, the close of the TSX and thereafter, until paid, the NAV of such units will be deemed to be a liability of the Fund.

We calculate and post the NAV per unit daily, in Canadian dollars. You can obtain the NAV per unit of each Fund, at no cost, at www.franklintempleton.ca.

The notes to a Fund's financial statements include disclosure of the NAV per unit of each of its series, calculated as described in this section.

Franklin Canadian Money Market Fund

The portfolio securities of this Fund are valued on an amortized cost basis, which approximates their fair value. Because of this, and because the net income of this Fund and all of its net realized capital gains, if any, will be credited to its unitholders on a daily basis, we expect that the NAV per unit of each series of this Fund will generally be $10.

PURCHASES, SWITCHES AND REDEMPTIONS

The Mutual Fund Series units offered by the Funds are described in the section **SERIES OF THE FUNDS** on page 129.

Who may invest in the Funds?

The Funds are not qualified for sale under a prospectus in any jurisdiction outside Canada. You may not purchase Fund units:

- outside Canada
- for yourself, if you live outside Canada
- on behalf of a person living outside Canada

if this practice is against the law where you or the other person resides, or if such foreign residency has negative legal, regulatory or tax implications for a Fund.

In some jurisdictions outside Canada, a purchase of Fund units is not against the law as long as the purchase is unsolicited. In these jurisdictions, you and your dealer are responsible for submitting only those purchase orders that have been initiated by you.

U.S. Persons (as defined in Regulation S of the *U.S. Securities Act* of 1933, or by the U.S. Commodity Futures Trading Commission) are not eligible to invest in the Funds. In the absence of written notice to the Funds to the contrary, the provision by a potential investor of a non-U.S. address on the application form for investment in a Fund will be deemed to be a representation and warranty from such investor that he/she/it is not a U.S. Person and that such investor will continue to be a non-U.S. Person unless and until the Fund is otherwise notified of a change in the investor's U.S. Person status.

How to open an FTIC account

The Funds are offered for sale on a continuous basis, which means that subject to certain restrictions, you can purchase, switch or redeem Fund units at any time.

Before you make your first investment in Fund units, you need to open an account. You can open a new account by contacting your investment advisor and completing an application. If you do not have an investment advisor, you may call our Client Services team at 1-800-387-0830. We will be pleased to provide you with options available in your area.

You can buy, switch or redeem Fund units through dealers across Canada. Your dealer may place an order with us by electronic transmission, written request via mail or courier, by phone, or by fax.

The 'know your client' rule and OEO dealers

The Funds are sold through dealers.

The 'know your client' rule is intended to ensure that your investment advisor knows about your investment needs and objectives and about your level of investment knowledge. With this information and his or her own expertise, your advisor can recommend the Fund units that are best for you.

The 'know your client' rule does not apply to any account that you have with an OEO dealer.

How to purchase Mutual Fund Series units

If you would like to purchase Mutual Fund Series units, please contact your dealer. Your dealer will either deliver your order to us with your payment in

full, or place an order with us electronically, or by phone or fax, with payment to follow.

How we process your purchase order

You must pay your dealer when you buy your Mutual Fund Series units. Prior to May 27, 2024, if you are purchasing Mutual Fund Series units of Franklin Canadian Money Market Fund, your dealer must pay us within one (1) business day of delivering or placing your order. For purchases of any other Mutual Fund Series units, your dealer must pay us within two (2) business days of delivering or placing your order.

Effective May 27, 2024, for purchases of Mutual Fund Series units, your dealer must pay us within one (1) business day of delivering or placing your order, with the exception of our Institutional Series. For purchases in our Institutional Series, your dealer must pay within two (2) business days (or such shorter period as may be determined by us in response to changes in applicable laws or general changes to settlement procedures in applicable markets) of delivering or placing your order.

If your dealer places your purchase order electronically and we do not receive payment for your Mutual Fund Series units within the periods given in the preceding paragraph, we will redeem your Mutual Fund Series units on the next business day. In accordance with securities regulations:

- if the proceeds are greater than the amount you owe us, the Fund will keep the difference; and
- if the proceeds are less than the amount you owe, your dealer will owe the difference to the Fund, in which case your dealer may be entitled to recover any losses from you.

Net asset value

In order to process a purchase, switch or redemption of Mutual Fund Series units, we must first determine their value.

Each business day, at the close of trading on the TSX, we calculate the NAV of each series of each Fund. See **CALCULATION OF NET ASSET VALUE** on page 43.

We process all orders to purchase, switch or redeem Mutual Fund Series units using the applicable series NAV per unit. If we receive your transaction request in good order by the close of trading on the TSX, we will process your order using that day's series NAV per unit. Otherwise, we will process your order on the next business day.

Minimum purchase amounts

Table 19 sets out the minimum amount required to purchase units of a particular Mutual Fund Series of a particular Fund. Except as otherwise noted, the minimum amount applies to Related Accounts (as defined in the section **ACCOUNT LINKING SERVICE** on page 62) collectively.

Table 19: Minimum purchase amounts

Type of series	Minimum initial purchase	Minimum additional purchase	Minimum periodic purchase via PAC[1]
any Retail Series that is not a ROC Series	$500 per Fund[2]	$100 per Fund	$50 per Fund
any Retail Series that is a ROC Series	$5,000 per Fund	$100 per Fund	$50 per Fund
any High Net Worth Series that is a Fee-Based Series; Series I and V	$100,000	none	none

Type of series	Minimum initial purchase	Minimum additional purchase	Minimum periodic purchase via PAC[1]
any High Net Worth Series that is a Commission-Based Series; any Institutional Series	$200,000[3]	none	none

[1] See **PRE-AUTHORIZED CONTRIBUTION PLANS** on page 64.
[2] In the case of the Private Wealth Pools, the minimum initial purchase amount is $100,000.
[3] In the case of the Private Wealth Pools, the minimum initial purchase amount is $100,000.

We reserve the right to change or waive any minimum purchase amount or minimum additional purchase amount.

Purchase options for Commission-Based Series

You may only purchase units of a Commission-Based Series under the **Front-Load Purchase Option**, under which you may pay a sales commission that you negotiate with your dealer when you purchase the Fund units (see **SALES CHARGES** on page 74).

Purchase options for Fee-Based Series

You may purchase units of a Fee-Based Series under the **No-Load Purchase Option**, which means you pay no sales charges when you purchase and no redemption fees when you redeem.

If you are purchasing units of a Fee-Based Series in an account for which you do not pay fees directly to your dealer, you may purchase them under the **Investment Advisory Services Fee Purchase Option**. Under this purchase option, you pay no sales charges when you purchase and no redemption fees when you redeem, but we will collect a fee (the **investment advisory services fee**) from you and remit it to your dealer (see **INVESTMENT ADVISORY SERVICES FEE** on page 77).

Purchase options for Institutional Series

You may only purchase units of an Institutional Series under the **No-Load Purchase Option**, which means you pay no sales charges when you purchase and no redemption fees when you redeem.

We may collect an investment advisory services fee from you and remit it to your dealer (see **INVESTMENT ADVISORY SERVICES FEE** on page 77). In addition, we may charge you a fee directly for the management and administration services we provide (see **MANAGEMENT & ADMINISTRATION FEE** on page 74).

Currency settlement options

We settle Fund unit transactions in Canadian dollars and/or U.S. dollars, depending on the Fund and series, as indicated in Table 20.

Table 20: Availability of currency settlement options

Series	Canadian dollars	U.S. dollars
T-USD	not available	all Funds that offer this series
Other ROC Series	all Funds that offer these series	not available
Hedged Series	all Funds that offer these series	not available
All others	all Funds	certain Funds[1]

[1] Available for these funds:

- Franklin Brandywine Global Sustainable Balanced Fund
- Franklin ClearBridge Sustainable Global Infrastructure Income Fund
- Franklin ClearBridge Sustainable International Growth Fund
- Franklin Global Growth Fund
- Franklin Innovation Fund

- Franklin Martin Currie Improving Society Fund
- Franklin Martin Currie Sustainable Emerging Markets Fund
- Franklin Martin Currie Sustainable Global Equity Fund
- Franklin Quotential Diversified Equity Portfolio
- Franklin Royce Global Small Cap Premier Fund
- Franklin U.S. Monthly Income Fund
- Franklin U.S. Opportunities Fund
- Franklin U.S. Rising Dividends Fund
- Templeton Emerging Markets Fund
- Templeton Global Bond Fund
- Templeton Growth Fund
- Templeton Sustainable Global Balanced Fund

For the process we follow to settle Mutual Fund Series unit transactions in Canadian dollars, see **CALCULATION OF NET ASSET VALUE** on page 43. To settle Mutual Fund Series unit transactions in U.S. dollars (the **U.S. dollar settlement option**), we follow that process with the following modifications:

- when you purchase, we determine the number of Mutual Fund Series units that you purchase by converting the applicable series NAV per unit from Canadian dollars to U.S. dollars using that day's exchange rate;

- when you receive a distribution (other than a regular monthly distribution on Series T-USD units, which is calculated in U.S. dollars), we determine the amount of the distribution by converting the applicable series NAV per unit from Canadian dollars to U.S. dollars using that day's exchange rate; and

- when you redeem, we determine your proceeds of redemption by converting the applicable series NAV per unit from Canadian dollars to U.S. dollars using that day's exchange rate.

We provide the U.S. dollar settlement option as a convenience only. **The currency in which you settle your** Mutual Fund Series **unit transactions has no impact on the performance of your investment in the Fund. The U.S. dollar settlement option does not act as a hedge against currency fluctuations between the U.S. dollar and the Canadian dollars.**

You may not purchase Mutual Fund Series units under the U.S. dollar settlement option in any type of FTIC registered plan, unless that registered plan is a tax-free savings account.

How to purchase ETF Series units

Designated Brokers and Dealers

On behalf of each Fund that offers ETF Series units, we have entered into a designated broker agreement (the "**Designated Broker Agreement**") with a registered dealer (the "**Designated Broker**") pursuant to which the Designated Broker has agreed to perform certain duties relating to the ETF Series units of one or more Funds including, without limitation:

- to subscribe for a sufficient number of ETF Series units to satisfy the applicable Exchange's listing requirements;

- to subscribe for ETF Series units on an ongoing basis when cash redemptions of ETF Series units occur; and

- to post a liquid two-way market for the trading of ETF Series units on the applicable Exchange.

In accordance with each Designated Broker Agreement, we may from time to time require the applicable Designated Broker to subscribe for ETF Series units for cash.

In compliance with NI 81-102, each of Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF and Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF will not issue units to the public until subscriptions aggregating not less than $500,000 have been received by that

Franklin Index ETF from investors other than persons or companies related to the Manager or its affiliates and have been accepted by that Franklin Index ETF. Additionally, the initial issuance of units of each Franklin Index ETF will not occur until that Franklin Index ETF has received, in aggregate, subscriptions sufficient to satisfy the listing requirements of the applicable Exchange.

Generally, orders to purchase ETF Series units directly from a Fund must be placed by the Designated Broker or a registered dealer (that may or may not be a Designated Broker) that has entered into a continuous distribution dealer agreement with us, on behalf of one or more Funds that offers ETF Series units, and that subscribes for and purchases ETF Series units from such Funds (each, an "**ETF Dealer**"). Each Fund that offers ETF Series units reserves the absolute right to reject any subscription order placed by a Designated Broker or an ETF Dealer. No fees will be payable by a Fund that offers ETF Series units to the Designated Broker or an ETF Dealer in connection with the issuance of such ETF Series units. On the issuance of ETF Series units of a Fund, an amount may be charged to the Designated Broker or an ETF Dealer to offset the expenses incurred in issuing such ETF Series units.

After the issuance of ETF Series units to the Designated Broker to satisfy the applicable Exchange's original listing requirements, on any "**Trading Day**", being a day on which (i) a session of the Exchange is held; (ii) the primary market or exchange for the securities held by the Fund is open for trading; (iii) the index administrator calculates and publishes data relating to the index of that Fund. On a Trading Day, an ETF Dealer (who may also be a Designated Broker) may place a subscription order for a Prescribed Number of ETF Series units (and any additional multiple thereof) of a Fund. "**Prescribed Number of ETF Series Units**" means the number of ETF Series units determined by us from time to time for the purpose of subscription orders, exchanges, redemptions or for other purposes.

On a particular Trading Day, if a subscription order is received by a specified time (the "**Cut-Off Time**"), then except as noted otherwise, the Fund will issue to the ETF Dealer a Prescribed Number of ETF Series Units (and any additional multiple thereof) based on the NAV per unit determined on that Trading Day. Generally, if a subscription order is received after the applicable Cut-Off Time on a particular Trading Day, then subject to our discretion, the subscription order will be deemed to be received only on the following Trading Day.

Table 21 indicates the Cut-Off Time (Toronto time) for each Fund that offers ETF Series units:

Table 21: Cut-Off Times for ETF Series

Fund	Cut-Off Time
Franklin All-Equity ETF Portfolio	3:00 p.m. on the Trading Day
Franklin Brandywine Global Sustainable Income Optimiser Fund	3:00 p.m. on the Trading Day
Franklin Canadian Core Plus Bond Fund	3:00 p.m. on the Trading Day
Franklin Canadian Corporate Bond Fund	2:00 p.m. on the Trading Day
Franklin Canadian Government Bond Fund	3:00 p.m. on the Trading Day
Franklin Canadian Short Term Bond Fund	3:00 p.m. on the Trading Day
Franklin Canadian Ultra Short Term Bond Fund	3:00 p.m. on the Trading Day
Franklin ClearBridge Sustainable Global Infrastructure Income Fund	3:00 p.m. on the Trading Day
Franklin ClearBridge Sustainable International Growth Fund	3:00 p.m. on the Trading Day
Franklin Conservative Income ETF Portfolio	3:00 p.m. on the Trading Day

Fund	Cut-Off Time
Franklin Core ETF Portfolio	3:00 p.m. on the Trading Day
Franklin Emerging Markets Equity Index ETF	4:00 p.m. on the prior Trading Day
Franklin FTSE Canada All Cap Index ETF	4:00 p.m. on the Trading Day
Franklin FTSE Japan Index ETF	5:30 p.m. on the prior Trading Day
Franklin FTSE U.S. Index ETF	4:00 p.m. on the Trading Day
Franklin Global Core Bond Fund	3:00 p.m. on the Trading Day
Franklin Global Dividend Quality Index ETF	4:00 p.m. on the prior Trading Day
Franklin Global Growth Fund	3:00 p.m. on the Trading Day
Franklin Growth ETF Portfolio	3:00 p.m. on the Trading Day
Franklin Innovation Fund	3:00 p.m. on the Trading Day
Franklin International Equity Index ETF	4:00 p.m. on the prior Trading Day
Franklin International Multifactor Index ETF	4:00 p.m. on the prior Trading Day
Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF	2:00 p.m. on the Trading Day
Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF	2:00 p.m. on the Trading Day
Franklin U.S. Large Cap Multifactor Index ETF	4:00 p.m. on the Trading Day
Franklin Western Asset Core Plus Bond Fund	2:00 p.m. on the Trading Day

We may agree to a later Cut-Off Time in respect of one or more Funds.

For each Prescribed Number of ETF Series Units issued, an ETF Dealer must deliver payment consisting of, depending on the terms of the agreement with the ETF Dealer or in our discretion:

- one Basket of Securities and cash in an amount sufficient so that the value of the securities and the cash received is equal to the aggregate NAV per unit of the Prescribed Number of ETF Series Units next determined following the receipt of the subscription order; or
- cash in an amount equal to the aggregate NAV per unit of the Prescribed Number of ETF Series Units next determined following the receipt of the subscription order.

A "**Basket of Securities**" is a group of securities and/or other instruments that we may determine in our discretion from time to time for the purpose of subscription orders, exchanges, redemptions or for other purposes.

We will make available to the Designated Brokers and the ETF Dealers information as to the Prescribed Number of ETF Series Units and any Basket of Securities for each Fund offering ETF Series units for each Trading Day. We may, in our discretion, increase or decrease the Prescribed Number of ETF Series Units from time to time.

Designated Brokers in special circumstances

ETF Series units may also be issued by a Fund to the Designated Broker in certain special circumstances, including when cash redemptions of ETF Series units occur as described in the section **REDEMPTION OF ETF SERIES UNITS FOR CASH** on page 57.

Other unitholders

ETF Series units may be issued by a Fund to unitholders on the automatic reinvestment of certain

distributions as described in the section **DISTRIBUTION POLICIES** on page 137.

Secondary market trading of ETF Series units

The ETF Series units of the following Funds are listed on CBOE:

- Franklin Emerging Markets Equity Index ETF
- Franklin FTSE Canada All Cap Index ETF
- Franklin FTSE Japan Index ETF
- Franklin FTSE U.S. Index ETF
- Franklin International Equity Index ETF

The ETF Series units of the following Funds are listed on the TSX:

- Franklin Brandywine Global Sustainable Income Optimiser Fund
- Franklin Canadian Core Plus Bond Fund
- Franklin Canadian Corporate Bond Fund
- Franklin Canadian Government Bond Fund
- Franklin Canadian Short Term Bond Fund
- Franklin Canadian Ultra Short Term Bond Fund
- Franklin ClearBridge Sustainable Global Infrastructure Income Fund
- Franklin ClearBridge Sustainable International Growth Fund
- Franklin Global Core Bond Fund
- Franklin Global Dividend Quality Index ETF
- Franklin Global Growth Fund
- Franklin Innovation Fund
- Franklin International Multifactor Index ETF
- Franklin U.S. Large Cap Multifactor Index ETF
- Franklin Western Asset Core Plus Bond Fund

The TSX has conditionally approved the listing of the ETF Series units of the following Funds on the TSX:

- Franklin All-Equity ETF Portfolio
- Franklin Conservative Income ETF Portfolio
- Franklin Core ETF Portfolio
- Franklin Growth ETF Portfolio
- Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF
- Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF

Listing is subject to the Funds fulfilling all of the requirements of the TSX.

Table 22 lists each Fund that offers ETF Series units, the applicable Exchange on which those units are traded, and the ticker for those units:

Table 22: Exchanges and tickers for ETF Series units

Fund	Exchange	Ticker
Franklin All-Equity ETF Portfolio	TSX	EQY
Franklin Brandywine Global Sustainable Income Optimiser Fund	TSX	FBGO
Franklin Canadian Core Plus Bond Fund	TSX	FLCP
Franklin Canadian Corporate Bond Fund	TSX	FLCI
Franklin Canadian Government Bond Fund	TSX	FGOV
Franklin Canadian Short Term Bond Fund	TSX	FLSD
Franklin Canadian Ultra Short Term Bond Fund	TSX	FHIS
Franklin ClearBridge Sustainable Global Infrastructure Income Fund	TSX	FCII
Franklin ClearBridge Sustainable International Growth Fund	TSX	FCSI
Franklin Conservative Income ETF Portfolio	TSX	CNV

Fund	Exchange	Ticker
Franklin Core ETF Portfolio	TSX	CBL
Franklin Emerging Markets Equity Index ETF	CBOE	FLEM
Franklin FTSE Canada All Cap Index ETF	CBOE	FLCD
Franklin FTSE Japan Index ETF	CBOE	FLJA
Franklin FTSE U.S. Index ETF	CBOE	FLAM
Franklin Global Core Bond Fund	TSX	FLGA
Franklin Global Dividend Quality Index ETF	TSX	FLGD
Franklin Global Growth Fund	TSX	FGGE
Franklin Growth ETF Portfolio	TSX	GRO
Franklin Innovation Fund	TSX	FINO
Franklin International Equity Index ETF	CBOE	FLUR
Franklin International Multifactor Index ETF	TSX	FLDM
Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF	TSX	FDVU
Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF	TSX	FDVC
Franklin U.S. Large Cap Multifactor Index ETF	TSX	FLUS
Franklin Western Asset Core Plus Bond Fund	TSX	FWCP

A unitholder may buy or sell ETF Series units on the Exchange or another exchange or marketplace through registered brokers and dealers in the province or territory where the unitholder resides.

Unitholders may incur brokerage commissions in buying or selling ETF Series units. No fees are paid by a unitholder to us or the Funds in connection with the buying or selling of ETF Series units on the Exchange or another exchange or marketplace. Unitholders may trade ETF Series units in the same way as other securities listed on the Exchange, including by using market orders and limit orders.

ETF Series units may not be purchased by nor transferred to U.S. Persons, as defined in Regulation S under the U.S. *Securities Act of 1933*, as amended.

Special considerations for unitholders

The provisions of the so-called 'early warning' reporting requirements in Canadian securities legislation do not apply if a person or company acquires 10% or more of the ETF Series units of a Fund. The Funds have obtained exemptive relief to permit unitholders to acquire more than 20% of the ETF Series units through purchases on the Exchange or another marketplace without regard to the takeover bid requirements of applicable Canadian securities legislation. In addition, the Funds have obtained relief to permit a Fund offering ETF Series units to borrow cash in an amount not exceeding 5% of the net assets of the Fund for a period not longer than 45 days and, if required by the lender, to provide a security interest over any of its portfolio assets as a temporary measure to fund the portion of any distribution payable to unitholders that represents amounts that have not yet been received by the Fund.

How to switch Fund units for other Fund units

You may switch from a Mutual Fund Series of one Fund to a Mutual Fund Series of another Fund, or from one Mutual Fund Series of a Fund to another Mutual Fund Series of the same Fund, through your dealer, provided you meet the eligibility requirements for the Fund units that you wish to switch into.

You may not switch to or from the ETF Series of any Fund.

For the tax consequences of switches, see **SWITCHES OF FUND UNITS** on page 85.

Processing your switch order

We process your switch order as if it was a redemption of the Fund units that you are switching out of and a purchase of the Fund units that you are switching into. Accordingly, we follow the same procedure that we follow for processing redemptions (see **HOW WE PROCESS YOUR REDEMPTION ORDER** on page 55).

Switches that we may initiate

Switches from Retail Series to High Net Worth Series

On a daily basis, if we identify a group of Related Accounts (as defined in the section **ACCOUNT LINKING SERVICE** on page 62) that holds Retail Series units whose value is at least equal to a threshold investment amount, we will switch that investment from the Retail Series to the corresponding High Net Worth Series of the same Fund, if available. The threshold investment amount applicable to each Retail Series, and the switch that we will process, are shown in Table 23. We may change the frequency of monitoring or suspend it, upon 30 days' notice to your dealer.

Table 23: Switches from Retail Series to High Net Worth Series

Retail Series you hold	Threshold investment amount	High Net Worth Series we will switch you to
A	$200,000	PA
A-Hedged	$200,000	PA-Hedged
F	$100,000	PF
F-Hedged	$100,000	PF-Hedged
FT	$100,000	PFT
FT-Hedged	$100,000	n/a
T	$200,000	PT

In respect of the issuance of High Net Worth Series units that occurs pursuant to these switches, the Funds have received an exemption from the Canadian securities regulatory authorities from the requirement for a dealer to deliver or send the most recently-filed fund facts document to a purchaser before the dealer accepts an instruction from the purchaser for the purchase of a unit of a mutual fund. As a result, if we process one of these switches in your account, you will not receive a fund facts document for the High Net Worth Series of the same Fund into which your investment is switched.

Switches when your investment is less than a minimum investment amount

If you hold units of any Mutual Fund Series of a particular Fund (other than Series A, A-Hedged, F, or F-Hedged) and the value of those units declines below the minimum investment amount we have specified for that series due to redemptions, we may switch those Fund units to a different series of the same fund. We will give 30 days' advance notice of any such switch. During this interval, if you purchase additional Fund units to raise the value of your investment to or above the minimum balance, we will not proceed with the switch.

The minimum investment amount applicable to a particular series, and the switch that we may process in respect of that series, are shown in Table 24. Except as otherwise noted, the minimum balance applies to Related Accounts (as defined in the section **ACCOUNT LINKING SERVICE** on page 62) collectively.

Table 24: Switches when your investment does not meet a minimum investment amount

Series you hold	Minimum investment amount	Series we may switch you to
O	$200,000[1]	A
O-Hedged	$200,000	If available, A-Hedged
OT	$200,000	T
OT-Hedged	$200,000	If available, T-Hedged
PA	$200,000	A
PA-Hedged	$200,000	If available, A-Hedged
PF	$100,000	F
PF-Hedged	$100,000	If available, F-Hedged
PFT	$100,000	if available, FT; otherwise, F
PT	$200,000	if available, T; otherwise, A
T or T-USD	$5,000 per Fund	A
T-Hedged	$5,000 per Fund	A-Hedged
FT	$5,000 per Fund	F
FT-Hedged	$5,000 per Fund	F-Hedged
I	$100,000	A
I-Hedged	$100,000	if available, A-Hedged
V	$100,000	T

[1] In the case of the Private Wealth Pools, the minimum investment amount is $100,000.

We reserve the right to change or waive any minimum investment amount.

Switches from Fee-Based Series to Commission-Based Series

If we determine that you hold units of a Fee-Based Series in an account in which you are not eligible to hold such series, we may switch your investment to a Commission-Based Series of the same Fund.

We will give 30 days' advance notice of any such switch.

The switch that we may process in respect of each Fee-Based Series is shown in Table 25.

Table 25: Switches from Fee-Based Series to Commission-Based Series

Fee-Based Series you hold	Commission-Based Series we may switch you to
F	A
F-Hedged	A-Hedged
FT	T
FT-Hedged	T-Hedged
PF	PA
PF-Hedged	PA-Hedged
PFT	PT

Switches from Commission-Based Series to Fee-Based Series

If we determine that you hold units of a Commission-Based Series in an account with an OEO dealer, we may switch your investment into a Fee-Based Series of the same Fund.

The switch that we may process in respect of each Commission-Based Series is shown in Table 26.

Table 26: Switches from Commission-Based Series to Fee-Based Series

Commission-Based Series you hold	Fee-Based Series we may switch you to
A	F
A-Hedged	If available, F-Hedged
I	If available, PF; otherwise, F
PA	If available, PF; otherwise, F
PA-Hedged	If available, PF-Hedged
PT	If available, PFT; otherwise, FT; otherwise, PF; otherwise, F
T	If available, FT; otherwise, F
T-Hedged	If available, FT-Hedged; otherwise, F-Hedged
T-USD	F (under the U.S. dollar settlement option)
V	If available, PFT; otherwise, FT; otherwise, F

How to redeem Mutual Fund Series units

You can redeem your Mutual Fund Series units through your dealer, by written or electronic instruction, accompanied by any outstanding unit certificates and any other appropriate documentation we may require, or directly with us by instructing us in writing or by fax. You may also instruct us by telephone, subject to certain requirements and limitations (see **TELEPHONE SERVICES** on page 65).

If you wish to provide your redemption order to us in writing or by fax, your order must be accompanied by any outstanding unit certificates.

Redemptions placed through your dealer or in writing will be made payable to you and sent to your address of record, or to your account at a Canadian

bank or trust company, or to your dealer or another recognized financial institution in trust for you.

For your protection, your redemption orders (and certificate(s), if applicable) must be signature guaranteed by a dealer, bank, trust company, or other institution that is satisfactory to us. In some cases, we may also request additional documentation.

How we process your redemption order

If we do not receive all the documentation we need to complete your redemption order, we will contact you or your dealer. If your dealer placed your redemption order electronically and, upon contacting your dealer, we are advised that you or your dealer are unable to provide us with the required documentation, we will immediately repurchase your Mutual Fund Series units. If you or your dealer advise us that you are able to provide us with the required documentation but you or your dealer fail to provide it to us within ten business days of us receiving your order, we will repurchase your Mutual Fund Series units. In accordance with securities regulations:

- if the proceeds of redemption are greater than the repurchase amount, the Fund will keep the difference; and
- if the proceeds of redemption are less than the repurchase amount, we pay the Fund the difference and collect the difference from your dealer, in which case your dealer may be entitled to recover any losses from you.

Prior to May 27, 2024, we will pay you the redemption proceeds within two (2) business days of receiving a complete redemption order.

Effective May 27, 2024, we will pay you the redemption proceeds within one (1) business day of receiving a complete redemption order, with the exception of Mutual Fund units redeemed from our Institutional Series. For redemptions from our Institutional Series, we will pay you the redemption proceeds within two (2) business days (or such shorter period as may be determined by us in response to changes in applicable laws or general changes to settlement procedures in applicable markets) of receiving a complete redemption order.

If you wish us to send your proceeds to your bank or trust company account by electronic fund transfer, please send us your banking information in one the following formats:

- Direct deposit form from your financial institution;
- Pre-printed void cheque; or
- Completed banking information section of a new account application.

We will keep your banking information on file for future purchases and redemptions.

If you do not provide us with your banking information, proceeds will be mailed to you by cheque, which may delay your receipt of the proceeds.

For your protection, we reserve the right to choose the final method of payment, which may include paying the redemption proceeds to your dealer, in trust for you.

Redemptions that we may initiate

If we redeem your investment as described in this section, we will pay the proceeds to you, except as stated otherwise.

You are responsible for any and all costs and tax consequences associated with the redemption.

Redemptions to pay fees

We may redeem your Mutual Fund Series units to collect certain fees payable by you (see **COLLECTION OF FEES BY REDEMPTION OF UNITS** on page 77). In this

case, the proceeds of redemption will be paid to the person or persons to whom the fees are payable.

Redemptions of de minimis investments

If the value of your investment in a particular Mutual Fund Series of a particular Fund is less than a specified *de minimis* threshold, we may redeem those Mutual Fund Series units without notice to you. In this case, the proceeds of redemption will be paid to the Fund whose units were redeemed.

Currently, the *de minimis* threshold is $25; however, we may change this threshold at any time and without further notice to you.

Redemptions in past-exempt registered plans

We have a legal obligation to file with, and remit taxes to, the Canada Revenue Agency ("**CRA**") in respect of an undistributed registered plan that comprises part of an estate. Consequently, on an annual basis, we may redeem Mutual Fund Series units held in such a plan, in which case the proceeds of redemption will be paid to the CRA.

Redemptions when your investment is less than the minimum initial purchase amount

If the value of your investment in a particular Mutual Fund Series of a particular Fund declines to an amount less than the minimum initial purchase amount for that series as set out in Table 19 as a result of:

- redemptions, including redemptions described in this section, and/or
- distributions that you received in cash,

we may redeem those Mutual Fund Series units. We will give you thirty (30) days' advance notice of any such redemption. During this interval, if you purchase additional Mutual Fund Series units to raise the value of your investment to or above the minimum initial purchase amount for that series, we will not proceed with the redemption.

Redemptions for other reasons

We may redeem Mutual Fund Series units in your account if we determine, in our sole discretion, that:

- you have engaged in short-term or excessive trading (see **SHORT-TERM TRADING** on page 59);
- you become a resident, for securities laws or tax purposes, of a foreign jurisdiction where such foreign residency may have negative legal, regulatory or tax implications on the Fund; or
- it would be in the best interest of the Fund to do so.

The order in which your Mutual Fund Series units are redeemed

Your Mutual Fund Series units are redeemed in the following order:

- first, we redeem units that you purchased through the reinvestment of distributions;
- then, we redeem units in the order in which you purchased them, beginning with the earliest purchase.

Suspending your right to redeem Mutual Fund Series units

As permitted by the Canadian securities regulatory authorities, we may suspend your right to redeem Mutual Fund Series units:

- if normal trading is suspended on an exchange within or outside Canada on which securities or "specified derivatives" (as defined in NI 81-102) are traded that represent more than 50% by value of the total assets of that Fund and if those securities are not traded on any other

exchange that represents a reasonably practical alternative for the Fund;

- with the consent of securities regulators, if the Fund determines that it is not practical to sell the Fund's securities or fairly determine the value of its net assets; or

- of a Fund that invests in a single specified Underlying Fund, if the right to redeem the securities of that Underlying Fund is suspended.

If your right to redeem Mutual Fund Series units is suspended, and you do not withdraw your redemption order, we will redeem your Mutual Fund Series units at their series NAV per unit determined after the suspension ends.

How to redeem ETF Series units

Redemption of ETF Series units for cash

On any Trading Day, unitholders may redeem ETF Series units in any number for cash at a redemption price per unit equal to 95% of the closing price for the ETF Series units on the applicable Exchange on the effective day of the redemption, subject to a maximum redemption price of the applicable NAV per unit. Because unitholders will generally be able to sell ETF Series units at the market price on the applicable Exchange or another exchange or marketplace through a registered broker or dealer subject only to customary brokerage commissions, unitholders are advised to consult their brokers, dealers or investment advisers before redeeming their ETF Series units for cash.

For such cash redemption to be effective on a Trading Day, a cash redemption request in the form prescribed by us from time to time must be delivered through a "**CDS Participant**", being a registered dealer or other financial institution that is a participant in CDS and that holds ETF Series units on behalf of beneficial owners of such units, by the applicable Cut-Off Time on a Trading Day to the applicable Fund at its head office or as we may otherwise direct. If a cash redemption request is received after the applicable Cut-Off Time on a Trading Day, the cash redemption request will be effective only on the next Trading Day.

We will pay the redemption price for ETF Series units of the Funds within two (2) Trading Days after the effective date of the redemption, except in the case of Franklin Emerging Markets Equity Index ETF, where, in reliance on exemptive relief, settlement will be made within three (3) Trading Days after the effective date of the redemption.

Effective May 27, 2024, we will pay the redemption price for ETF Series units of the Funds, other than Franklin Emerging Markets Equity Index ETF, Franklin FTSE Japan Index ETF, Franklin Global Dividend Quality Index ETF, Franklin International Equity Index ETF and Franklin International Multifactor Index ETF, within one (1) Trading Day after the effective date of the redemption. We will pay the redemption price for ETF Series units of Franklin FTSE Japan Index ETF, Franklin Global Dividend Quality Index ETF, Franklin International Equity Index ETF and Franklin International Multifactor Index ETF within two (2) Trading Days after the effective date of the redemption (or such shorter period as may be determined by us in response to changes in applicable laws or general changes to settlement procedures in applicable markets). In reliance on exemptive relief, we will pay the redemption price for ETF Series units of Franklin Emerging Markets Equity Index ETF within three (3) Trading Days after the effective date of the redemption (or such shorter period as may be determined by us in response to changes in applicable laws or general changes to settlement procedures in applicable markets).

The cash redemption request forms may be obtained from us.

We reserve the right to cause a Fund to redeem the ETF Series units held by a unitholder at a price equal to the NAV per unit on the effective date of such redemption if we believe it is in the best interests of the Fund to do so.

Exchange of Prescribed Number of ETF Series Units

On any Trading Day, unitholders may exchange a minimum of a Prescribed Number of ETF Series Units (and any additional multiple thereof) for, in our discretion, Baskets of Securities and cash or only cash. To effect an exchange of ETF Series units, a unitholder must submit an exchange request in the form prescribed by us from time to time to the applicable Fund at its head office or as we may otherwise direct by the applicable Cut-Off Time on a Trading Day. The exchange price will be equal to the aggregate NAV per unit of the Prescribed Number of ETF Series Units on the effective day of the exchange request, payable by delivery of Baskets of Securities (constituted prior to the receipt of the exchange request) and cash or only cash, depending on the terms of any agreement with the unitholder or with our consent. If the unitholder receives only cash, we may, in our discretion, require the unitholder to reimburse the applicable Fund for the trading expenses incurred or expected to be incurred by the Fund in connection with the sale by such Fund of securities in order to obtain the necessary cash to fund the exchange price. On an exchange, the applicable ETF Series units will be redeemed.

In the case of ETF Series units of Franklin Emerging Markets Equity Index ETF, Franklin FTSE Japan Index ETF, Franklin Global Dividend Quality Index ETF, Franklin International Equity Index ETF, and Franklin International Multifactor Index ETF, subject to our discretion:

- any exchange request received by the applicable Cut-Off Time will be deemed to be received on the next Trading Day and will be based on the NAV per unit determined on such next Trading Day; and
- any exchange request received after the applicable Cut-Off Time on a Trading Day but before the Cut-Off Time on the next Trading Day will be deemed to be received on the Trading Day following the next Trading Day and will be based on the NAV per unit determined on such following Trading Day.

We will pay the exchange price for ETF Series units of the Funds within two (2) Trading Days after the effective date of the exchange, except in the case of Franklin Emerging Markets Equity Index ETF, where, in reliance on exemptive relief, settlement will be made within three (3) Trading Days after the effective date of the exchange.

Effective May 27, 2024, we will pay the exchange price for ETF Series units of the Funds, other than Franklin Emerging Markets Equity Index ETF, Franklin FTSE Japan Index ETF, Franklin Global Dividend Quality Index ETF, Franklin International Equity Index ETF and Franklin International Multifactor Index ETF, within one (1) Trading Day after the effective date of the exchange. We will pay the exchange price for ETF Series units of Franklin FTSE Japan Index ETF, Franklin Global Dividend Quality Index ETF, Franklin International Equity Index ETF and Franklin International Multifactor Index ETF within two (2) Trading Days after the effective date of the exchange (or such shorter period as may be determined by us in response to changes in applicable laws or general changes to settlement procedures in applicable markets). In reliance on exemptive relief, we will pay the exchange price for ETF Series units of Franklin Emerging Markets Equity Index ETF, within three (3) Trading Days after the effective date of the exchange (or such shorter period as may be determined by us in response to changes in applicable laws or general

changes to settlement procedures in applicable markets).

We will make available to the Designated Broker and the ETF Dealers information as to the Prescribed Number of ETF Series Units and any Basket of Securities for each Fund offering ETF Series units for each Trading Day. We may, in our discretion, increase or decrease the Prescribed Number of ETF Series Units from time to time.

If securities held by a Fund are cease traded at any time by order of a securities regulatory authority or other relevant regulator or stock exchange, the delivery of such securities to a unitholder on an exchange of ETF Series units may be postponed until such time as the transfer of the securities is permitted by law.

Suspension of exchanges and redemptions of ETF Series units

We may suspend the exchange and/or redemption of ETF Series units or the payment of the exchange or redemption price of ETF Series units of a Fund:

- during any period when normal trading is suspended on a stock exchange or other market on which securities owned by the Fund are listed and traded, if these securities represent more than 50% by value or underlying market exposure of the total assets of the Fund, without allowance for liabilities, and if these securities are not traded on any other exchange that represents a reasonably practical alternative for the Fund; or

- with the prior permission of the securities regulatory authorities.

The suspension shall apply to all requests for exchange or redemption received prior to the suspension but as to which payment has not been made, as well as to all requests received while the suspension is in effect. All ETF Series unitholders making such requests shall be advised by us of the suspension and that the exchange or redemption will be effected at a price determined on the first business day following the termination of the suspension. All such unitholders shall have, and shall be advised that they have, the right to withdraw their requests for exchange or redemption. The suspension shall terminate in any event on the first day on which the condition giving rise to the suspension has ceased to exist, provided that no other condition under which a suspension is authorized then exists. To the extent not inconsistent with the official rules and regulations promulgated by any government body having jurisdiction over the Funds offering ETF Series units, any declaration of suspension made by us shall be conclusive.

Exchange and redemption of ETF Series units through CDS Participants

The exchange and redemption rights described above must be exercised through the CDS Participant through which the owner holds ETF Series units. Beneficial owners of ETF Series units should ensure that they provide exchange and/or redemption instructions to the CDS Participants through which they hold ETF Series units sufficiently in advance of the cut-off times set by CDS Participants to allow such CDS Participants to notify us or as we may direct prior to the relevant cut-off time.

Short-term trading

Excessive trading can harm a Fund's performance, operations and investors by increasing its trading and other costs, and by interfering with the efficient management of the Fund's portfolio.

Mutual Fund Series units

We perform ongoing monitoring of trading in Mutual Fund Series units in order to identify investor trading patterns that may suggest short-term trading activity.

We will consider you to be engaging in short-term trading if you:

- request to redeem Mutual Fund Series units within two weeks of having purchased the same Mutual Fund Series units, or request to purchase Mutual Fund Series units within two weeks of having redeemed the same Mutual Fund Series units;
- redeem or switch Mutual Fund Series units out of the Fund more than twice within a rolling 90-day period; or
- engage in trades of Mutual Fund Series units that appear to follow a market-timing pattern that may adversely affect that Fund.

In determining whether a trade or trading pattern is inappropriate, we consider all relevant factors including, but not limited to, good-faith changes in your circumstances or intentions, the nature of the Funds involved, portfolio rebalancing activity by discretionary portfolio managers, and your past trading pattern, and we may conduct discussions with you or your dealer.

If we identify a pattern of short-term trading, we will seek to reject or restrict further trading if in our judgment such trading may adversely affect a Fund.

If we, in our sole discretion, reasonably determine that your pattern of trading may adversely affect a Fund, we reserve the right, without prior notice, to:

- temporarily or permanently reject further trading in a Fund's units; and/or
- restrict the amount, number or frequency of your future trades in a Fund's units.

ETF Series units

We do not monitor secondary market trading in ETF Series units in order to identify investor trading patterns that may suggest short-term trading activity.

Other matters

Certificates and assignments

We no longer issue certificates for Mutual Fund Series units.

We will accept requests for the assignment of Fund units you hold to another financial institution (usually a bank or trust company), as collateral. We will not assign any Fund units held within a registered plan.

Confirmations and account statements

We or your dealer will send you a confirmation once we have processed your purchase, switch or redemption order.

In the case of transactions that occur pursuant to a PAC or SWP (as defined in the sections **PRE-AUTHORIZED CONTRIBUTION PLANS** and **SYSTEMATIC WITHDRAWAL PLANS** on page 64), you will only receive a confirmation on your first transaction. After that, you will either receive a confirmation each time a PAC or SWP runs on your account, if elected by you, or you will receive quarterly, semi-annual or annual account statements online. Account statements are available online unless you choose to opt out.

If you sign up for online services and electronic delivery, you will be notified by email each time a statement is posted, or a transaction is processed in your account.

Orders that we may reject

We have the right to reject any purchase or switch order within one (1) business day of receiving it. If

we reject your purchase order, we will return your money without interest.

We may reject an order to purchase or switch into the units of a particular Fund if we believe that the Fund for any reason would thereby be harmed or become unable to invest effectively.

We will not process any orders for:

- a past date
- a future date, unless the transaction relates to a PAC or SWP (as defined in the sections **PRE-AUTHORIZED CONTRIBUTION PLANS** and **SYSTEMATIC WITHDRAWAL PLANS** on page 64)
- a specific price
- any Fund units that have not been paid for in full.

Orphaned accounts

In order to invest in Fund units, your account must have a registered dealer on file with us. If your account is active but does not have a registered dealer on file, we consider your account to be an orphaned account.

If we determine, in our sole discretion, that your account is orphaned, we may:

- restrict all activities in the account, except for redemptions, including redemptions pursuant to a SWP (as defined in the section **SYSTEMATIC WITHDRAWAL PLANS** on page 64), and transfers out;
- notify you in writing of the account's status and request that you move the account to a registered dealer; and
- redeem the holdings in the account and mail the proceeds to your address of record.

You are responsible for all tax consequences, costs and any losses associated with the redemption of Fund units in an orphaned account.

OPTIONAL SERVICES

Account linking service

For the purposes of satisfying the minimum investment requirements for High Net Worth Series and Institutional Series of the Funds or Retail Series of the Private Wealth Pools, you may link accounts that hold Mutual Fund Series units and that belong to:

- you,
- your spouse,
- you and your spouse jointly,
- your children, grandchildren and great-grandchildren and the spouses of each of these persons, or
- companies for which you own more than 50% voting equity,

and that are managed by the same investment advisor. We refer to the accounts that you link in this way as **Related Accounts**.

Account linking is an optional service for your dealer, your investment advisor and you. We do not automatically qualify you for the account linking service. In order to qualify for the account linking service, your dealer and your investment advisor must execute the necessary application forms. If you opt to this service, it is your responsibility to work with your investment advisor and dealer to manage your account-linking preferences and to ensure that each linked account is eligible to be a Related Account. For more information, please speak to your investment advisor.

We may modify or discontinue the account linking service at any time, in our sole discretion. If we discontinue this service, we will provide existing participants with 90 days' notice of its discontinuance.

Automatic rebalancing service

We offer an automatic rebalancing service that monitors the value of your investment in Mutual Fund Series units against a target asset mix that you specify and rebalances your investment to that target asset mix on parameters that you specify. You may apply this service to any Mutual Fund Series units held in any account type by providing the necessary documentation to us. There is no fee for this service.

To use the automatic rebalancing service, you and your investment advisor must submit an automatic rebalancing service form and specify the following parameters:

- *Target asset mix:* You must specify the Mutual Fund Series units among which your investment will be rebalanced, and the target percentage of your total investment that will be allocated to each. The Mutual Fund Series units among which your investment will be rebalanced must share a common fee structure (see the following box), and must be held under the same purchase option and the same currency settlement option (see **HOW TO PURCHASE MUTUAL FUND** Series units on page 44). You may establish one automatic rebalancing program per currency settlement option per account.

- *Rebalancing frequency:* You must indicate whether you want your account rebalanced on a quarterly, semi-annual or annual basis. Depending on your decision, your account will be reviewed and, if necessary, rebalanced on the second-last business day of the last month of the calendar quarter, half-year or year.

- *Variance trigger:* You must specify the maximum percentage by which the value of any Mutual Fund Series units subject to the service, expressed as a percentage of your account value, can deviate from your target asset mix before triggering a rebalancing. When we review your account in accordance with the rebalancing frequency you have specified, we will only rebalance your account if one or more of your investments in Mutual Fund Series units differs from your target percentage by more than the variance trigger.

Series that share a common fee structure

You may rebalance your investment among Commission-Based Series, among Fee-Based Series or among Institutional Series, but you may not rebalance from one of these three categories of series to another.

When the current value of your investment in any Fund varies on the rebalancing frequency date by more than the variance trigger you have chosen, we will automatically switch your investments to return to your target asset mix. The service will be discontinued if a Fund in your target asset mix has a fund balance of less than one unit and/or 100% of one or more of the Funds in your target asset mix are redeemed, switched or transferred from the account. You and your investment advisor may make changes to your automatic rebalancing service by submitting a new automatic rebalancing service form.

For the tax consequences of switches, see **SWITCHES OF FUND UNITS** on page 85.

Dollar cost averaging service

If you hold series A or F units of Franklin Canadian Money Market Fund, you may use our dollar cost averaging service to switch that investment systematically into one or more Funds over time.

To use this service, you must submit a dollar cost averaging service form and specify the following parameters:

- *Target investment:* You must specify one or more Funds whose Mutual Fund Series units you wish to switch to. The Fund units that you specify must share a common fee structure with the Franklin Canadian Money Market Fund units you are switching from (see the preceding box), and must be held under the same purchase option and the same currency settlement option (see **HOW TO PURCHASE MUTUAL FUND** Series units on page 44).

- *Averaging frequency:* You must indicate whether you want these switches to occur weekly, bi-weekly or monthly. If a particular averaging date is not a trading day, we will process the switch on the preceding trading day.

- *Averaging period:* You must specify whether you want these switches to occur over six months or twelve months.

You may make changes to your dollar cost averaging service by submitting a new dollar cost averaging form. You may also withdraw from the service at any time by:

- giving us notice of your withdrawal at least three (3) business days before the effective date of your withdrawal,

- redeeming all of your investment in series A or F units of Franklin Canadian Money Market Fund, or

- switching all of your series A or F units of Franklin Canadian Money Market Fund to other Fund units.

For as long as you use our dollar cost averaging service, we will switch your investment in Franklin Canadian Money Market Fund to your target Fund or Funds in accordance with your instructions.

For the tax consequences of switches, see **SWITCHES OF FUND UNITS** on page 85.

How does dollar-cost averaging work?

Dollar-cost averaging is an investment technique that works like this:

At regular intervals, you invest the same amount of money in the same series of the same Fund.

When the NAV per unit of your selected Fund series is high, your periodic investment purchases fewer Fund units.

When the NAV per unit of your selected Fund series is low, that same periodic investment purchases more Fund units.

Dollar-cost averaging is an easy way to purchase more Fund units when the NAV per unit is low. This reduces the average cost of your Fund units, which may increase your potential gain.

Flexible Series T

If you hold ROC Series units, you may choose to have a portion of the regular monthly distributions that you receive on these units paid out as cash, with the remainder reinvested in units of the same ROC series.

Please speak with your investment advisor for more information about Flexible Series T.

Pre-authorized contribution plans

You can buy Mutual Fund Series units at regular intervals using a pre-authorized contribution plan ("**PAC**") from your bank or trust account. The PAC can run weekly, twice monthly, monthly, quarterly, semi-annually or annually and the periodic investment must be at least equal to the amount specified in Table 19.

There is no charge for this service, other than any applicable sales charges you negotiate with your dealer (see **SALES CHARGES** on page 74). You may change or cancel the plan at any time by writing to us or your dealer. Once we receive all required documentation, it may take up to seventy-two (72) hours for us to process any change or cancellation. If you switch all units from one Fund to another, we will continue your PAC in your new Fund.

You can obtain a copy of the most recently filed fund facts in any of the following ways:

- at www.sedarplus.ca
- at www.franklintempleton.ca
- by emailing us at service.CAN.franklintempleton@fisglobal.com
- by calling us toll-free at 1-800-387-0830

While you have a statutory right to withdraw from your initial purchase of Funds under a PAC, you will not have a statutory right to withdraw from subsequent purchases of Funds under a PAC. You will continue to have all other statutory rights under securities law, including a misrepresentation right (see **WHAT ARE YOUR LEGAL RIGHTS?** on page 88).

Registered plans

We can set up the following accounts for you, each of which is a **registered plan**:

- registered retirement savings plan
- locked-in retirement savings plan
- spousal registered retirement savings plan
- locked-in retirement account
- registered education savings plan
- tax-free savings account

- registered retirement income fund
- spousal registered retirement income fund
- life income fund
- locked-in retirement income fund
- restricted life income fund
- restricted locked-in savings plan

You may also purchase Fund units in a self-directed registered plan.

We encourage you to consult your investment or tax advisor about the tax considerations associated with registered plans.

Systematic withdrawal plans

You can set up a systematic withdrawal plan ("**SWP**") to redeem amounts periodically from your investments in Mutual Fund Series units.

We reserve the right to change or waive any minimum investment amount needed to set up a SWP.

You can receive payments weekly, twice monthly, monthly, quarterly, semi-annually or annually. We will automatically redeem enough Mutual Fund Series units to make the payments to you, which may reduce the value of your investment.

If you wish to receive your proceeds to your bank or trust company account by electronic fund transfer, please send us your banking information in one of the following formats:

- Direct deposit form from your financial institution;
- Pre-printed void cheque; or
- Completed banking information section of a new account application.

We will keep your banking information on file for future purchases and redemptions.

If you do not provide us with your banking information, proceeds will be mailed to you by cheque, which may delay your receipt of the proceeds.

There is no charge for this service, other than any applicable redemption fees. You may change or cancel the plan at any time by writing to us or your dealer. It may take up to seventy-two (72) hours for us to process any change or cancellation.

If your regular withdrawals are greater than the net earnings of your Fund, you will eventually deplete your original investment.

Telephone services

You can make the following requests by telephone, subject to our verification procedures and to satisfying any applicable account eligibility criteria:

- to switch, redeem or transfer Fund units, except from a registered plan (other than a tax-free savings account);
- to change your address;
- to notify us that you wish to receive certain distributions in cash, or to rescind such notice; and
- to add, modify or remove certain other services described in this section.

If you wish to provide a switch or redemption order to us by telephone, you must first contact our Client Services team and provide your authorization to us, subject to our verification procedures and satisfying our account eligibility criteria for redemptions.

We will not process a switch or redemption request made by telephone unless it is accompanied by any outstanding unit certificates representing the applicable Fund units to be switched or redeemed and all assignments on the outstanding Fund units

have been cancelled. Furthermore, we will not process a switch or redemption request for:

- Fund units held in a registered plan, unless that registered plan is a tax-free savings account, or
- accounts for which there has been a recent change.

If you request a redemption of Fund units by telephone, we will only pay the proceeds of redemption to you directly, and only to an account that you maintain at a Canadian bank or trust company and that we have on file for you.

We have the right, in our sole discretion, and in any event, to refuse a telephone request if we are not provided with the information we request or if we reasonably believe that the individual making the request is not authorized to act on the account. It is your responsibility to ensure that the individual making any request on behalf the account is authorized to do so. We will not be held liable for any losses that may occur in the event of unauthorized requests.

Online services

You can access your personal account information and track your investments 24/7 by registering online for:

- Reviewing account information and transaction details;
- Viewing and downloading account statements, tax and contribution receipts, and other fund documents; or
- Signing up for electronic delivery to receive trade confirmations by email and email notifications when your statements are available.

FEES AND EXPENSES

This section describes the fees and expenses you may pay if you invest in a Fund. Some of these fees and expenses you pay directly. Others are payable by the Fund and will indirectly reduce the value of your investment in the Fund.

Fees and expenses payable by the Funds

Management fees

Each Fund pays us a **management fee** in respect of each of its series, except in respect of any Institutional Series. The management fee in respect of a particular series is calculated by multiplying the NAV of that series by a specified management fee rate.

Table 27 shows the series, other than Institutional Series, offered by the Funds and the management fee rate, expressed as a percentage, applicable to each such series offered by a particular Fund.

Table 27: Management fee rates (%)

Fund	Commission-Based Series			Fee-Based Series		ETF Series
	Retail Series	Series I and / or V	Other High Net Worth Series	Retail Series	High Net Worth Series	
Franklin International Equity Index ETF	—	—	—	—	—	0.09
Franklin FTSE Canada All Cap Index ETF	—	—	—	—	—	0.05
Franklin FTSE Japan Index ETF	—	—	—	—	—	0.09
Franklin FTSE U.S. Index ETF	—	—	—	—	—	0.07
Franklin Canadian Money Market Fund	0.60	—	—	0.35	—	—
Franklin Canadian Ultra Short Term Bond Fund	0.60	—	—	0.10	—	0.10
Franklin Emerging Markets Equity Index ETF	—	—	—	—	—	0.15
Franklin Canadian Short Term Bond Fund	0.75	—	—	0.25	—	0.25
Franklin U.S. Large Cap Multifactor Index ETF	—	—	—	—	—	0.25
Franklin Canadian Corporate Bond Fund Franklin Global Core Bond Fund	0.80	—	—	0.30	—	0.30
Franklin Canadian Government Bond Fund	0.65	—	—	0.15	—	0.15
Franklin Global Dividend Quality Index ETF	—	—	—	—	—	0.30

Fund	Commission-Based Series			Fee-Based Series		ETF Series
	Retail Series	Series I and / or V	Other High Net Worth Series	Retail Series	High Net Worth Series	
Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF	—	—	—	—	—	0.35
Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF	—	—	—	—	—	0.35
Franklin International Multifactor Index ETF	—	—	—	—	—	0.40
Franklin Western Asset Core Plus Bond Fund	0.95	—	—	0.45	—	0.45
Franklin Canadian Bond Fund	1.00	—	—	0.50	—	—
Franklin Canadian Core Plus Bond Fund	1.00	—	—	0.50	—	0.50
Franklin Brandywine Global Sustainable Income Optimiser Fund	1.05	—	—	0.55	—	0.55
Franklin Conservative Income ETF Portfolio	0.88	—	—	0.13	—	0.13
Franklin High Income Fund	1.15	—	—	0.65	—	—
Templeton Global Bond Fund	1.25	1.15	1.20	0.75	0.70	—
Franklin All-Equity ETF Portfolio Franklin Core ETF Portfolio Franklin Growth ETF Portfolio	1.13	—	—	0.13	—	0.13
Franklin Quotential Diversified Income Portfolio	1.40	1.335	—	0.65	—	—
Franklin ClearBridge Canada Plus Equity Fund	1.60	—	—	0.60	—	—
Franklin Canadian Monthly Income and Growth Fund	1.60	1.35	—	0.60	—	—
Franklin Innovation Fund	1.65	—	—	0.65	—	0.65
FT Balanced Income Private Wealth Pool	1.65	—	—	0.65	—	—
Franklin Martin Currie Improving Society Fund	1.65	—	—	0.65	—	—
Franklin Quotential Balanced Income Portfolio	1.65	1.20	—	0.65	—	—
Franklin Brandywine Global Sustainable Balanced Fund FT Balanced Growth Private Wealth Pool	1.70	—	—	0.70	—	—

Fund	Commission-Based Series			Fee-Based Series		ETF Series
	Retail Series	Series I and / or V	Other High Net Worth Series	Retail Series	High Net Worth Series	
Franklin Quotential Balanced Growth Portfolio Franklin Quotential Growth Portfolio	1.70	1.20	—	0.70	—	—
Franklin ClearBridge Canadian Dividend FundFranklin ClearBridge Canadian Dividend Fund Franklin U.S. Monthly Income Fund	1.70	1.40	—	0.70	—	—
Templeton Sustainable Global Balanced Fund	1.70	1.40	—	0.70	—	—
Franklin ClearBridge Dividend Income Fund	1.70	1.45	—	0.70	—	—
Franklin ClearBridge Sustainable Global Infrastructure Income Fund	1.75	—	—	0.75	—	0.75
Franklin Martin Currie Sustainable Emerging Markets Fund Franklin U.S. Opportunities Fund Franklin U.S. Rising Dividends Fund FT Growth Private Wealth Pool	1.75	—	—	0.75	—	—
Franklin ClearBridge Sustainable International Growth Fund	1.75	1.30	—	0.75	—	0.75
Franklin Martin Currie Sustainable Global Equity Fund	1.75	1.30	—	0.75	—	—
Franklin Global Growth Fund	1.80	—	—	0.80	—	0.80
Franklin Quotential Diversified Equity Portfolio	1.80	1.25	—	0.80	—	—
Franklin Canadian Balanced Fund	1.80	1.35	1.65	0.80	0.65	—
Franklin ClearBridge Canadian Equity Fund	1.80	1.28	1.75	0.80	0.75	—
Templeton Emerging Markets Fund	1.85	—	—	0.85	—	—
Templeton Growth Fund	1.85	1.07	1.80	0.85	0.80	—
Franklin Royce Global Small Cap Premier Fund	2.00	1.25	1.90	1.00	0.90	—
Franklin ClearBridge Canadian Small Cap Fund	2.35	—	2.15	1.35	1.15	—

Operating expenses

We pay all of the operating expenses of each Fund, except for its Fund Costs (as defined later in this section) and its applicable taxes, including without limitation, income taxes, withholding taxes, sales tax ("**GST/HST**") and related taxes. The operating expenses that we pay (the "**Operating Expenses**") include, but are not limited to:

- audit fees;
- fund accounting costs;
- transfer agency and recordkeeping costs;
- custodian costs;
- administration costs and trustee services relating to registered tax plans;
- the costs of printing and disseminating prospectuses, ETF facts, fund facts and continuous disclosure materials;
- legal fees;
- investor communication costs; and
- regulatory filing fees.

In exchange for our payment of its Operating Expenses, each Fund, except for the Franklin Index ETFs and Franklin Canadian Money Market Fund, pays us an administration fee in respect of each of its series, except for its Institutional Series. The administration fee in respect of a particular series is calculated by multiplying the NAV of that series by a specified administration fee rate.

Table 28 shows the series, other than Institutional Series, offered by the Funds and the administration fee rate, expressed as a percentage, applicable to each such series offered by a particular Fund.

Table 28: Administration fee rates (%)

Fund	Commission-Based Series			Fee-Based Series		ETF Series
	Retail Series	Series I and / or V	Other High Net Worth Series	Retail Series	High Net Worth Series	
Franklin All-Equity ETF Portfolio Franklin Brandywine Global Sustainable Income Optimiser Fund Franklin Canadian Core Plus Bond Fund Franklin Canadian Corporate Bond Fund Franklin Canadian Government Bond Fund Franklin Canadian Short Term Bond Fund Franklin Canadian Ultra Short Term Bond Fund Franklin Conservative Income ETF Portfolio Franklin Core ETF Portfolio Franklin Growth ETF Portfolio Franklin Global Core Bond Fund Franklin Western Asset Core Plus Bond Fund	0.10	—	—	0.10	—	0.05
Franklin Canadian Bond Fund Franklin ClearBridge Canada Plus Equity Fund Franklin High Income Fund	0.10	—	—	0.10	—	
Franklin Canadian Monthly Income and Growth Fund	0.10	0.16	—	0.10	—	—

Fund	Commission-Based Series			Fee-Based Series		ETF Series
	Retail Series	Series I and / or V	Other High Net Worth Series	Retail Series	High Net Worth Series	
Franklin ClearBridge Sustainable Global Infrastructure Income Fund Franklin Global Growth Fund	0.15	—	—	0.15	—	0.10
Franklin Brandywine Global Sustainable Balanced Fund Franklin Martin Currie Improving Society Fund Franklin Martin Currie Sustainable Emerging Markets Fund Franklin U.S. Opportunities Fund Franklin U.S. Rising Dividends Fund FT Balanced Growth Private Wealth Pool FT Balanced Income Private Wealth Pool FT Growth Private Wealth Pool Templeton Emerging Markets Fund	0.15	—	—	0.15	—	
Franklin Quotential Diversified Income Portfolio	0.15	0.15	—	0.15	—	—
Franklin ClearBridge Canadian Equity Fund	0.15	0.15	0.15	0.15	0.15	—
Franklin ClearBridge Dividend Income Fund	0.15	0.16	—	0.15	—	—
Franklin U.S. Monthly Income Fund	0.15	0.19	—	0.15	—	—
Franklin Canadian Balanced Fund	0.15	0.17	0.15	0.15	0.15	—
Franklin Quotential Balanced Income Portfolio	0.15	0.20	—	0.15	—	—
Franklin ClearBridge Canadian Dividend Fund	0.15	0.22	—	0.15	—	—
Franklin Quotential Growth Portfolio	0.15	0.23	—	0.15	—	—
Templeton Sustainable Global Balanced Fund	0.15	0.23	0.15	0.15	0.15	—
Franklin Quotential Balanced Growth Portfolio	0.15	0.24	—	0.15	—	—
Franklin Martin Currie Sustainable Global Equity Fund	0.15	0.33	—	0.15	—	—
Franklin ClearBridge Sustainable International Growth Fund	0.15	0.32	—	0.15	—	0.10
Franklin Quotential Diversified Equity Portfolio	0.15	0.32	—	0.15	—	—
Franklin Royce Global Small Cap Premier Fund	0.15	0.38	0.15	0.15	0.15	—
Franklin Innovation Fund	0.20	—	—	0.20	—	0.15

Fund	Commission-Based Series			Fee-Based Series		ETF Series
	Retail Series	Series I and / or V	Other High Net Worth Series	Retail Series	High Net Worth Series	
Templeton Global Bond Fund	0.22	0.22	0.10	0.22	0.10	—
Franklin ClearBridge Canadian Small Cap Fund	0.25	—	0.25	0.25	0.25	—
Templeton Growth Fund	0.35	0.15	0.15	0.35	0.15	—

In any particular period, the administration fee paid by a Fund may be greater than or lower than the Operating Expenses payable by us.

Each Fund, other than the Franklin Index ETFs, that incurs any of the following expenses ("**Non-Index Fund Costs**") must pay those expenses itself:

- borrowing and interest costs;
- investor meeting costs as permitted by Canadian securities regulation;
- the fees and expenses of the IRC;
- any costs and expenses associated with litigation for the benefit of the Funds or brought to pursue rights on behalf of the Funds;
- the cost of compliance with any new governmental and regulatory requirements imposed on or after the date of this simplified prospectus, including those relating to Operating Expenses, or with any material change to existing governmental and regulatory requirements imposed on or after the date of this simplified prospectus, including extraordinary increases to regulatory filing fees;
- any new types of costs, expenses or fees not incurred prior to the date of this simplified prospectus, including those arising from new government or regulatory requirements relating to the Operating Expenses or related to those external services that were not commonly charged in the Canadian mutual fund industry as of the date of this simplified prospectus; and
- operating expenses that would have been outside the normal course of business of the Funds prior to the date of this simplified prospectus.

Each Franklin Index ETF must pay the following expenses itself (the "**Index Fund Costs**" and together with the Non-Index Fund Costs, the "**Fund Costs**") are:

- borrowing and interest costs;
- investor meeting costs as permitted by Canadian securities regulation;
- the fees and expenses of the IRC;

- any costs and expenses associated with litigation for the benefit of the Funds or brought to pursue rights on behalf of the Funds;

- the cost of compliance with any new governmental and regulatory requirements imposed on or after the date of this simplified prospectus, including those relating to Operating Expenses, or with any material change to existing governmental and regulatory requirements imposed on or after the date of this simplified prospectus, including extraordinary increases to regulatory filing fees;

- the fees related to external services that are not commonly charged in the Canadian exchange-traded fund industry as of the creation of the applicable Franklin Index ETF;

- any costs associated with the termination of a Franklin Index ETF that may be allocated by the Manager to the Franklin Index ETF; and

- Any extraordinary expenses.

The Manager may decide, in its discretion, to pay for some of the Fund Costs, rather than having the Fund incur such expenses. The Manager is under no obligation to do so and, if any Fund Costs are reimbursed by the Manager, it may discontinue this practice at any time.

Portfolio Costs

Each Fund also pays its portfolio costs, which include costs associated with the purchase and sale of securities and other property, service charges, and research and execution costs; brokerage expenses and related transaction fees, including fees payable to the Custodian or its agents; fees under any derivative instrument used by each Fund, as applicable; and any relevant taxes, including income, withholding or other taxes.

Sales taxes

Each Fund is required to pay GST/HST on its management fees, administration fees and expenses at a rate determined separately for each of its series for each year.

The rate that applies in respect of a particular series of a particular Fund for a particular year is determined based on the NAV of the units of that series held by investors resident in each province or territory at a certain point in time and the GST/HST rate applicable to each of those provinces or territories.

Fees and expenses of fund of fund structures

If a Fund invests in an Underlying Fund, there are fees and expenses payable by the Underlying Fund in addition to the fees and expenses payable by the Fund. However, we will ensure that there is no duplication of management fees for the same services in respect of a Fund that invests in any Underlying Fund. Furthermore, a Fund that invests in an Underlying Fund will not pay sales charges or redemption fees in relation to its purchases or redemptions of securities of that Underlying Fund.

Change in calculation of a fee

Investor approval is required to change the basis of the calculation of a fee or expense that is charged to a Fund or a series in a way that could result in an increase in charges to the Fund or series. No investor approval is required if the Fund or series is sold without a sales charge, and written notice of the fee increase is sent to investors at least sixty (60) days before the effective date of the change.

Fees and expenses payable directly by you

Sales charges

If you purchase units of a Commission-Based Series, you may have to pay a sales charge at the time of purchase that you negotiate with your dealer:

- For Commission-Based Series other than Series I or V, the charge can be from 0% to 6% of the value of the units you purchase.
- For Series I and V, the charge can be from 0% to 2% of the value of the units you purchase.

We will deduct the amount of any sales charge from the amount of your investment and we will pay it to your dealer as a commission.

Switch fees

If you switch from one Fund or series to another Fund or series, you may have to pay a switch fee that you negotiate with your dealer. The switch fee can be from 0% to 2% of the value of the switched units. We will deduct the amount of any switch fee from the value of the switch and we will pay it to your dealer. Therefore, the value of the Fund units you switch to will be less than the value of the Fund units you switched from by the amount of any switch fee.

Your dealer will not charge you a switch fee on a switch initiated by us.

Management & Administration Fee

If you purchase Institutional Series units, you may have to pay us a **management & administration fee** in respect of those units.

If we execute an agreement with you in respect of that investment (an "**Institutional Series Agreement**"), the terms on which any management & administration fee will be calculated and paid will be set out in that agreement. Generally, we will only execute an Institutional Series Agreement with institutional investors.

If you purchase Institutional Series units and we have not executed an Institutional Series Agreement with you, we will charge you a management & administration fee that is calculated using a specified management & administration fee rate. As indicated in Table 29, this rate depends on the Fund(s) in which you invest and the value of your investment(s):

- on the first $2,500,000 of your cumulative investments in our Funds, we will charge the **Tier 1** rate for those Funds,
- on the next $2,500,000 of your cumulative investments in our Funds, we will charge the **Tier 2** rate for those Funds, and
- on the portion of your cumulative investments in our Funds that exceeds $5,000,000, we will charge the **Tier 3** rate for those Funds.

If you purchase Institutional Series units in multiple Funds, a blended fee rate that is weighted in proportion to your Fund investments will be applied using the corresponding tier rates.

Certain institutional investors, including discretionary portfolio managers, may negotiate a different management & administration fee with us.

Table 29: Institutional Series management & administration fee rates (%)

Fund	Tier 1	Tier 2	Tier 3
Franklin Canadian Ultra Short Term Bond Fund	0.20	0.20	0.20
Franklin Canadian Money Market Fund Franklin Canadian Short Term Bond Fund	0.35	0.30	0.25
Franklin Canadian Corporate Bond Fund	0.40	0.35	0.30
Franklin Global Core Bond Fund	0.40	0.40	0.40
Franklin Canadian Government Bond Fund	0.25	0.25	0.25
Franklin All-Equity ETF Portfolio Franklin Conservative Income ETF Portfolio Franklin Core ETF Portfolio Franklin Growth ETF Portfolio	0.23	0.23	0.23
Franklin Western Asset Core Plus Bond Fund	0.55	0.50	0.45
Franklin Canadian Bond Fund Franklin Canadian Core Plus Bond Fund	0.60	0.50	0.40
Franklin Brandywine Global Sustainable Income Optimiser Fund	0.65	0.60	0.55
Franklin Canadian Monthly Income and Growth Fund Franklin ClearBridge Canada Plus Equity Fund	0.70	0.65	0.60
Franklin ClearBridge U.S. Sustainability Leaders Fund	0.70	0.65	0.65
Franklin Canadian Core Equity Fund Franklin Sustainable Canadian Core Equity Fund	0.70	0.70	0.70
Franklin High Income Fund	0.75	0.65	0.60
Franklin Quotential Balanced Income Portfolio Franklin Quotential Diversified Income Portfolio FT Balanced Income Private Wealth Pool Templeton Global Bond Fund	0.80	0.70	0.65
Franklin Canadian Balanced Fund	0.80	0.75	0.65
Franklin Martin Currie Improving Society Fund	0.80	0.75	0.70
Franklin ClearBridge Canadian Dividend Fund Franklin Quotential Balanced Growth Portfolio FT Balanced Growth Private Wealth Pool	0.85	0.75	0.65

Fund	Tier 1	Tier 2	Tier 3
Franklin ClearBridge Dividend Income Fund Franklin Brandywine Global Sustainable Balanced Fund Franklin Quotential Growth Portfolio Franklin U.S. Monthly Income Fund Templeton Sustainable Balanced Fund	0.85	0.80	0.70
Franklin Innovation Fund	0.85	0.80	0.75
Franklin ClearBridge Canadian Equity Fund Franklin U.S. Rising Dividends Fund	0.90	0.75	0.65
Franklin U.S. Opportunities Fund	0.90	0.75	0.75
FT Growth Private Wealth Pool	0.90	0.80	0.70
Franklin ClearBridge Sustainable Global Infrastructure Income Fund Franklin ClearBridge Sustainable International Growth Fund Franklin Martin Currie Sustainable Emerging Markets Fund Franklin Martin Currie Sustainable Global Equity Fund	0.90	0.80	0.75
Franklin U.S. Core Equity Fund Franklin Sustainable U.S. Core Equity Fund	0.90	0.90	0.90
Franklin Global Growth Fund Templeton Growth Fund	0.95	0.80	0.75
Franklin Quotential Diversified Equity Portfolio	0.95	0.85	0.75
Franklin International Core Equity Fund Franklin Sustainable International Core Equity Fund	0.95	0.95	0.95
Templeton Emerging Markets Fund	1.00	0.95	0.90
Franklin Royce Global Small Cap Premier Fund	1.05	0.95	0.90
Franklin Emerging Markets Core Equity Fund	1.15	1.15	1.15
Franklin ClearBridge Canadian Small Cap Fund	1.40	1.30	1.25

We may change any of these tiers and/or rates at any time, in our sole discretion, but we will not change the tiers or increase the rates in a manner that would result in you paying a higher management & administration fee unless we have provided you with written notice of the change at least sixty (60) days before its effective date.

If you purchase Institutional Series units and we have not executed an Institutional Series Agreement with you, we will calculate the management & administration fee as described above and collect the fee as described in the section **COLLECTION OF FEES BY REDEMPTION OF UNITS** on page 77 and we will retain it.

Investment advisory services fee

You may have to pay an investment advisory services fee if you purchase:

- units of a Fee-Based Series under the Investment Advisory Services Fee Purchase Option, or
- units of an Institutional Series, and your dealer has confirmed to us that you have agreed to the collection of an investment advisory services fee.

In each of these cases, we will calculate and collect the investment advisory services fee as described in the section **COLLECTION OF FEES BY REDEMPTION OF UNITS** on page 77 and we will pay it to your dealer.

The investment advisory services fee is in addition to any management & administration fee that you pay us, and is calculated using a specified percentage rate that may not exceed 1.50%, excluding taxes.

Collection of fees by redemption of units

If you purchase:

- units of a Fee-Based Series under the Investment Advisory Services Fee Purchase Option, or
- units of an Institutional Series, and we do not execute an Institutional Series Agreement with you,

we will calculate and collect the applicable fee(s) periodically. In the case of Fee-Based Series units, each calendar month is a period; in the case of Institutional Series, each calendar quarter is a period.

The amount of a particular fee for a particular period equals:

- the average daily NAV during the period of the Fund units in respect of which the fee applies;
- multiplied by the specified percentage rate used to calculate that fee;
- multiplied by the number obtained by dividing the number of days in that period by 365.

If you purchase Institutional Series units in multiple Funds, a blended management & administration fee rate that is weighted in proportion to your Fund investments will be applied using the corresponding tier rates noted above in Table 29.

We will redeem a quantity of Fund units sufficient to pay the fee(s) plus applicable taxes. In the case of Fee-Based Series units, this will occur on the last business day of the period; in the case of Institutional Series units, this will occur from one (1) to eighteen (18) business days after the end of the period.

If you seek to redeem, switch or transfer Fund units in respect of which we are collecting one or more of these fees, we will not process your order until we have first verified that, following your requested transaction, the value of the Fund units remaining in your account would be sufficient to pay the accrued fee(s) plus applicable taxes. If that value is not sufficient, before we process your order, we will redeem a quantity of Fund units sufficient to pay the accrued fee(s) plus applicable taxes.

Brokerage commissions in respect of ETF Series

You may purchase or sell ETF Series units of the Funds through registered brokers and dealers in the province or territory where you reside. You may incur brokerage commissions when purchasing or selling ETF Series units.

DEALER COMPENSATION

Sales commissions

If you purchase units of a Commission-Based Series, you may have to pay a sales charge at the time of purchase that you negotiate with your dealer:

- For Commission-Based Series other than Series I or V, the charge can be from 0% to 6% of the value of the units you purchase.
- For Series I and V, the charge can be from 0% to 2% of the amount of the value of the units you purchase.

We will deduct the amount of any sales charge from the amount of your investment and pay it to your dealer as a commission.

Trailing commissions

Commission-Based Series

In respect of the Commission-Based Series units that you hold with a dealer, we pay your dealer a trailing commission on a monthly or quarterly basis. The trailing commission that we pay to each dealer each month is based on the average daily net asset value of Commission-Based Series units of the Funds held by a dealer's clients during that month.

Trailing commissions and OEO dealers

If we discover that you hold units of a Commission-Based Series with an OEO dealer, we will switch your investment into a Fee-Based Series of the same Fund, in accordance with Table 26 above.

Table 30 shows the Commission-Based Series offered by the Funds and the trailing commission rate, expressed as a percentage, applicable to each such series offered by a particular Fund.

We may discontinue the payment of trailing commissions or change the basis on which they are calculated or paid at any time.

Table 30: Trailing commission rates for Commission-Based Series (%)

Fund	Series I and V	All other series
Franklin Canadian Money Market Fund	—	0.25
Franklin Brandywine Global Sustainable Income Optimiser Fund Franklin Canadian Bond Fund Franklin Canadian Government Bond Fund Franklin Canadian Core Plus Bond Fund Franklin Canadian Corporate Bond Fund Franklin Canadian Short Term Bond Fund Franklin Canadian Ultra Short Term Bond Fund Franklin Global Core Bond Fund Franklin High Income Fund Franklin Western Asset Core Plus Bond Fund	—	0.50
Templeton Global Bond Fund	0.50	0.50
Franklin Conservative Income ETF Portfolio	—	0.75
Franklin Quotential Diversified Income Portfolio	0.75	0.75
Franklin All-Equity ETF Portfolio Franklin Brandywine Global Sustainable Balanced Fund Franklin ClearBridge Canada Plus Equity Fund Franklin ClearBridge Canadian Small Cap Fund Franklin ClearBridge Sustainable Global Infrastructure Income Fund Franklin Core ETF Portfolio Franklin Global Growth Fund Franklin Growth ETF Portfolio Franklin Innovation Fund Franklin Martin Currie Improving Society Fund Franklin Martin Currie Sustainable Emerging Markets Fund Franklin U.S. Opportunities Fund Franklin U.S. Rising Dividends Fund FT Balanced Growth Private Wealth Pool FT Balanced Income Private Wealth Pool FT Growth Private Wealth Pool Templeton Emerging Markets Fund	—	1.00
Templeton Growth Fund	0.50	1.00

Fund	Series I and V	All other series
Franklin Canadian Balanced Fund Franklin Canadian Monthly Income and Growth Fund Franklin ClearBridge Canadian Dividend Fund Franklin ClearBridge Canadian Equity Fund Franklin ClearBridge Dividend Income Fund Franklin ClearBridge Sustainable International Growth Fund Franklin Martin Currie Sustainable Global Equity Fund Franklin Quotential Balanced Growth Portfolio Franklin Quotential Balanced Income Portfolio Franklin Quotential Diversified Equity Portfolio Franklin Quotential Growth Portfolio Franklin Royce Global Small Cap Premier Fund Franklin U.S. Monthly Income Fund Templeton Sustainable Global Balanced Fund	0.75	1.00

Fee-Based Series and Institutional Series

We don't pay any trailing commissions in respect of Fee-Based Series units or Institutional Series units. Instead, you may pay an investment advisory services fee in respect of these series (see **INVESTMENT ADVISORY SERVICES FEE** on page 77).

Inter-company service fee

Our affiliate, FTC ISI, acts as a principal distributor of Fee-Based Series units and Institutional Series units. In consideration for this service, we pay FTC ISI an inter-company service fee equal to 0.20% per annum of the NAV of the units of those series that are held in accounts at FTC ISI.

Marketing support programs

We pay for marketing materials that we provide to dealers to help support the sale of Fund units. These materials may include reports and commentaries on the financial markets, securities in general or on the Funds themselves. In addition, we may organize and present educational conferences for dealers to attend or pay the registration costs for dealers to attend conferences hosted by third parties.

We may share with dealers some of the costs they incur in publishing and distributing sales communications for investors, organizing and presenting seminars to educate investors about mutual funds or organizing and presenting conferences or seminars that dealers may attend.

We may execute brokerage transactions through dealers who have provided other services to the Funds, such as investment research, order execution, or distribution of Fund units.

However, we will only execute through such a dealer if the relevant dealer can provide best execution for the transactions, in accordance with our policy.

INCOME TAX CONSIDERATIONS

The following is a general summary of principal Canadian federal income tax considerations under the *Income Tax Act* (Canada) (the "**Tax Act**") applicable to the Funds and unitholders who are individuals (other than trusts) who, for the purposes of the Tax Act, are resident in Canada, deal at arm's length with the Funds and who hold units as capital property. This summary is based on the current provisions of the Tax Act and the regulations thereunder, proposals for specific amendments thereto that have been publicly announced by the Minister of Finance (Canada) prior to the date hereof ("**Tax Proposals**"), and the current published administrative and assessing practices and policies of the Canada Revenue Agency ("**CRA**"). **This summary is not exhaustive of all tax considerations; therefore, you should consult your tax advisor about your own tax situation.**

How the Funds are taxed

General rules

Generally, each Fund is subject to ordinary tax under Part I of the Tax Act in each taxation year on the amount of its income for the taxation year, including its net taxable capital gains, less the portion thereof that is paid or payable to unitholders in the year. Each Fund intends to distribute, in each taxation year, sufficient net income and net realized capital gains so that it, generally, will not be liable for ordinary tax under Part I of the Tax Act, after taking into account applicable losses and any entitlement to a capital gains refund.

A Fund is required to calculate its net income, including net taxable capital gains, in Canadian dollars for each taxation year according to the rules in the Tax Act. Net income, including net taxable capital gains, is affected by fluctuations in the value of the Canadian dollar relative to foreign currency where amounts of income, expense, cost or proceeds of disposition are denominated in foreign currency. As a result, a Fund may realize income or capital gains as a result of the changes in the value of a foreign currency relative to the Canadian dollar.

A Fund is generally required to include in the calculation of its income interest as it accrues, dividends when they are received and capital gains and losses when they are realized. Foreign source income received by a Fund is generally received net of any taxes withheld in the foreign jurisdiction. The foreign taxes so withheld are included in the calculation of the Fund's income.

Each Fund treats gains and losses from options, short selling and certain other derivative transactions as ordinary income and losses or capital gains and capital losses, depending on the circumstances. In certain cases, capital losses realized by the Funds on dispositions of underlying investments may effectively be denied or temporarily suspended and therefore not available to offset capital gains.

All of a Fund's deductible expenses, including expenses common to all series of the Fund and management fees and other expenses specific to a particular series of the Fund, will be taken into account in determining the income or loss of the Fund as a whole. However, the deductibility of interest and financing expenses incurred by a Fund may be subject to limitations in certain circumstances pursuant to Tax Proposals.

If a Fund owns 10% or more of the securities of a class of a non-resident fund structured as a trust, the Fund, generally, will be required to include in its income its proportionate share of the undistributed net income (including net taxable capital gains) of that non-resident fund, as computed under the Tax Act. If this were to apply then the rules regarding "offshore investment fund property" described immediately below would not apply.

Offshore investment fund property rules

The Tax Act contains rules that may require a taxpayer to include in income in each taxation year an amount in respect of the holding of an "offshore investment fund property". A Fund's investments in foreign investment funds could be subject to these rules if:

- a Fund acquires an interest in a foreign investment fund,
- the investment can reasonably be considered to derive its value principally from certain portfolio investments of the foreign entity, and
- it could be reasonably concluded that one of the main reasons for the Fund investing in the foreign investment fund was to benefit from a lesser tax burden on the profits and gains of the portfolio investments than the Fund would incur if the portfolio investments were held directly.

If applicable, the offshore investment fund property rules will generally require the Fund to include in its income for each taxation year in which the Fund owns securities of foreign investment funds the amount, if any, by which:

- an imputed return from the taxation year, computed on a monthly basis and calculated as the product obtained when the Fund's "designated cost" of such securities at the end of a month, is multiplied by 1/12th of the sum of the applicable prescribed rate plus 2%, exceeds
- the Fund's income for the year (excluding any capital gain) in respect of such securities determined without reference to these rules.

For these purposes, the prescribed rate is a quarterly rate based on the average equivalent yield of Government of Canada 90-day treasury bills sold during the first month of the immediately preceding quarter. Any amount required to be included in computing the Fund's income under these rules will be added to the adjusted cost base to the Fund of the securities of the foreign mutual fund.

Funds that do not qualify as "mutual fund trusts"

Except as noted in this section, each Fund qualifies as a "mutual fund trust" and is expected to so qualify at all material times.

Franklin Brandywine Global Sustainable Balanced Fund did not qualify as a "mutual fund trust" under the Tax Act during a portion of January 2024. As of January 31, 2024, the Fund had regained its "mutual fund trust" status. There is a risk that it may not maintain this status in the future.

The following Funds do not qualify as "mutual fund trusts":

- Franklin Canadian Government Bond Fund
- Franklin ClearBridge U.S. Sustainability Leaders Fund
- Franklin Emerging Markets Core Equity Fund
- Franklin Martin Currie Improving Society Fund
- Franklin Sustainable Canadian Core Equity Fund
- Franklin Sustainable International Core Equity Fund
- Franklin Sustainable U.S. Core Equity Fund
- FT Balanced Income Private Wealth Pool
- FT Growth Private Wealth Pool

A Fund that does not qualify as a "mutual fund trust" for the purposes of the Tax Act throughout its taxation year is not eligible for the capital gains refund and could be subject to alternative minimum tax, Part X.2 tax or to other taxes under the Tax Act. Pursuant to the draft legislative proposal released on

August 4, 2023, a trust that meets the definition of an "investment fund" for the purposes of the loss restriction event rule in the Tax Act is generally proposed to be exempt from alternative minimum tax for taxation years commencing on or after January 1, 2024. In addition, if one or more "financial institutions" owns more than 50% of the fair market value of the units of such a Fund, that Fund will itself be a "financial institution" and thus subject to certain "mark-to-market" tax rules. In this case, most of the Fund's investments would be considered mark-to-market property, with the following results:

- the Fund will be deemed to have disposed of, and re-acquired, its mark-to-market property at the end of each taxation year, as well as at such time as it becomes, or ceases to be, a financial institution; and
- the gains and losses from these deemed dispositions will be ordinary income and losses, not capital gains and capital losses.

Funds that are SIFT trusts

A Fund that offers ETF Series units will be a "specified investment flow-through" ("**SIFT**") trust during any taxation year in which it holds "non-portfolio property".

A Fund that is a SIFT trust will generally be subject to tax at rates applicable to a Canadian corporation on income from its "non-portfolio property" and net taxable capital gains realized on the disposition of its "non-portfolio property". In addition, unitholders who receive distributions of this type of income and capital gains from a SIFT trust are deemed to receive an eligible dividend from a Canadian corporation for tax purposes. The total of the tax payable by a SIFT trust on its non-portfolio earnings and the tax payable by its taxable unitholders on the distribution of those earnings will generally be more than the tax that would have been payable if the Fund was not a SIFT trust.

The Declaration of Trust requires each Fund to restrict its investments and activities so that it will not be a SIFT trust.

Loss restriction events

A Fund will experience a "loss restriction event" if a person becomes a "majority-interest beneficiary" of the Fund, or if a group of persons becomes a "majority-interest group of beneficiaries" of the Fund. Generally, a holder of Fund units will be a "majority-interest beneficiary" of that Fund if those units, together with any units of that Fund held by persons and partnerships with whom the holder is affiliated, have a fair market value that is greater than 50% of the fair market value of all the interests in the income or capital, respectively, of the Fund.

Generally, a person is deemed not to become a "majority-interest beneficiary", and a group of persons is deemed not to become a "majority-interest group of beneficiaries", of a Fund if it meets the conditions to qualify as an "investment fund" under the Tax Act, including complying with certain asset diversification requirements.

A Fund that experiences a "loss restriction event":

- will be deemed to have a taxation year end, which could result in a distribution of the Fund's taxable income at such time to investors, so that the Fund is not liable for income tax on such amounts, and
- will be subject to the loss restriction rules generally applicable to corporations that experience an acquisition of control, including a deemed realization of any unrealized capital losses and restrictions on its ability to carry forward losses.

How you are taxed on your Fund units

Fund units held in a registered plan

If you hold Fund units in a registered plan, any distributions that you receive on Fund units and any capital gains that you realize on a disposition of Fund units are generally sheltered from tax until you decide to make withdrawals from the plan. Withdrawals from a registered plan, other than:

- a withdrawal from a tax-free savings account or
- certain permitted withdrawals from a registered education savings plan, a registered disability savings plan or a first home savings account, are generally taxable.

This assumes the units are a "qualified investment" and not a "prohibited investment" for your registered plan.

ETF Series units are qualified investments under the Tax Act for registered plans if the units are listed on a designated stock exchange within the meaning of the Tax Act. The ETF Series units are listed on a designated stock exchange.

Units of Franklin Brandywine Global Sustainable Balanced Fund were not a "qualified investment" for registered plans during a portion of January 2024. As of January 31, 2024, the Fund's units were again a "qualified investment" for registered plans. There is a risk that the Fund's units may not continue to be a "qualified investment" for registered plans in the future.

Units of the following Funds are not a "qualified investment" for registered plans:

- Franklin ClearBridge U.S. Sustainability Leaders Fund
- Franklin Emerging Markets Core Equity Fund
- Franklin Sustainable Canadian Core Equity Fund
- Franklin Sustainable International Core Equity Fund
- Franklin Sustainable U.S. Core Equity Fund

All other Fund units are expected to be a "qualified investment" for registered plans at all material times.

Fund units may be a "prohibited investment" for your registered plan, even though they are a "qualified investment". Fund units will not be a "prohibited investment" for your registered plan as long as you deal at arm's length with the Fund or you do not have a "significant interest" in the Fund. In addition, under a safe harbour rule for new mutual funds, units of a Fund will not be a prohibited investment for your registered plan at any time during the first 24 months of the Fund's existence, provided the Fund is, or is deemed to be, a mutual fund trust under the Tax Act during that time and is in substantial compliance with NI 81-102 or follows a reasonable policy of investment diversification.

In the case of an exchange of ETF Series units by a registered plan for a Baskets of Securities and cash, the registered plan will receive securities. Some or all of the securities may or may not be a "qualified investment" for your registered plan, and may or may not be a "prohibited investment" for your registered plan.

You should consult with your tax advisor regarding the special rules that apply to each type of registered plan, including whether the units of a particular Fund would be a "prohibited investment" for your registered plan. It is your responsibility to determine the tax consequences to you and your registered plan of establishing the registered plan and causing it to invest in the Funds. Neither we nor the Funds assume any liability to you as a result of making Fund units available for purchase within registered plans.

Fund units not held in a registered plan

Distributions on Fund units

If you hold units of a Fund outside of a registered plan, you must include in computing your income for tax purposes the amount of the net income and the taxable portion of net capital gains paid or payable to you by the Fund in the year, whether you receive these distributions in cash or they are reinvested in

additional units. To the extent that these Funds so designate under the Tax Act, distributions of net capital gains, taxable dividends on securities of taxable Canadian corporations and foreign source income of a Fund paid or payable to you by the Fund will effectively retain their character in your hands and be subject to the special tax treatment applicable to income of that character. It is expected that net capital gains distributed to you by a Fund in a year will be included in computing the $250,000.00 threshold within which your capital gains inclusion rate will be one-half; pursuant to the Tax Proposals announced in the 2024 Federal Budget.

A Fund may make a distribution that consists, in whole or in part, of a return of capital. A return of capital is not taxable to you, but it reduces the adjusted cost base of your Fund units. If the adjusted cost base of your Fund units is reduced to less than zero, you will realize a capital gain to the extent that your adjusted cost base is less than zero and the adjusted cost base of your Fund units will be increased by the amount of that gain.

As prescribed by the CRA we will send you a tax form each year indicating the amount of income, capital gains or return of capital distributed to you in the previous year, if applicable.

You should consult with your own tax advisor regarding the deductibility of any fees paid directly by you.

Switches of Fund units

If you switch Fund units, you will not realize a capital gain or a capital loss, unless you switch:

- from one Fund to another Fund,
- from a Hedged Series of a Fund to a non-Hedged Series of that Fund, or
- from a non-Hedged Series of a Fund to a Hedged Series of that Fund,

in which cases, the switch entails the redemption of the Fund units that you switched from and has the tax consequences described in the following section.

Redemptions of Fund units

If you redeem Fund units, you may realize a capital gain or a capital loss. The capital gain (or capital loss) will be equal to the amount by which your proceeds from the redemption, net of any redemption fee that you pay, is greater than (less than) your adjusted cost base for the Fund units redeemed.

If you redeem Fund units for cash or exchange Fund units for a Basket of Securities and/or cash, the Fund may, subject to limits imposed under the Tax Act, allocate and designate capital gains to you as partial payment of your redemption price or exchange price, as applicable. Any capital gains so allocated and designated must be included in the calculation of your income in the manner described above, but subject to the limits imposed under the Tax Act, should be deducted from your redemption price or exchange price, as the case may be, for the units in determining your proceeds of disposition.

Capital gains allocated to you will be included in computing the $250,000 threshold within which your capital gains inclusion rate will be one-half; pursuant to the Tax Proposals announced in the 2024 Federal Budget. Generally, until June 25, 2024, you must include one-half of any capital gain in your income for tax purposes as a taxable capital gain, and you may deduct one-half of any capital loss against your taxable capital gains, subject to the provisions of the Tax Act. Pursuant to the Tax Proposals announced in the 2024 Federal Budget, generally, on and after June 25, 2024 the capital gains inclusion rate will be one-half for capital gains up to a $250,000 threshold of capital gains in the year, and two-thirds for capital gains exceeding the $250,000 threshold. Generally, the proposed rules allow for a full $250,000 threshold for the period of 2024 following June 24, 2024. You should consult with your tax advisor regarding the details of this proposed tax change.

In certain situations, loss restriction rules may limit or eliminate your ability to deduct a capital loss. For more information, contact your tax advisor.

We will provide you with details on the proceeds of any switch or redemption of Mutual Fund Series units. However, in order to calculate your gain or loss, you need to know the adjusted cost base of the Fund units that you switched or redeemed.

How to calculate your adjusted cost base

You must calculate a separate Adjusted Cost Base ("**ACB**") for each series of each Fund whose units you hold. You must calculate the ACB in Canadian dollars.

For each series of each Fund whose units you hold, your total ACB generally equals:

- the sum of all amounts that you paid to purchase those units, including any sales charges that you paid;
- plus the ACB of any units of any other series of the Fund that you switched, on a tax-deferred basis, into the series;
- plus the sum of all distributions that you received on, and reinvested in, the series;
- minus the sum of any returns of capital included in the distributions that you received on the series;
- minus the ACB of any units of the series that you switched, on a tax-deferred basis, into units of any other series of the Fund;
- minus the ACB of any units that you redeemed.

Your ACB per unit equals the total ACB divided by the number of units you hold.

International information reporting

Generally, unitholders (or in the case of certain unitholders that are entities, the "controlling persons" thereof) will be required to provide their dealer with information related to their citizenship and tax residence and, if applicable, a foreign tax identification number. If a unitholder (or, if applicable, any of its controlling persons):

- is identified as a U.S. Person (including a U.S. resident or U.S. citizen);
- is identified as a tax resident of a country other than Canada or the U.S.; or
- does not provide the required information and indicia of U.S. or non-Canadian status is present,

details about the unitholder (or, if applicable, its controlling persons) and their investment in the Fund will be reported to the CRA, unless the investment is held within a registered plan (other than, currently, an FHSA). The CRA will provide that information to the U.S. Internal Revenue Service (in the case of U.S. citizens or tax residents) or the relevant tax authority of any country that is a signatory of the Multilateral Competent Authority Agreement on Automatic Exchange of Financial Account Information or that has otherwise agreed to a bilateral information exchange with Canada under the Common Reporting Standard (in the case of non-Canadian tax residents other than U.S. tax residents).

Investment income received by a Fund from sources within foreign countries may be subject to foreign income tax withheld at the source. Canada has entered into tax treaties with certain foreign countries which may entitle a Fund to a reduced rate of tax on such income. Some countries require the filing of tax reclaim or other forms, which could include requests for information about the Fund's unitholders, to receive the benefit of the reduced tax

rate. A Fund may provide the required information about a Fund's unitholders to foreign tax authorities in order to reclaim foreign income tax owing to a Fund.

WHAT ARE YOUR LEGAL RIGHTS?

This section is a general summary. For more information, see the securities law of your province or territory or consult your lawyer.

Mutual Fund Series units

Under securities law in some provinces and territories, you may have the right to:

- withdraw from an agreement to buy Fund units within two (2) business days after you receive the simplified prospectus or Fund Facts document; or
- cancel your purchase within forty-eight (48) hours of receiving confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the simplified prospectus, Fund Facts document or financial statements contain a misrepresentation. You must act within the time limits set by law in the applicable province or territory.

ETF Series units

Securities legislation in certain of the provinces and territories of Canada provides you with the right to withdraw from an agreement to purchase ETF Series units. This right may be exercised within two (2) business days after receipt or deemed receipt of a prospectus and any amendment.

In several of the provinces and territories, the securities legislation further provides you with remedies for rescission or, in some jurisdictions, revisions of the price or damages if the simplified prospectus and any amendment contains a misrepresentation or is not delivered to you, provided that the remedies for rescission, revisions of the price or damages are exercised by you within the time limit prescribed by the securities legislation of the purchaser's province or territory.

We have obtained exemptive relief from the requirement in securities legislation to include an underwriter's certificate in the simplified prospectus. As such, purchasers of ETF Series units will not be able to rely on the inclusion of an underwriter's certificate in the simplified prospectus or any amendment for the statutory rights and remedies that would otherwise be available against an underwriter that would have been required to sign an underwriter's certificate.

Purchasers should refer to the applicable provisions of the securities legislation and the decision referred to above for the particulars of their rights or consult with a legal advisor.

No Designated Broker or ETF Dealer has been involved in the preparation of this simplified prospectus or has performed any review of the contents of this simplified prospectus and, as such, the Designated Brokers and the ETF Dealers do not perform many of the usual underwriting activities in connection with the distribution of ETF Series units under this simplified prospectus. ETF Series units of a Fund do not represent an interest or an obligation of any Designated Broker, any ETF Dealer or any affiliate thereof and a unitholder of ETF Series units of a Fund does not have any recourse against any such parties in respect of amounts payable by a Fund to such Designated Brokers or ETF Dealers.

ADDITIONAL INFORMATION

Registration and transfer through CDS

Registration of interests in, and transfers of, the ETF Series units will be made only through the book-entry only system of CDS. ETF Series units must be purchased, transferred and surrendered for exchange or redemption only through a CDS Participant. All rights of an owner of ETF Series units must be exercised through, and all payments or other property to which such owner is entitled will be made or delivered by, CDS or the CDS Participant through which the owner holds such ETF Series units. Upon purchase of any ETF Series units, the owner will receive only the customary confirmation. All distributions and redemption proceeds in respect of ETF Series units will be made or paid initially to CDS, which payments will be forwarded by CDS to the CDS Participants and, thereafter, by such CDS Participants to the applicable unitholders. References in this prospectus to a holder of ETF Series units means, unless the context otherwise requires, the owner of the beneficial interest in such ETF Series units.

Neither the Funds nor the Manager will have any liability for:

- any aspect of the records maintained by CDS relating to the beneficial interests in the ETF Series units or the book-entry accounts maintained by CDS;
- maintaining, supervising or reviewing any records relating to such beneficial ownership interests; or
- any advice or representation made or given by CDS, whether contained in this prospectus or otherwise, or made or given with respect to the rules and regulations of CDS or any action taken by CDS or at the direction of the CDS Participants.

The rules governing CDS provide that it acts as the agent and depository for the CDS Participants. As a result, CDS Participants must look solely to CDS and persons, other than CDS Participants, having an interest in the ETF Series units must look solely to CDS Participants for payment made by the Funds to CDS.

The ability of a beneficial owner of ETF Series units to pledge such ETF Series units or otherwise take action with respect to such owner's interest in such ETF Series units (other than through a CDS Participant) may be limited due to the lack of a physical certificate.

The Funds have the option to terminate registration of the ETF Series units through the book-entry only system, in which case certificates for ETF Series units in fully registered form will be issued to beneficial owners of such ETF Series units or to their nominees.

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Russell

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Trading ranges and volumes of ETF Series units

The following tables set forth the market price range and trading volume of the ETF Series units of the applicable Funds on the applicable Exchange for the period indicated.

Table 31: Trading ranges and volumes for Franklin All-Equity ETF Portfolio on the TSX

This information is not yet available because the ETF Series units are new.

Table 32: Trading ranges and volumes for Franklin Brandywine Global Sustainable Income Optimiser Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	17.59	17.25	5,742
June 2023	17.48	17.22	13,272
July 2023	17.58	17.20	15,000
August 2023	17.51	17.09	18,042
September 2023	17.38	16.78	9,137
October 2023	16.89	16.55	13,300
November 2023	17.14	16.57	33,281
December 2023	17.67	17.01	9,677
January 2024	17.72	17.40	8,771
February 2024	17.78	17.39	41,938
March 2024	17.72	17.46	35,005

Table 33: Trading ranges and volumes for Franklin Canadian Core Plus Bond Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	17.77	17.25	32,042
June 2023	17.30	17.12	23,706
July 2023	17.28	17.07	16,009
August 2023	17.10	16.85	12,828
September 2023	17.02	16.58	47,473
October 2023	16.68	16.46	59,473
November 2023	17.29	16.76	54,347
December 2023	18.01	17.35	90,095
January 2024	17.72	17.40	61,360
February 2024	17.70	17.34	122,426
March 2024	17.69	17.39	76,035

Table 34: Trading ranges and volumes for Franklin Canadian Corporate Bond Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	17.33	16.88	11,505
June 2023	17.04	16.84	30,801
July 2023	17.01	16.80	27,342
August 2023	16.97	16.66	11,563
September 2023	16.83	16.30	10,146
October 2023	16.53	16.30	36,808
November 2023	17.09	16.52	10,905
December 2023	17.67	17.07	11,104
January 2024	17.56	17.23	16,676
February 2024	17.50	17.28	33,258
March 2024	17.53	17.34	5,726

Table 35: Trading ranges and volumes for Franklin Canadian Government Bond Fund on the TSX

This information is not yet available because the ETF Series units are new.

Table 36: Trading ranges and volumes for Franklin Canadian Short Term Bond Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	18.69	18.38	48,851
June 2023	18.47	18.29	42,420
July 2023	18.44	18.30	30,184
August 2023	18.45	18.30	54,648
September 2023	18.42	18.20	26,607
October 2023	18.33	18.18	44,123
November 2023	18.55	18.28	33,955
December 2023	18.79	18.62	79,095
January 2024	18.76	18.67	368,793
February 2024	18.76	18.58	72,680
March 2024	18.78	18.69	57,844

Table 37: Trading ranges and volumes for Franklin Canadian Ultra Short Term Bond Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	20.31	20.23	161,908
June 2023	20.30	20.21	174,643
July 2023	20.35	20.23	151,138
August 2023	20.34	20.23	172,429
September 2023	20.39	20.27	244,379
October 2023	20.43	20.28	302,524
November 2023	20.53	20.38	576,082
December 2023	20.59	20.46	282,992

Month	High Price	Low Price	Volume
January 2024	20.58	20.48	278,799
February 2024	20.61	20.51	256,661
March 2024	20.63	20.55	257,812

Table 38: Trading ranges and volumes for Franklin ClearBridge Sustainable Global Infrastructure Income Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	22.20	21.02	23,190
June 2023	21.28	20.68	9,337
July 2023	21.22	20.69	18,275
August 2023	20.82	19.92	13,600
September 2023	20.36	20.09	30,708
October 2023	19.23	18.05	47,276
November 2023	20.43	19.45	6010
December 2023	20.76	20.55	4,002
January 2024	20.95	19.99	7,510
February 2024	20.10	19.57	10,205
March 2024	20.49	20.26	13,369

Table 39: Trading ranges and volumes for Franklin ClearBridge Sustainable International Growth Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	19.44	18.82	2,211
June 2023	19.08	18.90	4,510
July 2023	19.23	18.46	2,246
August 2023	19.10	18.80	5,619
September 2023	18.70	18.08	402
October 2023	18.07	17.59	5,507
November 2023	19.24	18.46	6,539
December 2023	19.22	19.14	3,097
January 2024	19.79	19.53	1,963
February 2024	20.70	19.75	1,110
March 2024	21.41	20.96	6,420

Table 40: Trading ranges and volumes for Franklin Conservative Income ETF Portfolio on the TSX

This information is not yet available because the ETF Series units are new.

Table 41: Trading ranges and volumes for Franklin Core ETF Portfolio on the TSX

This information is not yet available because the ETF Series units are new.

Table 42: Trading ranges and volumes for Franklin Emerging Markets Equity Index ETF on CBOE

Month	High Price	Low Price	Volume
May 2023	15.32	15.04	4,465
June 2023	15.66	14.87	110,846
July 2023	15.97	15.01	2,459
August 2023	15.89	15.05	10,621
September 2023	15.55	14.83	6,253
October 2023	15.27	14.64	7,259
November 2023	15.83	15.11	2,807
December 2023	15.82	15.44	4,177
January 2024	15.39	14.88	5,868
February 2024	15.87	15.12	3,290

Month	High Price	Low Price	Volume
March 2024	16.25	15.88	7,008

Table 43: Trading ranges and volumes for Franklin FTSE Canada All Cap Index ETF on CBOE

Month	High Price	Low Price	Volume
May 2023	15.32	15.04	4,465
June 2023	15.66	14.87	110,846
July 2023	15.97	15.01	2,459
August 2023	15.89	15.05	10,621
September 2023	15.55	14.83	6,253
October 2023	15.27	14.64	7,259
November 2023	15.83	15.11	2,807
December 2023	15.82	15.44	4,177
January 2024	15.39	14.88	5,868
February 2024	15.87	15.12	3,290
March 2024	16.25	15.88	7,008

Table 44: Trading ranges and volumes for Franklin FTSE Japan Index ETF on CBOE

Month	High Price	Low Price	Volume
May 2023	15.32	15.04	4,465
June 2023	15.66	14.87	110,846
July 2023	15.97	15.01	2,459
August 2023	15.89	15.05	10,621
September 2023	15.55	14.83	6,253
October 2023	15.27	14.64	7,259
November 2023	15.83	15.11	2,807
December 2023	15.82	15.44	4,177
January 2024	15.39	14.88	5,868
February 2024	15.87	15.12	3,290
March 2024	16.25	15.88	7,008

Table 45: Trading ranges and volumes for Franklin FTSE U.S. Index ETF on CBOE

Month	High Price	Low Price	Volume
May 2023	31.76	30.48	145,755
June 2023	32.63	31.36	252,986
July 2023	33.65	32.34	655,698
August 2023	33.87	32.98	1,179,778
September 2023	34.15	31.99	217,509
October 2023	33.10	32.03	35,761
November 2023	34.76	32.59	1,453,101
December 2023	35.44	34.43	256,076
January 2024	36.74	34.83	206,169
February 2024	38.52	36.30	223,475
March 2024	38.54	38.36	714,419

Table 46: Trading ranges and volumes for Franklin Global Core Bond Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	18.80	18.42	27,394
June 2023	18.68	18.46	31,923
July 2023	18.70	18.38	41,845
August 2023	18.60	18.16	40,153
September 2023	18.46	17.89	17,417
October 2023	18.03	17.71	34,133

Month	High Price	Low Price	Volume
November 2023	18.51	17.86	49,198
December 2023	19.02	18.42	45,333
January 2024	18.91	18.61	39,691
February 2024	18.90	18.55	46,198
March 2024	18.90	18.55	70,125

Table 47: Trading ranges and volumes for Franklin Global Dividend Quality Index ETF on CBOE

Month	High Price	Low Price	Volume
May 2023	23.50	22.60	4,742
June 2023	23.23	22.79	37,275
July 2023	23.32	23.07	12,621
August 2023	23.68	23.28	4,662
September 2023	23.65	22.85	6,469
October 2023	22.92	22.44	3,602
November 2023	23.67	22.94	3,103
December 2023	24.27	23.62	4,097
January 2024	24.96	24.80	10,227
February 2024	25.40	24.62	4,404
March 2024	26.41	25.45	6,703

Table 48: Trading ranges and volumes for Franklin Global Growth Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	21.00	20.51	28,763
June 2023	21.46	20.67	31,283
July 2023	22.05	21.16	22,128
August 2023	21.99	21.06	11,988
September 2023	22.17	20.28	11,404
October 2023	21.13	19.71	35,495
November 2023	22.00	19.87	32,237
December 2023	22.87	21.94	13,450
January 2024	23.04	22.26	9,362
February 2024	23.60	22.99	13,558
March 2024	23.58	22.88	12,364

Table 49: Trading ranges and volumes for Franklin Growth ETF Portfolio on the TSX

This information is not yet available because the ETF Series units are new.

Table 50: Trading ranges and volumes for Franklin Innovation Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	17.07	15.46	1,857
June 2023	17.28	16.54	32,384
July 2023	17.97	17.00	16,458
August 2023	17.97	16.90	9,061
September 2023	18.00	16.77	4,365
October 2023	17.33	16.47	17,542
November 2023	18.72	16.78	11,105
December 2023	19.10	18.39	8,253
January 2024	20.34	18.40	35,949
February 2024	21.76	20.00	7,867
March 2024	22.38	21.65	5,510

Table 51: Trading ranges and volumes for Franklin International Equity Index ETF on CBOE

Month	High Price	Low Price	Volume
May 2023	25.79	24.75	358,152
June 2023	25.71	24.10	345,915
July 2023	25.48	24.28	255,374
August 2023	25.26	24.38	175,558
September 2023	25.03	23.83	1,386,641
October 2023	24.50	23.65	908,285
November 2023	25.71	24.02	1,232,296
December 2023	26.04	25.28	299,462
January 2024	26.41	25.55	1,137,000
February 2024	27.39	26.11	408028
March 2024	28.37	27.35	566,451

Table 52: Trading ranges and volumes for Franklin International Multifactor Index ETF on the TSX

Month	High Price	Low Price	Volume
May 2023	20.99	20.64	6,000
June 2023	21.11	20.05	16,300
July 2023	21.05	20.04	19,812
August 2023	20.93	20.50	5,525
September 2023	21.21	20.50	8,001
October 2023	21.06	20.43	5,681
November 2023	21.84	20.92	15,268
December 2023	22.12	21.75	6,360
January 2024	22.12	21.66	21,876
February 2024	22.69	22.09	2,325
March 2024	23.71	23.51	2000

Table 53: Trading ranges and volumes for Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF on the TSX

This information is not yet available because the ETF Series units are new.

Table 54: Trading ranges and volumes for Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF on the TSX

This information is not yet available because the ETF Series units are new.

Table 55: Trading ranges and volumes for Franklin U.S. Large Cap Multifactor Index ETF on the TSX

Month	High Price	Low Price	Volume
May 2023	33.80	31.93	13,680
June 2023	33.98	33.01	22,247
July 2023	34.99	33.90	50,482
August 2023	35.67	34.37	26,355
September 2023	35.81	33.38	38,871
October 2023	34.81	33.33	102,686
November 2023	36.51	34.20	28,067
December 2023	36.99	35.92	17,218
January 2024	38.86	36.21	15,745
February 2024	40.64	38.35	23,125
March 2024	41.86	40.34	32,875

Table 56: Trading ranges and volumes for Franklin Western Asset Core Plus Bond Fund on the TSX

Month	High Price	Low Price	Volume
May 2023	17.44	17.00	7,695
June 2023	17.36	16.88	11,745
July 2023	17.26	16.83	7,464
August 2023	16.97	16.46	3,651

Month	High Price	Low Price	Volume
September 2023	16.97	16.26	10,569
October 2023	16.17	15.86	16,532
November 2023	16.76	16.00	2,742
December 2023	17.28	16.72	25,288
January 2024	17.40	16.89	50,066
February 2024	17.24	16.76	48,886
March 2024	17.05	16.81	62,491

EXEMPTIONS AND APPROVALS

If a Fund has received the approval of a securities regulatory authority to vary any of the investment restrictions and requirements contained in securities legislation, including NI 81-102, the details of the permitted variations are described in the section **EXEMPTIONS FROM NI 81-102** on page 125.

If a Fund or FTIC has received exemptions from, or approvals in relation to:

- any other requirement of NI 81-102,
- any requirement of National Instrument 81-101 – *Mutual Fund Prospectus Disclosure* ("**NI 81-101**"), or
- any requirement of National Instrument 81-105 – *Mutual Fund Sales Practices* ("**NI 81-105**"),

the details are described in this section.

Cooperative marketing initiative

The Manager has received relief from subsection 5.1(a) of NI 81-105 to permit it to pay a participating dealer direct costs incurred by the participating dealer relating to a sales communication, investor conference or investor seminar prepared or presented by the participating dealer (each individually referred to as a "**Cooperative Marketing Initiative**" and collectively as "**Cooperative Marketing Initiatives**") if the primary purpose of the Cooperative Marketing Initiative is to provide educational information concerning tax or estate planning matters. The conditions of the relief are:

- that the Manager does not require the participating dealer to sell any of the Funds to investors;
- other than as permitted by NI 81-105, the Manager does not provide participating dealers with financial or any other incentives for recommending any of the Funds to investors;
- the materials presented in a Cooperative Marketing Initiative concerning tax or estate planning matters contain only general information about tax or estate planning matters;
- the Manager approves the content of the general educational material and selects and approves an appropriately qualified speaker for such presentations;
- any general educational material presented in a Cooperative Marketing Initiative contains an express statement that the content presented is for informational purposes only and not providing advice to the attendees of the presentation; and
- any general educational information about tax or estate planning matters presented in a Cooperative Marketing Initiative contains an indication of the types of professionals who may generally be qualified to provide advice on the subject matter of the information presented.

High Net Worth Fund Fact delivery relief

The Manager has received relief from the requirement in s. 3.2.1 of NI 81-101 to deliver a fund facts document to investors who purchase mutual fund securities of a high net worth series (the "**HNW Series**") pursuant to switches from a regular retail series upon meeting certain eligibility requirements based on the amount of the investor's investments.

The relief is subject to the Manager complying with certain notification and prospectus and fund facts disclosure requirements as set out in the relief.

Performance data relief

The Manager has received relief from the requirements of sections 15.3(2), 15.6(1)(a)(i) and 15.6(1)(d) of NI 81-102 to permit a Fund that has not distributed securities under a simplified prospectus in a jurisdiction for 12 consecutive months to include in its sales communications performance data for the period when the Fund was not a reporting issuer.

The Manager has received relief from the requirements of section 2.1 of NI 81-101 for the purposes of the relief requested, from Item 5 of Part I of Form 81-101F3 *Contents of Fund Facts Document*, to permit a Fund to include, in its Fund Facts for Series O, the past performance data for the period when the Fund was not a reporting issuer. The Manager also received relief from certain provisions of NI 81-106 to enable the Funds to include in their management reports of fund performance, the performance data of the Series O units of the Fund, since the inception date.

Table 56 identifies certain mergers that took place in 2023, in which each Fund identified as a **Terminating ETF** in that table and having the start date identified in that table merged into the ETF Series of the corresponding **Continuing Fund** identified in that table.

Table 57: Fund mergers

Terminating ETF	Start Date	Continuing Fund
Franklin Bissett Core Plus Bond Active ETF	July 8, 2019	Franklin Canadian Core Plus Bond Fund (formerly Franklin Bissett Core Plus Bond Fund)
Franklin Bissett Corporate Bond Active ETF	May 30, 2017	Franklin Canadian Corporate Bond Fund (formerly Franklin Bissett Corporate Bond Fund)
Franklin Bissett Short Duration Bond Active ETF	July 8, 2019	Franklin Canadian Short Term Bond Fund (formerly Franklin Bissett Short Duration Bond Fund)
Franklin Brandywine Global Sustainable Income Optimiser Active ETF	June 29, 2021	Franklin Brandywine Global Sustainable Income Optimiser Fund
Franklin ClearBridge Sustainable Global Infrastructure Income Active ETF	June 29, 2021	Franklin ClearBridge Sustainable Global Infrastructure Income Fund
Franklin ClearBridge Sustainable International Growth Active ETF	June 29, 2021	Franklin ClearBridge Sustainable International Growth Fund
Franklin Global Growth Active ETF	October 6, 2020	Franklin Global Growth Fund
Franklin Innovation Active ETF	February 4, 2021	Franklin Innovation Fund
Franklin Western Asset Core Plus Bond Active ETF	January 24, 2022	Franklin Western Asset Core Plus Bond Fund

The Manager, on behalf of each Continuing Fund, has received relief from applicable Canadian securities legislation to:

- permit the ETF Series of each Continuing Fund to disclose the series start date of the corresponding Terminating ETF as its

series start date in this simplified prospectus;

- permit the ETF Series of each Continuing Fund to disclose the trading price and volume information of the corresponding Terminating ETF as its trading price and volume information;

- permit the ETF Series of each Continuing Fund to disclose the start date, management expense ratio, average daily volume, number of days traded, market price, net asset value and average bid-ask spread of the corresponding Terminating ETF as its information in the applicable ETF facts;

- permit the ETF Series of each Continuing Fund to use the past performance data of the corresponding Terminating ETF in the "Average return", "Year-by-year returns" and "Best and worst 3-month returns" sections in the applicable ETF facts;

- permit the ETF Series of each Continuing Fund to use the management expense ratio, the trading expense ratio and the expenses of the corresponding Terminating ETF in the "ETF expenses" section of the applicable ETF facts;

- permit the ETF Series of each Continuing Fund to use the performance data of the corresponding Terminating ETF in sales communications and reports to securityholders;

- permit each Continuing Fund to file comparative annual and interim financial statements that include, in respect of the ETF Series, information derived from the financial statements of the corresponding Terminating ETF; and

- permit each Continuing Fund to include in its annual and interim management reports of fund performance, in respect of the ETF Series, the performance data and information derived from the financial statements and other financial information of the corresponding Terminating ETF;

The above relief is subject to the Manager complying with certain disclosure requirements.

On November 13, 2020, Templeton Growth Fund, Ltd. merged into Templeton Growth Fund. The Manager, on behalf of Templeton Growth Fund, has received relief from the requirements of NI 81-102 to permit Templeton Growth Fund to use historical performance data of Templeton Growth Fund, Ltd. in its sales communications, reports to unitholders and for the purpose of calculating its investment risk level.

Table 58 identifies the series of Templeton Growth Fund, Ltd. whose performance is continued in the corresponding series of Templeton Growth Fund, and provides the start date for each such series.

Table 58: Series of Templeton Growth Fund, Ltd.

Series	Start date
A	November 29, 1954
A-Hedged	March 28, 2013

Series	Start date
F	November 24, 2000
I	November 24, 2000
O	November 24, 2000
PA	January 25, 2019
PA-Hedged	January 25, 2019
PF	June 15, 2015

Fund data relief

The Manager has received relief from the requirements of sections 15.3(4)(c) (in respect of both the FundGrade A+ Awards and the FundGrade Ratings) and 15.3(4)(f) (in respect of the FundGrade A+ Awards only) of NI 81-102, which permit the FundGrade A+ Awards and the FundGrade Ratings to be referenced in sales communications relating to a Fund, subject to certain sales communication disclosure requirements.

Combined prospectus relief

The Manager, on behalf of the Funds, has obtained exemptive relief from applicable Canadian securities legislation in connection with the offering of ETF Series units to:

- relieve each Fund from the requirement to prepare and file a long form prospectus for its ETF Series units in the form prescribed by Form 41-101F2 *Information Required in an Investment Fund Prospectus*, subject to the terms of the relief, provided that each such Fund files a simplified prospectus for its ETF Series units in accordance with the provisions of National Instrument 81-101 *Mutual Fund Prospectus Disclosure,* other than the requirements pertaining to the filing of a fund facts document; and an ETF facts document in accordance with Part 3B of National Instrument 41-101 *General Prospectus Requirements*;

- permit a Fund that offers both ETF Series and Mutual Fund Series to treat the ETF Series and Mutual Fund Series as if such series were separate funds in connection with their compliance with the provision of part 9, 10 and 14 of National Instrument 81-102 *Investment Funds.*

General relief

Each Fund that offers ETF Series units has obtained exemptive relief from applicable Canadian securities legislation to:

- permit the purchase by a unitholder of more than 20% of the units of any such Fund through purchases on the TSX or another marketplace without regard to the takeover bid requirements of applicable Canadian securities legislation;

- permit a Fund to borrow cash in an amount not exceeding 5% of the net assets of the Fund for a period not longer than 45 days and, if required by the

lender, to provide a security interest over any of its portfolio assets as a temporary measure to fund the portion of any distribution payable to unitholders that represents amounts that have not yet been received by the Fund; and

- relieve the Funds from the requirement that a prospectus offering ETF Series units contain a certificate of the underwriters.

T+3 settlement relief

Where a Fund invests a portion of its portfolio assets in T+3 securities (which settle within three (3) Trading Days after the effective date of the trade), the Fund relies on exemptive relief from the Canadian securities regulatory authorities from the requirement to settle redemptions and exchanges of units of the Fund in a T+2 settlement cycle (within two (2) Trading Days) and instead settles redemptions and exchanges of units of the Fund in a T+3 settlement cycle (within three (3) Trading Days).

CERTIFICATE OF THE FUNDS, AND THE MANAGER AND PROMOTER OF THE FUNDS

This simplified prospectus and the documents incorporated by reference into the simplified prospectus, constitute full, true and plain disclosure of all material facts relating to the units offered by the simplified prospectus, as required by the securities legislation of all of the provinces and territories of Canada, and do not contain any misrepresentations.

Dated: May 16, 2024.

"Dennis Tew"

Dennis Tew
Head of Sales, Canada (signing in the capacity of Chief Executive Officer solely for the purposes of this certificate)
Franklin Templeton Investments Corp.

"David Paterson"

David Paterson
Chief Financial Officer
Franklin Templeton Investments Corp.

ON BEHALF OF THE BOARD OF DIRECTORS OF FRANKLIN TEMPLETON INVESTMENTS CORP., THE TRUSTEE, MANAGER AND PROMOTER OF THE FUNDS

"Andrew Ashton"

Andrew Ashton
Director

CERTIFICATE OF THE PRINCIPAL DISTRIBUTORS OF THE FUNDS

To the best of our knowledge, information and belief, this simplified prospectus and the documents incorporated by reference into the simplified prospectus, constitute full, true and plain disclosure of all material facts relating to the units offered by the simplified prospectus, as required by the securities legislation of each of the provinces and territories of Canada, and do not contain any misrepresentations.

Dated: May 16, 2024.

FRANKLIN TEMPLETON INVESTMENTS CORP., principal distributor of the Funds

By: *"Dennis Tew"*

Dennis Tew
Director

FTC INVESTOR SERVICES INC., principal distributor of the Funds

By: *"Manmeet Bhatia"*

Manmeet Bhatia
Director

WHAT IS A MUTUAL FUND AND WHAT ARE THE RISKS OF INVESTING IN A MUTUAL FUND?

What is a mutual fund?

A mutual fund is a pool of money contributed by people with similar investment objectives. A mutual fund is managed by investment professionals who select the investments that are held by the mutual fund. The mutual fund's investors share its income, expenses, gains, and losses in proportion to the value of the mutual fund securities they hold.

Each of the Funds is a mutual fund and is subject to NI 81-102.

Each of the Funds is a unit trust, and the securities that it issues to its investors are units.

What are the risks of investing in a mutual fund?

Mutual funds own different types of investments, depending on their investment objectives. The value of these investments will change from day to day, reflecting changes in interest rates, economic conditions, and market and company news. As a result, the value of a mutual fund's units may go up and down, and the value of your investment in a mutual fund may be more or less when you redeem it than when you purchased it.

The full amount of your investment in any Fund is not guaranteed. Unlike bank accounts or GICs, mutual fund units are not covered by the Canada Deposit Insurance Corporation or any other government deposit insurer.

In exceptional circumstances, a mutual fund may suspend redemptions (see **SUSPENDING YOUR RIGHT TO REDEEM MUTUAL** Fund Series units on page 56).

Below is a summary of the various risks that may be applicable to an investment in a Fund. To find out which of these risks apply to a particular Fund, see the individual Fund profiles in the second part of this document.

ABS / MBS risk

Asset-backed securities ("**ABS**") are debt obligations that are backed by pools of consumer or business loans. Mortgage-backed securities ("**MBS**") are debt obligations backed by pools of mortgages on commercial or residential real estate. If there are changes in the market perception of the issuers of these types of securities, or in the creditworthiness of the issuer or the underlying loans or mortgages, then the value of the securities may be affected.

The value of an MBS may also be affected by:

- a drop in the interest rates charged on the mortgages;
- a mortgagor defaulting on its obligations under a mortgage; or
- a drop in the value of the property secured by the mortgage.

Some ABS are short-term debt obligations, called asset-backed commercial paper. For these securities, there is a risk that there may be a mismatch in timing between the cash flow of the underlying assets backing the security and the repayment obligation of the security upon maturity.

Asset allocation risk

A Fund may be exposed to risks associated with the portfolio manager's asset allocation strategy. The allocation of the Fund's assets among a variety of asset classes, market sectors and geographic regions, credit quality and investment styles may

cause a Fund to underperform relative to other funds with similar investment objectives.

China A-securities risk

Certain Funds may invest in eligible China A-securities ("**Stock Connect Securities**") listed and traded on the Shanghai Stock Exchange and the Shenzhen Stock Exchange (collectively referred to as "**SSE**") through the Stock Connect program ("**Stock Connect**"). Stock Connect is a securities trading and clearing program developed by Hong Kong Exchanges and Clearing Limited, SSE and China Securities Depository and Clearing Corporation Limited for the establishment of mutual market access between Hong Kong Exchanges and Clearing Limited and SSE. Stock Connect Securities generally may not be sold, purchased or transferred other than through Stock Connect in accordance with its rules and regulations. While Stock Connect is not subject to individual investment quotas, there are daily and aggregate investment quotas imposed by Chinese regulations that apply to all Stock Connect participants. These quotas may restrict or preclude a Fund's ability to invest in Stock Connect Securities at the Fund's preferred time.

China bond connect risk

A Fund may invest in China interbank bonds traded on the China Interbank Bond Market ("**CIBM**") through the China – Hong Kong Bond Connect program ("**Bond Connect**"). In China, the Hong Kong Monetary Authority Central Money Markets Unit holds Bond Connect securities on behalf of ultimate investors in accounts maintained with a China-based custodian (either the China Central Depository & Clearing Co. or the Shanghai Clearing House). This recordkeeping system subjects an investor to various risks, including the risk that the investor may have a limited ability to enforce rights as a bondholder as well as the risks of settlement delays and counterparty default of the Hong Kong sub-custodian. CIBM securities traded through the Bond Connect can also be subject to other risks including but not limited to regulatory risk, liquidity risk, operational risk, tax risk and reputational risk.

Concentration risk

A Fund may concentrate its investments by:

- investing in relatively few securities, and/or
- investing primarily or exclusively in a particular region, country, and/or sector.

A Fund that has concentrated its investments in one more of these ways may be less diversified than other mutual funds. It may underperform other mutual funds if there is a downturn in the region, country, sector and/or securities in which the Fund has concentrated its investments.

Furthermore, a Fund's investment objectives and/or strategies may require it to concentrate its investments in this way. Such a Fund will maintain the concentration of its investments, despite unfavourable conditions for investment in the region, country, sector and/or securities in which it has concentrated its investments.

Credit risk

The issuer of a debt instrument may not be able to pay interest or repay the principal when it is due.

Many debt instruments have been assigned credit ratings by independent credit rating agencies. Credit risk is generally lower if the instrument has a high credit rating and higher if the instrument has a low credit rating or no credit rating.

A debt instrument with a low or no credit rating may be difficult to value due to the unavailability of market quotations. It may be less liquid than a higher-rated instrument, and its value may be more volatile.

Cybersecurity risk

As the use of technology has become more prevalent in the course of business, the Funds have become potentially more susceptible to operational risks through breaches in cybersecurity. A breach in cybersecurity refers to both intentional and unintentional events that may cause a Fund to lose proprietary information, suffer data corruption, or lose operational capacity. This in turn could cause a Fund to incur regulatory penalties, reputational damage, additional compliance costs associated with corrective measures, and/or financial loss. Cybersecurity breaches may involve unauthorized access to a Fund's digital information systems (for example, through hacking or malicious software coding), but may also result from outside attacks such as denial-of-service attacks (efforts to make network services unavailable to intended users). In addition, cybersecurity breaches of a Fund's third-party service providers (which may include administrators, transfer agents, custodians and sub-advisors) or issuers that a Fund invests in can also subject a Fund to many of the same risks associated with direct cybersecurity breaches. Like with operational risk in general, the Funds have established risk management systems designed to reduce the risks associated with cybersecurity breaches. However, there is no guarantee that such efforts will succeed, especially since the Funds do not directly control the cybersecurity systems of issuers or third-party service providers.

Derivative risk

Although derivatives are often used by mutual funds to avoid risk, they have their own kinds of risk.

A Fund that uses derivatives may be subject to the following risks:

- There is no guarantee a market will exist when a Fund wants to exit a derivative. This could prevent the Fund from realizing a profit or limiting a loss on the derivative.
- Certain derivatives are traded on exchanges that may set daily trading limits that may prevent a Fund from entering or exiting a derivative when it wishes to do so.
- If the counterparty to a derivative defaults on its obligations to the Fund, the Fund may incur a loss.
- When entering into a derivative, a Fund may be required to provide collateral to the counterparty to that derivative. If the counterparty becomes insolvent, the Fund may not recover all or any of the collateral it provided to the lender.

What is a derivative?

A derivative is a contract between two parties whose value is determined with reference to an underlying interest, such as the market price of an asset (such as a currency, commodity or share) or the value of an index or an economic indicator (such as a stock market index or a specified interest rate).

Derivatives can generally be classified as options, forwards, futures or swaps. An option gives its holder the right, but not the obligation, to buy or sell the underlying interest at a specified price within a specified period of time. (A call option gives its holder the right to buy; a put option gives its holder the right to sell.) A forward is a commitment to buy or sell the underlying interest at a specified price on a specified future date. A future is similar to a forward, except that futures are traded on exchanges. A swap is a commitment to exchange one set of payments for another set of payments.

Some derivatives are settled by one party delivering the underlying interest to the other party, who pays the specified price in full; other derivatives are settled by a single cash payment representing the final net value of the contract.

- A Fund that holds a long or short position in a future whose underlying interest is a commodity will always seek to close out that position by entering into an offsetting future prior to the first date on which the mutual fund might be required to make or take delivery of the commodity under the future. However, there is no guarantee the Fund will be able to do so. This could result in the Fund having to make or take delivery of the commodity.

- Any use of derivatives for hedging purposes may be ineffective, and may limit, reduce or eliminate the Fund's opportunity for profit in respect of the investment(s) being hedged.

Dividend-oriented companies risk

Companies that have historically paid regular dividends to shareholders may decrease or eliminate dividend payments in the future. A decrease in dividend payments by an issuer may result in a decrease in the value of the issuer's securities and less available income for a Fund.

Emerging markets risk

A Fund may invest in emerging markets. In emerging market countries, securities markets may be smaller than in more developed countries, making it more difficult to trade securities in order to take profits or avoid losses. Companies in these markets may have limited product lines, markets or resources, making it difficult to measure the value of the company. Political instability and possible corruption, as well as lower standards of regulation for business practices increase the possibility of fraud and other legal problems.

Equity risk

The value of Funds that invest in equity securities, also called stocks or shares, will be affected by changes in the market price of those securities.

The price of a share is influenced by the outlook for the company that issued it and by general economic, industry and market trends. When the economy is strong, the outlook for many companies will be good, and share prices will generally rise. On the other hand, share prices usually decline with a general economic or industry downturn.

ETF risk

A Fund may invest in a Fund whose securities are listed for trading on an exchange (an exchange-traded fund or "**ETF**"). The investments of ETFs may include stocks, bonds, commodities and other financial instruments. An ETF may be an index participation unit ("**IPU**"), designed to replicate the performance of a widely quoted market index. Not all ETFs are IPUs. While investment in an ETF generally presents the same risks as investment in a conventional mutual fund that has the same investment objectives and strategies, it also carries the following additional risks, which do not apply to investment in conventional mutual funds:

- The performance of an ETF may be significantly different from the performance of the index, assets, or financial measure that the ETF is seeking to track. There are several reasons that this might occur, including that ETF securities may trade at a premium or a discount to their NAV per security or that ETFs may employ complex strategies, such as leverage, making tracking with accuracy difficult.

- An active trading market for ETF securities may fail to develop or fail to be maintained.

- There is no assurance that the ETF will continue to meet the listing requirements of the exchange on which its securities are listed for trading. Also, commissions may apply to the purchase or sale of ETF

securities. Therefore, investment in ETF securities may produce a return that is different than the change in the NAV of these securities.

Foreign currency risk

The value of a security that is issued in a foreign currency, or that pays income in a foreign currency, is affected by changes in the value of that foreign currency relative to the Canadian dollar. As a result, currency fluctuations may adversely affect the value of a Fund's investment in that security.

For example, if the U.S. dollar rises relative to the Canadian dollar, U.S. securities will be worth more in Canadian dollars. On the other hand, if the U.S. dollar falls, U.S. securities will be worth less in Canadian dollars. Funds or series whose strategy includes currency hedging will seek to minimize this risk. To the extent that a Fund or series does not hedge its foreign currency risk, the value of the assets attributable to that Fund or series, or of the income derived from those assets, could be adversely affected by currency exchange rate movements.

Foreign currency hedging risk

Certain Funds may seek to reduce or eliminate foreign currency risk by entering into derivatives such as forwards. The pursuit of this type of hedging strategy entails the following risks:

- There is no guarantee that the hedging strategy will be successful. To the extent that the hedging strategy is incomplete or unsuccessful, the Fund will remain exposed to foreign currency risk.
- The Fund may from time to time be unable to enter into, or to exit from, the derivatives on which the hedging strategy depends.
- There may be circumstances in which a hedging transaction reduces currency gains that would otherwise arise for the Fund.

Foreign investment risk

The value of foreign securities may be influenced by the policies of foreign governments and by political, economic or social instability. There may be less information about foreign issuers than about Canadian issuers and there may be lower standards of government supervision and regulation in foreign financial markets. A Fund that holds foreign securities may have difficulty enforcing its legal rights as an investor in jurisdictions outside Canada.

Fund of funds risk

A Fund is exposed to the same risks as the Underlying Funds in which it invests in proportion to the size of its investment in the Underlying Funds.

A Fund may invest substantially all of its assets in one or more Underlying Funds. In this case, the performance of the Fund may differ from the performance of its Underlying Funds for one or more of the following reasons:

- The fees and expenses of the Fund may differ from the fees and expenses of its Underlying Funds.
- There may be a delay between the time an investor purchases Fund units and the time the Fund makes the corresponding purchase of Underlying Fund securities.
- The Fund may, instead of investing in its Underlying Funds, hold cash or short-term debt instruments for liquidity reasons.

Illiquidity risk

A Fund that holds illiquid securities may be unable to sell these securities. This may be because there is a limited trading market for the securities, or because their trading is subject to legal restrictions. An illiquid security may trade at a price that differs significantly from its value.

Index investment risk

Certain Funds seek to replicate the performance of an index. A Fund that pursues this type of investment objective is exposed to the following risks:

- The Fund will not take defensive positions in anticipation of adverse market conditions.
- Generally, the Fund will not reduce or eliminate its exposure to an index constituent that has experienced, or is expected to experience, an adverse change, until that index constituent is removed from the applicable index. If an index constituent is removed from an index, there is no guarantee that the Fund will be able to dispose of that index constituent at an attractive price, or at all.
- The Fund may have more of its net asset value invested in one or more issuers than is usually permitted for mutual funds, which may negatively impact the liquidity and diversification of the Fund, its ability to satisfy redemption requests and the volatility of the Fund. The Fund may be unable to replicate the performance of the index effectively due to fees, expenses and/or taxes that are incurred by the Fund but that are not included in the calculation of the index.
- The Fund may, if permitted by its investment strategies, invest in instruments that are not index constituents, and the performance of these investments may not replicate the performance of those index constituents.
- The calculation or publication of an index's performance may be incorrect, suspended or delayed.

Inflation-linked bonds risk

The value of an inflation-linked bond will fluctuate in response to changes in real interest rates (interest rates adjusted for inflation). The price of such a bond will increase when real interest rates fall, but it will also decrease when real interest rates rise. Inflation-linked bonds include:

- Real Return Bonds (**"RRBs**"), which are issued by the Canadian federal government, and
- Treasury Inflation-Protected Securities ("**TIPS**"), which are issued by the U.S. federal government.

The value of an inflation-linked bond may decrease more than the values of other debt instruments of similar duration if real interest rates rise more than nominal interest rates.

There can be no assurance that changes in the value of an inflation-linked bond will be directly correlated to changes in interest rates; for example, if interest rates rise for reasons other than inflation, their rise may have no impact on the value of an inflation-linked bond.

Interest rate risk

The value of a Fund that invests in bonds or other debt instruments will be affected by changes in interest rates.

Generally, the interest rate on a bond is fixed when it is issued. As a result, the bond's price will increase

when interest rates fall, but it will also decrease when interest rates rise.

Convertible bonds also pay interest at a fixed rate. Therefore, the price of a convertible bond may also vary inversely with interest rates. However, because a convertible bond can be converted into equity on specified terms, its price may be less sensitive to changes in interest rates than the price of a similar non-convertible bond.

Certain debt instruments pay a floating or variable rate of interest. While the value of such an instrument is generally less sensitive to changes in interest rates, its yield will generally rise and fall with such changes.

Large transaction risk

Units of a Fund may be purchased and redeemed by certain investors, including financial institutions and other mutual funds, who may purchase or redeem large numbers of Fund units at one time. The purchase or redemption of a substantial number of a Fund's units may require its portfolio advisor to change the composition of its portfolio significantly or force the portfolio advisor to buy or sell investments at unfavourable prices, which can affect the Fund's performance and may also have adverse tax consequences to the Fund and its investors (see **INCOME TAX CONSIDERATIONS** on page 81).

Market risk

There are risks associated with being invested in the equity and fixed-income markets generally. The market value of a Fund's investments may rise and fall based on specific company developments and broader market conditions of the equity and/or debt markets.

Market values may also vary with changes in the general economic and financial conditions in countries where the investments are based and as a result of global or regional political, economic, health and/or banking crises. For example, the spread of the respiratory disease designated as COVID-19 caused a significant slowdown in the global economy and volatility in global financial markets.

A slower-growth or recessionary economic environment, such as that caused by COVID-19, may have an adverse effect on the prices of the various stocks or bonds held by a Fund.

All investments, including the Funds, are subject to general market risk.

Portfolio management risk

Each Fund depends on its portfolio advisor(s) to select individual securities or other investments for the Fund. Each Fund is therefore subject to the risk that poor security selection or market allocation will cause it to underperform relative to its benchmark or to other mutual funds with similar investment objectives.

REIT risk

The value of a real estate investment trust (a "**REIT**") may be affected by any change in the value of the properties owned and other factors, and their prices tend to go up and down. A REIT's performance depends on the types of, and locations of, properties it owns and how well it manages those properties. A decline in rental income may occur because of extended vacancies, increased competition from other properties, tenants' failure to pay rent or poor management. A REIT's performance also depends on the company's ability to finance property purchases and renovations and manage its cash flows. Because a REIT may be invested in a limited number of projects or in a particular market segment, it may be more susceptible to adverse developments affecting a single project or market segment than more broadly diversified investments. Loss of status as a qualified REIT under the U.S. federal tax laws could adversely affect the value of a particular REIT or the market for REITs as a whole. These risks may also apply to securities of REIT-like entities domiciled outside the U.S.

Regional risk

A Franklin Index ETF may invest in specific countries or geographic regions to approximate the same extent as its index. To the extent that an invests a significant portion of its assets in a specific geographic region or a particular country, the Franklin Index ETF will generally have more exposure to the specific regional or country economic risks. In the event of economic or political turmoil or a deterioration of diplomatic relations in a region or country where a substantial portion of the Franklin Index ETF's assets are invested, the Franklin Index ETF may experience substantial illiquidity or reduction in the value of its investments. Adverse conditions in a certain region or country can also adversely affect securities of issuers in other countries whose economies appear to be unrelated.

SLA / repo / reverse repo risk

Certain Funds may enter into securities lending agreements ("**SLAs**"), repurchase agreements ("**repos**"), and/or reverse repurchase agreements ("**reverse repos**").

A Fund that enters into any of these agreements is subject to the risk that the counterparty to the agreement defaults on its obligations to the Fund. In this case, the Fund may incur a loss if the collateral it holds is worth less than:

- the portfolio securities it has loaned (in the case of a securities lending agreement) or sold (in the case of a repurchase agreement), or
- the amount by which the securities it has purchased have declined (in the case of a reverse repurchase agreement).

Our Funds do not currently engage in securities lending, repurchase or reverse repurchase transactions.

What are securities lending agreements, repurchase agreements and reverse repurchase agreements?

In a securities lending agreement, a Fund loans portfolio securities to a borrower. For as long as the loan remains outstanding, the borrower must compensate the Fund for the loan of the securities, and must also provide collateral to the Fund to secure the loan.

In a repurchase agreement, a Fund sells portfolio securities at one price and simultaneously agrees to repurchase these securities on a specified future date at a specified price. Until the repurchase is complete, the counterparty must provide collateral to the Fund to secure its commitment to resell the portfolio securities to the Fund.

In a reverse repurchase agreement, a Fund purchases securities at one price and simultaneously agrees to sell those securities on a specified future date at a specified price. Until the agreement is completed, the counterparty must provide collateral to the Fund to secure its commitment to repurchase the securities from the Fund.

Secondary market trading risk

Although the ETF Series units are or will be listed on the applicable Exchange, there can be no assurance that an active public market for the ETF Series units will develop or be sustained.

There can be no assurance that ETF Series units will trade at prices that reflect their NAV per unit. The units of an ETF Series may trade on the applicable Exchange at a premium or a discount to their NAV per unit. However, as Designated Brokers and ETF Dealers subscribe for and exchange Prescribed Number of ETF Series Units of a Fund at the NAV per unit, we do not expect the units of any ETF Series to trade at a large premium or discount to their NAV per unit for a sustained period of time.

Trading of ETF Series units on the applicable Exchange may be halted by the activation of security-specific or market-wide 'circuit breakers', which halt trading for a specific period of time when the price of a particular security or the overall market declines by a specified percentage. Trading of ETF Series units may also be halted if:

- the ETF Series units are delisted from the applicable Exchange without first being listed on another exchange; or
- applicable Exchange officials determine that such action is appropriate in the interest of a fair and orderly market or to protect investors.

Series risk

Generally, each Fund may issue units of more than one series. Each series of a Fund has its own fees and expenses, which the Fund tracks separately. If a Fund cannot pay the expenses of one series using that series' proportionate share of its assets, it may have to pay those expenses out of the other series' proportionate share of its assets, which could lower the investment return of those other series.

Short selling risk

A Fund that engages in short selling is subject to these risks:

- There can be no assurance that the borrowed securities will decline in value during the term of the short position; they may increase in value instead.
- The Fund may experience difficulties in repurchasing the borrowed securities if a liquid market for those securities does not exist at that time.
- The lender may require the Fund to return the borrowed securities at any time, which may require the Fund to close out the short sale at an inopportune time.

What is short selling?

To effect a short sale, a Fund borrows securities from a lender and sells them on the open market. At a later date, the Fund closes out the short position by purchasing the same securities on the open market and delivering those securities to the lender. In the interim, the Fund must compensate the lender for the loan of the securities, and must also provide collateral to the lender to secure the loan.

A Fund's gain (loss) on a short sale equals the amount by which its proceeds from the initial short sale, less the compensation it pays to the lender, is greater (less) than the amount it pays to purchase the securities to close out the short position.

- The lender may become insolvent, in which case the Fund may not recover all or any of the collateral it provided to the lender.

Smaller companies risk

The share price of smaller companies is usually more volatile than that of more established larger companies. Smaller companies may be developing new products that have not yet been tested in the marketplace or their products may quickly become obsolete. They may have limited resources, including limited access to funds or unproven management, and may trade less frequently and in smaller volume than securities of large companies. They may have few securities outstanding, so that a sale or purchase of securities will have a greater impact on the share price.

Sustainability risk

A Fund may include sustainability considerations in its investment objective and/or pursue its investment objective using investment strategies that include

sustainability considerations. Frequently, these considerations will be based on the portfolio manager's assessment of the ESG factors that pertain to the issuers, industries, or countries that comprise the Fund's investment universe.

A Fund that includes sustainability considerations may underperform against similar funds that do not include these considerations:

- The Fund may decline to invest—or may underweight or dispose of its investment—in a particular issuer, sector or region due to sustainability considerations when other investment considerations suggest that investment would be advantageous.

- The Fund may invest—or may overweight or maintain its investment—in a particular issuer, sector or region due to sustainability considerations when other investment considerations suggest that investment would be disadvantageous.

The process of assessing ESG factors is at least partially subjective. For a Fund that includes sustainability considerations, there can be no assurance that the portfolio manager's assessment of ESG factors will reflect the beliefs or values of any of the Fund's investors.

Taxation risk

The Funds will be subject to certain tax risks generally applicable to Canadian investment funds, including the following (further tax risks are discussed under Income Tax Considerations):

If a Fund does not qualify as a mutual fund trust for the purposes of the Tax Act throughout a taxation year, the Fund may be liable to pay alternative minimum tax and/or tax under Part XII.2 of the Tax Act, and would not be entitled to a Capital Gains Refund (as defined herein). In addition, if a Fund does not qualify as a mutual fund trust, it may be subject to the "mark-to-market" rules of the Tax Act if more than 50% of the fair market value of the units are held by "financial institutions" within the meaning of the Tax Act for the purposes of the "mark-to-market" rules. In such a case, the Fund will be required to recognize on income account any gains and losses accruing on certain types of debt obligations and equity securities that it holds and also will be subject to special rules with respect to income inclusion on these securities. Any income arising from such treatment will be included in the amounts distributed to unitholders. Each time a Fund becomes or ceases to be a financial institution in accordance with the mark-to-market rules, the tax year of the Fund will be deemed to end immediately before that time, and gains or losses accrued on certain securities before that time will be deemed realized by the Fund and any net income will be distributed to unitholders. A new taxation year for the Fund will then begin, and for that and subsequent taxation years, for so long as not more than 50% of the units of the Fund are held by financial institutions, or the Fund is a mutual fund trust for the purposes of the Tax Act, the Fund will not be subject to the mark-to-market rules. There can be no assurance that a Fund is not a "financial institution" or will not in the future become, or cease to be, a "financial institution" and no assurance as to when and to whom any distributions arising on the change in "financial institution" status of a Fund will be made, or that the Fund will not be required to pay tax on any undistributed income or taxable capital gains realized by the Fund on such event. This may result in additional or adverse tax consequences to a Fund's unitholders.

There can be no assurance that the CRA will agree with the tax treatment adopted by a Fund in filing its tax return. The CRA could reassess a Fund on a basis that results in tax being payable by the Fund or in an increase in the taxable component of distributions considered to have been paid to unitholders. A reassessment by the CRA may result in a Fund being liable for unremitted withholding tax on prior distributions to non-resident unitholders. As

the Fund may not be able to recover such withholding taxes from the non-resident unitholders whose units are redeemed or sold, payment of any such amounts by the Fund would reduce the applicable NAV, NAV per unit or trading prices of the Units.

A Fund that issues ETF Series units would be a SIFT trust for the purposes of the Tax Act if it held a "non-portfolio property" (as defined in the Tax Act), or holds derivative instruments held in its portfolio or any other property in the course of carrying on a business in Canada. If a Fund is a SIFT trust, it will generally be subject to tax at rates applicable to a Canadian corporation on income from a non-portfolio property and net taxable capital gains realized on the disposition of a non-portfolio property. Unitholders who receive distributions from a Fund of this type of income and capital gains are deemed to receive an eligible dividend from a Canadian corporation for tax purposes. The total of the tax payable by a Fund on its non-portfolio earnings and the tax payable by a unitholder on the distribution of those earnings will generally be more than the tax that would have been payable in the absence of the tax rules that apply to a SIFT trust. The Declaration of Trust requires each Fund to restrict its investments and activities so that it will not be a SIFT trust.

If a Franklin Index ETF realizes capital gains as a result of the transfer or disposition of its property undertaken to permit an exchange or redemption of its units by a unitholder, allocation of fund-level capital gains may be permitted pursuant to the Declaration of Trust. Pursuant to recent amendments to the Tax Act (the "**ATR Rule**"), the Franklin Index ETFs will be able to designate capital gains to unitholders on an exchange or redemption of units in an amount determined by a formula (the "**Capital Gains Designation Limit**") that is based on (i) the amount of capital gains designated to unitholders on an exchange or redemption of units in the taxation year, (ii) the total amount paid for exchanges or redemptions of units in the taxation year, (iii) the Franklin Index ETF's NAV at the end of the taxation year and the end of the previous taxation year, and (iv) the Franklin Index ETF's net taxable capital gains for the taxation year. In general, the formula contained in the Tax Act is meant to limit a Franklin Index ETF's designation to an amount that does not exceed the portion of the Franklin Index ETF's taxable capital gains considered to be attributable to unitholders that exchanged or redeemed their units in the year. The amount of taxable distributions made to unitholders of the Franklin Index ETFs may be greater than they would have been in the absence of these recent amendments.

Rules in the Tax Act that apply to "loss restriction events" (as defined in the Tax Act) of certain trusts (the "**LRE Rules**") may have an impact on a Fund in certain circumstances. Generally, the Fund will have a "loss restriction event" if any person, together with other persons with whom that person is affiliated within the meaning of the Tax Act, or any group of persons acting in concert, acquires units of the Fund having a fair market value that is greater than 50% of the fair market value of all the units of the Fund. Upon the occurrence of a "loss restriction event", the taxation year of the Fund will be deemed to end and the Fund will be deemed to realize its capital losses. The Fund may elect to realize capital gains in order to offset its capital losses and non-capital losses, including undeducted losses from prior years. Any undeducted losses will generally expire and may not be deducted by the Fund in future years. The Declaration of Trust provides for the distribution to unitholders of a sufficient amount of income and capital gains of the Fund for each taxation year (including a taxation year that is deemed to end by virtue of a loss restriction event) so that the Fund will not be liable for ordinary income tax. The Declaration of Trust provides that any such distribution is automatically reinvested in units of a Fund and the units of the Fund are immediately consolidated to the pre-distribution NAV. Trusts that qualify as "investment funds" as defined in the LRE Rules are exempt from such adverse consequences. If a Fund

were not to qualify as an "investment fund", it could potentially have a "loss restriction event" and thereby become subject to the related tax consequences described above. It may not be possible for a Fund to determine if or when a loss restriction event has occurred because of the nature of its investments and the way units are bought and sold. There can be no assurances that the Fund will not experience a loss restriction event and there can be no assurances regarding when or to whom the distributions resulting from a loss restriction event will be made, or that the Fund will not be required to pay tax notwithstanding such distributions.

In determining its income for tax purposes, the Funds will treat option premiums received on the writing of call options and put options and any gains or losses sustained on closing out such options in accordance with the CRA's published administrative practice. The CRA's practice is not to grant advance income tax rulings on the characterization of items as capital or income and no advance income tax ruling has been applied for or received from the CRA. Accordingly, there is a risk that the CRA may not agree with the tax treatment adopted by the Funds. In such case, the net income of a Fund for tax purposes and the taxable component of distributions to unitholders of a Fund could increase, and the Fund could be liable for income tax. Any such redetermination by the CRA may also result in the Fund being liable for unremitted withholding taxes on prior distributions made to unitholders who were not resident in Canada for the purposes of the Tax Act at the time of the distribution. Such potential liability may reduce NAV, NAV per unit or the trading prices of the Units.

Investment risk classification methodology

The investment risk level of a mutual fund is required to be determined in accordance with the standardized risk classification methodology mandated by the Canadian securities regulatory authorities. It is based on a mutual fund's historical volatility as measured by the 10-year standard deviation of the returns of the mutual fund.

What is standard deviation?

Standard deviation is one of the most widely-accepted ways to quantify the volatility of a Fund's returns. The greater the standard deviation, the greater the volatility.

In cases where a Fund is new or has less than 10 years of performance history, we determine its investment risk level using a proxy fund or a reference index. A proxy fund is another Franklin Templeton Fund that has at least 10 years of performance history, and that has the same portfolio manager, investment objectives and strategies as the mutual fund whose investment risk level we are determining. If we cannot identify a proxy fund, we will choose an appropriate reference index, whose standard deviation we expect to approximate the standard deviation of the Fund, to determine the Fund's investment risk level. Table 59 identifies each Fund for which we have used a proxy fund or one or more reference indices, and for each such Fund, identifies the proxy fund or reference indices we have used and the weight, if applicable, assigned to each.

Table 59: Proxy fund/reference indices

Fund	Proxy fund / reference index or indices
Franklin All-Equity ETF Portfolio	25% S&P/TSX Composite Index 75% MSCI All country World Index

Fund	Proxy fund / reference index or indices
Franklin Brandywine Global Sustainable Balanced Fund	50% MSCI All Country World Index 50% Bloomberg Multiverse Hedged (C$) Index
Franklin Canadian Bond Fund	100% FTSE Canada Universe Bond Index
Franklin Canadian Core Equity Fund Franklin Sustainable Canadian Core Equity Fund	100% S&P/TSX Composite Index
Franklin Canadian Government Bond Fund	100% FTSE Canada All Government Bond Index
Franklin Canadian Monthly Income and Growth Fund	45% FTSE Canada Universe Bond Index 35% S&P/TSX Composite Index 20% S&P 500 Index
Franklin Canadian Ultra Short Term Bond Fund	100% FTSE Canada Short Term Overall Bond Index
Franklin ClearBridge Canada Plus Equity Fund	60% S&P/TSX Composite Index 40% S&P 500 Index
Franklin ClearBridge Sustainable Global Infrastructure Income Fund	100% S&P Global Infrastructure Index
Franklin ClearBridge U.S. Sustainability Leaders Fund	100% Russell 3000 Index
Franklin Conservative Income ETF Portfolio	37.5% Bloomberg Barclays Multiverse Hedged (C$) Index 37.5% FTSE Canada Universe Bond Index 18.5% MSCI All Country World Index 6.5% S&P/TSX Composite Index
Franklin Core ETF Portfolio	41.5% MSCI All Country World Index 22.5% Bloomberg Barclays Multiverse Hedged (C$) Index 22.5% FTSE Canada Universe Bond Index 13.5% S&P/TSX Composite Index
Franklin Emerging Markets Core Equity Fund	100% MSCI Emerging Markets Index
Franklin Emerging Markets Equity Index ETF	100% Solactive GBS Emerging Markets Large & Mid Cap CAD Index-NR
Franklin FTSE Canada All Cap Index ETF	100% FTSE Canada All Cap Domestic Index
Franklin FTSE Japan Index ETF	100% FTSE Japan Index
Franklin Global Core Bond Fund	100% Bloomberg Barclays Global Aggregate (100% Hedged into CAD) Index
Franklin Global Dividend Quality Index ETF	100% MSCI All Country World ex REITS Index-NR

Fund	Proxy fund / reference index or indices
Franklin Growth ETF Portfolio	56.5% MSCI All Country World Index 18.5% S&P/TSX Composite Index 12.5% Bloomberg Barclays Multiverse Hedged (C$) Index 12.5% FTSE Canada Universe Bond Index
Franklin Innovation Fund	100% Russell 1000 Growth Index
Franklin International Core Equity Fund	100% MSCI EAFE Index
Franklin International Equity Index ETF	100% Solactive GBS Developed Markets ex North America Large & Mid Cap CAD Index-NR
Franklin International Multifactor Index ETF	100% MSCI EAFE Index-NR
Franklin Martin Currie Improving Society Fund	100% MSCI All Country World Index
Franklin Martin Currie Sustainable Emerging Markets Fund	100% MSCI Emerging Markets Index
Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF	100% S&P 500 Dividend Aristocrats Net Total Return Index
Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF	100% S&P/TSX Canadian Dividend Aristocrats Total Return Index
Franklin Sustainable International Core Equity Fund	100% MSCI EAFE Index
Franklin Sustainable U.S. Core Equity Fund	100% S&P 500 Index
Franklin U.S. Core Equity Fund	100% S&P 500 Index
Franklin U.S. Large Cap Multifactor Index ETF	100% Russell 1000 Index-NR
Franklin Western Asset Core Plus Bond Fund	100% Bloomberg US Aggregate Bond Index (CAD Hedged)
FT Balanced Growth Private Wealth Pool	38% FTSE Canada Universe Bond Index 20% MSCI EAFE Index 20% S&P 500 Index 20% S&P/TSX Composite Index 2% FTSE Canada 91-Day T-Bill Index
FT Balanced Income Private Wealth Pool	58% FTSE Canada Universe Bond Index 14% MSCI EAFE Index 13% S&P 500 Index 13% S&P/TSX Composite Index 2% FTSE Canada 91-Day T-Bill Index

Fund	Proxy fund / reference index or indices
FT Growth Private Wealth Pool	30% MSCI EAFE Index 25% S&P 500 Index 25% S&P/TSX Composite Index 18% FTSE Canada Universe Bond Index 2% FTSE Canada 91-Day T-Bill Index

Table 60 provides a description of each reference index listed in Table 59.

Table 60: Reference index description

Reference index	Description
Bloomberg Barclays Global Aggregate (100% Hedged into CAD) Index	a measure of global investment grade debt from twenty-four local currency markets. This multi-currency benchmark includes treasury, government-related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers
Bloomberg Barclays High Yield Very Liquid Index	a component of the US Corporate High Yield Index, designed to track the more-liquid segment of the USD-denominated, high-yield, fixed-rate corporate bond market
Bloomberg Barclays High Yield Very Liquid Index (CAD Hedged)	a component of the US Corporate High Yield Index, designed to track the more-liquid segment of the USD-denominated, high-yield, fixed-rate corporate bond market; index returns are hedged to the Canadian dollar, and are shown in Canadian-dollar terms
Bloomberg Barclays Multiverse Hedged (C$) Index	a broad measure of the global fixed-income market, including investment-grade and non-investment-grade securities; index returns are hedged to the Canadian dollar
Bloomberg Barclays US Aggregate Bond Index	a market-value-weighted index of fixed-rate bonds issued by US issuers that have an investment-grade rating and a term to maturity of at least one year; includes government and corporate securities, mortgage pass-through securities and asset-backed securities
Bloomberg US Aggregate Bond Index (CAD Hedged)	a market-value-weighted index of fixed-rate bonds issued by US issuers that have an investment-grade rating and a term to maturity of at least one year; includes government and corporate securities, mortgage pass-through securities and asset-backed securities; index returns are hedged to the Canadian dollar, and are shown in Canadian-dollar terms
FTSE Canada All Cap Domestic Index	a market-capitalization weighted index comprised of stocks of large-, mid- and small-capitalization Canadian issuers.
FTSE Canada Universe Bond Index	a broad measure of bonds issued by Canadian issuers that have a term to a maturity of over one year; includes federal, provincial, municipal and corporate bonds rated “BBB” or higher
FTSE Canada 91-Day T-Bill Index	an index of treasury bills issued by the Government of Canada that have a term to maturity of fewer than 91 days
FTSE Canada All Government Bond Index	an index including government-issued and government-guaranteed bonds that have an investment-grade rating and a term to maturity of at least one year
FTSE Canada Short Term Overall Bond Index	an index of bonds issued by Canadian issuers that have an investment-grade rating and a term to maturity of one to five years

Reference index	Description
FTSE Japan Index	a market-capitalization weighted index comprised of stocks of large- and mid-capitalization Japanese companies that are constituents of the FTSE All-World Index
FTSE USA Index	a market- capitalization weighted index comprised of stocks of large and mid-capitalization U.S. issuers
MSCI All Country World Index	a free-float-adjusted capitalization-weighted index designed to measure the equity market performance of developed and emerging markets throughout the world
MSCI All Country World ex REITS Index-NR	an equity index which captures issuers across all sources of equity in 23 developed and 25 emerging markets.
MSCI EAFE Index	a free-float-adjusted capitalization-weighted index designed to measure the equity market performance of developed markets in Europe, Australia and the Far East
MSCI EAFE Index-NR	an equity index which captures large- and mid-capitalization issuers across developed markets, excluding the United States and Canada. With 930 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country
MSCI Emerging Markets Index	a free-float-adjusted capitalization-weighted index intended to measure the equity market performance of emerging markets
MSCI USA High Dividend Yield Index	a subset of equities in the MSCI USA Index (excluding REITs) having above-average dividend income and quality characteristics
MSCI USA High Dividend Yield Index (CAD Hedged)	a subset of equities in the MSCI USA Index (excluding REITs) having above-average dividend income and quality characteristics; index returns are hedged to the Canadian dollar, and are shown in Canadian-dollar terms
Russell 1000 Growth Index	a measure of the performance of the large-cap growth segment of the U.S. equity universe. It includes those Russell 1000® companies with higher price-to-book ratios and higher forecasted growth values
Russell 3000 Index	a capitalization-weighted index of the securities of the 3,000 largest U.S. companies
Russell 1000 Index-NR	a index of approximately 1,000 of the largest companies in the U.S. equity markets, the Russell 1000 is a subset of the Russell 3000 Index. The Russell 1000 (maintained by the Russell Investment Group) comprises over 90% of the total market capitalization of all listed U.S. stocks
S&P 500 Index	a capitalization-weighted index of the securities of 500 large- and mid-capitalization US companies
S&P 500 Dividend Aristocrats Net Total Return Index	a measure of the performance of S&P 500 companies that have increased dividends every year for the last 25 consecutive years
S&P Global Infrastructure Index	a capitalization-weighted index of the securities of 75 issuers anywhere in the world chosen to represent the listed infrastructure industry
S&P/TSX Canadian Dividend Aristocrats Total Return Index	a measure of the performance of companies included in the S&P Canada BMI that have followed a policy of stable or increased dividends every year for at least five years

Reference index	Description
S&P/TSX Composite Index	a capitalization-weighted index of the shares of some of the largest float-adjusted companies trading on the Toronto Stock Exchange
S&P/TSX Preferred Share Index	a capitalization-weighted index of preferred shares traded on the Toronto Stock Exchange that meet criteria relating to size, liquidity, and issuer rating
Solactive GBS Developed Markets ex North America Large & Mid Cap CAD Index-NR	a market capitalization-weighted index that intends to track the performance of the large and mid cap segment covering approximately the largest 85% of the free-float market capitalization in developed markets excluding North America. It is calculated as a net total return index in CAD and weighted by free-float market capitalization
Solactive GBS Emerging Markets Large & Mid Cap CAD Index-NR	a market capitalization-weighted index that intends to track the performance of the large and mid cap segment covering approximately the largest 85% of the free-float market capitalization in emerging markets. It is calculated as a net total return index in CAD and weighted by free-float market capitalization

Once a Fund has 10 years of performance history, we will determine its investment risk level using the performance history of the Fund itself.

We assign each Fund to one of the following investment risk categories, which is disclosed in the Fund Facts and ETF Facts for the applicable series of each Fund:

- low
- low to medium
- medium
- medium to high
- high.

Other types of risks, both measurable and non-measurable, exist. See **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 154 for further details on the risks associated with investing in a Fund.

Just as historical performance may not be indicative of future returns, historical volatility may not be indicative of future volatility. We review each Fund's risk rating annually and at any time when we no longer deem its risk rating to be reasonable under the circumstances. You may obtain a more detailed explanation of our risk classification methodology, at no cost, in any of the following ways:

- by calling us toll-free at 1-800-387-0830
- by emailing us at service.CAN.franklintempleton@fisglobal.com
- by writing to us at Franklin Templeton Investments Corp., 5000 Yonge Street, Suite 900, Toronto, Ontario M2N 0A7.

INVESTMENT RESTRICTIONS

Investment restrictions and practices

Each Fund has a fundamental investment objective that may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose. Each Fund pursues its investment objective using investment strategies that we may change from time to time. Refer to the Fund's profile for a description of each Fund's investment objective and its investment strategies.

Each Fund is a mutual fund and is subject to NI- 81-102. Except as indicated in the following sections, each Fund is subject to, and is managed in accordance with, the standard investment restrictions and practices set forth in NI 81-102. These investment restrictions and practices are designed in part to ensure that each Fund's investments are diversified and relatively liquid, and to ensure the proper administration of each Fund.

Exemptions from NI 81-102

Covered call relief

Each of the following Funds have received an exemption from subsection 6.8(1) and 6.8(2)(c) of NI 81-102:

- Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF
- Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF

This exemption permits each such Fund to deposit as margin portfolio assets of up to 35% of each such Fund's NAV as at the time of deposit with any one future commission merchant in Canada or the United States (each a "**Dealer**") and up to 70% of each such Fund's NAV at the time of deposit with all Dealers in the aggregate, for transactions involving standardized future, clearing corporation options, option on future, or cleared specified derivatives, such as cleared swaps, that are traded on a stock exchange or future exchange, or through a swap execution facility that is exempted from recognition as an exchange under subsection 21(1) of the *Securities Act* (Ontario).

Investment in foreign sovereign debt

Each Fund has received an exemption from section 2.1 of NI 81-102. This exemption permits each such Fund to concentrate its investments in the securities of any issuer that is, or is guaranteed as to principal and interest by, any of the following (a "**Permitted Issuer**"):

- a government other than the government of Canada or the government of the United States of America,
- an agency of such a government,
- the World Bank (the International Bank for Reconstruction and Development),
- the Inter-American Development Bank,
- the Asian Development Bank,
- the International Finance Corporation,
- the European Bank for Reconstruction and Development, or
- the European Investment Bank.

Each such Fund may invest:

- up to 20% of its net assets[1], taken at market value at the time of purchase, in securities of a single Permitted Issuer, provided those securities have at least a AA rating from Standard & Poor's Corporation or an equivalent rating from one or more other approved credit rating organizations; and

- up to 35% of its net assets[1], taken at market value at the time of purchase, in securities of a single Permitted Issuer, provided those securities have at least a AAA rating from Standard & Poor's Corporation or an equivalent rating from one or more other approved credit rating organizations.

[1] In the case of Templeton Sustainable Global Balanced Fund, the percentage limit applies not to the Fund's net assets, but to its net assets that are invested in debt instruments.

Cover relief in connection with certain derivatives

Each Fund, except for Franklin Canadian Money Market Fund, has received an exemption from section 2.8 of NI 81-102. This exemption permits each such Fund to use as cover when it:

- opens or maintains a long position in a debt-like security that has a component that is a long position in a forward contract or in a standardized future or forward contract; or

enters into or maintains a swap position and during the periods when the Fund is entitled to receive payments under the swap,

a right or obligation to sell an equivalent quantity of the underlying interest of the future, forward or swap.

Each Fund, except for Franklin Canadian Money Market Fund, has also received an exemption from the cover requirements in Section 2.8 of NI 81-102 when it:

- opens, enters into or maintains a short position in a standardized future or forward contract, provided that the Fund meets certain cash cover requirements and does not exceed the limits for short positions set out in NI 81-102;

- opens or maintains a long position in a standardized future or forward contract or position in a currency swap, in each case in order to substitute the risk to the Fund's base currency for the risk of another currency without increasing the aggregate amount of currency risk to which the Fund is exposed by the substitution; and

- opens, enters into or maintains a long position in an interest rate standardized future or interest rate standardized forward contract or the long position of an interest rate swap and a short position corresponding to the Fund's long position, in order to substitute the risk to one interest rate or duration for the risk of another interest rate or duration without increasing the aggregate amount of interest rate or duration risk to which the Fund is exposed by the substitution.

Investment in affiliated foreign sub-funds

The Funds have received an exemption from section 2.5 of NI 81-102. This exemption permits each Fund to invest up to 10% in the aggregate, of its net assets, taken at market value at the time of investment, in the securities of any investment fund (a "**Sub-Fund**") that:

- is managed by an affiliate of ours;

- is organized under the laws of Luxembourg as a *Société d'Investissement à Capital Variable* ("**SICAV**"), or is organized under the *Companies Act* (Ireland) as an investment company,

- qualifies as an undertaking for collective investment in transferable securities (a "**UCITS**"); and

- distributes its securities in accordance with the applicable UCITS Directives, which subject the Sub-Fund to investment

restrictions that are substantially similar to those that govern the Fund.

Investment in "illiquid assets"

The Funds have received an exemption for the purchase of fixed-income securities that qualify for, and may be traded pursuant to the exemption from the registration requirements of the Securities Act of 1933, as amended (the "**US Securities Act**"), as set out in Rule 144A of the US Securities Act for resales of certain fixed-income securities ("**Rule 144A Securities**") to Qualified Institutional Buyers (as defined in the US Securities Act) are exempt from part (b) of the definition of "illiquid asset" in NI 81-102 and the holdings of Rule 144A Securities by a Fund are excluded from consideration as an "illiquid asset" for purposes of the restrictions in NI 81-102. Certain conditions must be met including that the Fund qualifies as a Qualified Institutional Buyer at the time of purchase of the securities, the securities purchased are not illiquid assets under part (a) of the definition of "illiquid asset" in NI 81-102, the securities purchased are traded on a mature and liquid market and that the prospectus of the Fund discloses the fact that this exemption has been obtained.

Inter-fund trades

Each Fund has received an exemption from the Canadian securities regulatory authorities to engage in inter-fund trading, which would otherwise be prohibited under applicable securities legislation. This exemption permits each Fund to purchase securities from, or sell securities to, another investment fund or managed account managed by us or by an affiliate of ours, subject to certain conditions.

The IRC must approve any inter-fund trade by a Fund in accordance with the approval requirements of NI 81-107.

In-specie transfers

Each Fund has received an exemption from the Canadian securities regulatory authorities to engage in *in-specie* transfers, which would otherwise be prohibited under various applicable securities legislation. This exemption permits each Fund to receive portfolio securities from, or deliver portfolio securities to, another investment fund or managed account managed by us or by an affiliate of ours in respect of a purchase or redemption of its units, subject to certain conditions.

The IRC must approve any *in-specie* transfer by a Fund in accordance with the approval requirements of NI 81-107.

IRC approvals

Pursuant to NI 81-107, the IRC has approved standing instructions to permit the Funds to:

- engage in inter-fund trading with another investment fund or managed account managed by us or by an affiliate of ours; and
- engage in *in-specie* transfers of portfolio securities from or to another investment fund or managed account managed by us or an affiliate of ours in respect of a purchase or redemption of the Funds' units.

The IRC monitors inter-fund trades and *in-specie* transfers and considers whether such transactions:

- have been made by us free from any influence by an entity related to us and without taking into account any consideration relevant to any entity related to us;
- represent our business judgment uninfluenced by considerations other than the best interests of the Funds;

- are in compliance with our policies; and
- achieve a fair and reasonable result for the Funds

The IRC must notify securities regulatory authorities if it determines that we have not complied with the conditions of the standing instructions for inter-fund trades or *in-specie* transfers.

DESCRIPTION OF UNITS OFFERED BY THE FUNDS

Classes of units

Each Fund has one class of units that may be divided into an unlimited number of series at our discretion.

Series of the Funds

The various series of units offered under this simplified prospectus are described in this section.

Some Funds have other series that have been closed to new investments. These series do not generally appear on the front cover or in Part B of any Fund and are not offered under this simplified prospectus.

Table 61 identifies the series currently offered by each Fund. Read this section to determine which series is right for you.

Table 61: Series offered by the Funds

Fund	Series offered
Franklin All-Equity ETF Portfolio	A, F, FT, O, T, ETF Series
Franklin Brandywine Global Sustainable Balanced Fund	A, F, FT, O, T
Franklin Brandywine Global Sustainable Income Optimiser Fund	A, F, O, ETF Series
Franklin Canadian Balanced Fund	A, F, I, O, PA, PF, PT, T
Franklin Canadian Bond Fund	A, F, O
Franklin Canadian Core Equity Fund	O
Franklin Canadian Core Plus Bond Fund	A, F, O, ETF Series
Franklin Canadian Corporate Bond Fund	A, F, O, ETF Series
Franklin Canadian Government Bond Fund	A, F, O, ETF Series
Franklin Canadian Money Market Fund	A, F, O
Franklin Canadian Monthly Income and Growth Fund	A, F, FT, I, O, T
Franklin Canadian Short Term Bond Fund	A, F, O, ETF Series
Franklin Canadian Ultra Short Term Bond Fund	A, F, O, ETF Series
Franklin ClearBridge Canada Plus Equity Fund	A, F, O
Franklin ClearBridge Canadian Dividend Fund	A, F, FT, I, O, T
Franklin ClearBridge Canadian Equity Fund	A, F, I, O, PA, PF
Franklin ClearBridge Canadian Small Cap Fund	A, F, O, PA, PF

Fund	Series offered
Franklin ClearBridge Dividend Income Fund	A, F, FT, I, O, OT, T
Franklin ClearBridge Sustainable Global Infrastructure Income Fund	A, F, FT, O, T, ETF Series
Franklin ClearBridge Sustainable International Growth Fund	A, F, FT, I, O, T, ETF Series
Franklin ClearBridge U.S. Sustainability Leaders Fund	O
Franklin Conservative Income ETF Portfolio	A, F, FT, O, T, ETF Series
Franklin Core ETF Portfolio	A, F, FT, O, T, ETF Series
Franklin Emerging Markets Core Equity Fund	O
Franklin Emerging Markets Equity Index ETF	ETF Series
Franklin FTSE Canada All Cap Index ETF	ETF Series
Franklin FTSE Japan Index ETF	ETF Series
Franklin FTSE U.S. Index ETF	ETF Series
Franklin Global Aggregate Bond Fund	A, F, O, ETF Series
Franklin Global Dividend Quality Index ETF	ETF Series
Franklin Global Growth Fund	A, F, O, T, ETF Series
Franklin Growth ETF Portfolio	A, F, FT, O, T, ETF Series
Franklin High Income Fund	A, F, O
Franklin Innovation Fund	A, F, FT, O, T, ETF Series
Franklin International Core Equity Fund	O
Franklin International Equity Index ETF	ETF Series
Franklin International Multifactor Index ETF	ETF Series
Franklin Martin Currie Improving Society Fund	A, F, O
Franklin Martin Currie Sustainable Emerging Markets Fund	A, F, O
Franklin Martin Currie Sustainable Global Equity Fund	A, A-Hedged, F, F-Hedged, FT-Hedged, I-Hedged, O, O-Hedged, T, T-Hedged, T-USD
Franklin Quotential Balanced Growth Portfolio	A, F, FT, I, O, OT, T, V
Franklin Quotential Balanced Income Portfolio	A, F, FT, I, O, OT, T, V

Fund	Series offered
Franklin Quotential Diversified Equity Portfolio	A, F, FT, I, O, OT, T, T-USD
Franklin Quotential Diversified Income Portfolio	A, F, FT, I, O, OT, T, T-USD, V
Franklin Quotential Growth Portfolio	A, F, FT, I, O, OT, T
Franklin Royce Global Small Cap Premier Fund	A, F, I, O, PA, PF
Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF	ETF Series
Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF	ETF Series
Franklin Sustainable Canadian Core Equity Fund	O
Franklin Sustainable International Core Equity Fund	O
Franklin Sustainable U.S. Core Equity Fund	O
Franklin U.S. Core Equity Fund	O
Franklin U.S. Large Cap Multifactor Index ETF	ETF Series
Franklin U.S. Monthly Income Fund	A, A-Hedged, F, F-Hedged, FT, FT-Hedged, I, O, O-Hedged, OT, OT-Hedged, T, T-Hedged, T-USD
Franklin U.S. Opportunities Fund	A, F, O
Franklin U.S. Rising Dividends Fund	A, A-Hedged, F, F-Hedged, FT, O, O-Hedged, T, T-Hedged
Franklin Western Asset Core Plus Bond Fund	A, F, O, ETF Series
FT Balanced Growth Private Wealth Pool	A, F, O
FT Balanced Income Private Wealth Pool	A, F, O
FT Growth Private Wealth Pool	A, F, O
Templeton Emerging Markets Fund	A, F, O
Templeton Sustainable Global Balanced Fund	A, F, FT, I, O, T, T-USD, V
Templeton Global Bond Fund	A, A-Hedged, F, F-Hedged, I, O, O-Hedged, PA, PA-Hedged, PF, PF-Hedged
Templeton Growth Fund	A, A-Hedged, F, I, O, PA, PA-Hedged, PF

Each series identified in Table 61 belongs to one of four primary categories:

- Commission-Based Series
- Fee-Based Series
- Institutional Series
- ETF Series

Furthermore, each Commission-Based Series and each Fee-Based Series belongs to one of two secondary categories:

- Retail Series
- High Net Worth Series

Finally, certain series also belong to one or both of the following categories:

- ROC Series
- Hedged Series

Each of these categories is described, and its member series identified, in the following sections.

Commission-Based Series

Each of Series A, A-Hedged, I, I-Hedged, PA, PA-Hedged, PT, T, T-Hedged, T-USD and V is a **Commission-Based Series**.

Series A is available to all investors, subject to certain minimum investment requirements (see **MINIMUM PURCHASE AMOUNTS** on page 45).

Series PA is available to investors who hold at least $200,000 of Fund units in Related Accounts (as defined in the section **ACCOUNT LINKING SERVICE** on page 62).

Series I is available to eligible investors who have in total invested a minimum of $100,000 with us.

The other Commission-Based Series are described in the following sections.

Fee-Based Series

Each of Series F, F Hedged, FT, FT-Hedged PF and PF-Hedged is a **Fee-Based Series**.

Series F is available to the following types of investors as determined by us in our sole discretion:

- investors who participate in dealer-sponsored fee-for-service or wrap programs;
- investors who participate in fee-for-service or wrap programs for which we administer the investment advisory services fee (see **INVESTMENT ADVISORY SERVICES FEE** on page 77);
- investors who purchase, sell or hold their Fund units in accounts with OEO dealers; and
- any other investors for whom we do not incur distribution costs.

Your investment in Series F is subject to our prior consent and the prior consent of your dealer.

Investors wishing to purchase Series F units must also meet certain minimum investment requirements (see **MINIMUM PURCHASE AMOUNTS** on page 45).

Series PF is available to investors who are eligible to purchase Series F units, who participate in our Account Linking Service, and who hold at least $100,000 of Fund units in Related Accounts (as defined in the section **ACCOUNT LINKING SERVICE** on page 62). We may waive the investment minimum for purchases made through a discretionary managed account.

The other Fee-Based Series are described in the following sections.

Institutional Series

Each of Series O, O-Hedged, OT and OT-Hedged is an **Institutional Series**.

Series O is available to the following types of investors, as determined by us in our sole discretion:

- in the case of the Private Wealth Pools, investors who satisfy the minimum amount requirements in Table 19; in the case of all other Funds, investors who have in total invested a minimum of $200,000 in units of all Franklin Templeton Funds held in Related Accounts (as defined in the section **ACCOUNT LINKING SERVICE** on page 62), provided that the investment minimum may be waived for purchases made by investors
- who purchase through a discretionary managed account;
- other Franklin Templeton Funds; and
- certain institutional investors who have entered into an Institutional Series Agreement (as defined in the section **PURCHASE OPTIONS FOR FEE-BASED SERIES** on page 46) with us.

The other Institutional Series are described in the following sections.

ETF Series

The ETF Series units are an exchange-traded series of units offered on a continuous basis by certain Funds. ETF Series units of these Funds are issued and sold on a continuous basis.

The ETF Series units of the following Funds are listed on CBOE:

- Franklin Emerging Markets Equity Index ETF
- Franklin FTSE Canada All Cap Index ETF
- Franklin FTSE Japan Index ETF
- Franklin FTSE U.S. Index ETF
- Franklin International Equity Index ETF

The ETF Series units of the following Funds are listed on the TSX:

- Franklin Canadian Core Plus Bond Fund
- Franklin Canadian Corporate Bond Fund
- Franklin Canadian Short Term Bond Fund
- Franklin Brandywine Global Sustainable Income Optimiser Fund
- Franklin Canadian Government Bond Fund
- Franklin ClearBridge Sustainable Global Infrastructure Income Fund
- Franklin ClearBridge Sustainable International Growth Fund
- Franklin Global Core Bond Fund
- Franklin Global Dividend Quality Index ETF
- Franklin Global Growth Fund
- Franklin Innovation Fund
- Franklin International Multifactor Index ETF
- Franklin U.S. Large Cap Multifactor Index ETF
- Franklin Western Asset Core Plus Bond Fund

The TSX has conditionally approved the listing of the ETF Series units of the following Funds on the TSX:

- Franklin All-Equity ETF Portfolio
- Franklin Conservative Income ETF Portfolio
- Franklin Core ETF Portfolio
- Franklin Growth ETF Portfolio
- Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF
- Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF

Listing is subject to the Funds fulfilling all of the requirements of the TSX.

ROC Series

Each series identified in the first column of Table 62 is a **ROC Series**. For each ROC Series, Table 62 also identifies the corresponding non-ROC Series. Each ROC Series is available to the same investors as its corresponding non-ROC Series, and on the same terms, except that the minimum amount required to invest in a ROC Series may be higher than for its corresponding non-ROC Series (see **MINIMUM PURCHASE AMOUNTS** on page 45).

Table 62: ROC Series

ROC Series	Corresponding non-ROC Series
T	A
T-USD	A
T-Hedged	A-Hedged
PT	PA
FT	F
FT-Hedged	F-Hedged
PFT	PF
OT	O
OT-Hedged	O-Hedged
V	I

Each ROC Series pays regular monthly distributions. For each ROC Series except for Series T-USD, the amount of the regular monthly distribution equals the series' NAV per unit (as defined in the section **NET ASSET VALUE** on page 45) on the last day of the preceding calendar year (or, if the series started in the current calendar year, on its start date), multiplied by the distribution rate applicable to that series and divided by 12.

For Series T-USD, the amount of the regular monthly distribution is calculated as described in the preceding paragraph, except that the series' NAV per unit is converted from Canadian dollars to U.S. dollars using the exchange rate on the relevant date. As a result, the amount of the regular monthly distribution on these series is a U.S. dollar amount.

For more information on ROC Series distributions, See **DISTRIBUTION POLICIES** on page 137.

Hedged Series

Each series identified in the first column of Table 63 is a Hedged Series. For each Hedged Series, Table 63 also identifies the corresponding non-Hedged Series. Each Hedged Series is available to the same investors as its corresponding non-Hedged Series and has the same minimum investment requirements and distribution policy.

Table 63: Hedged Series

Hedged Series	Corresponding non-Hedged Series
A-Hedged	A
PA-Hedged	PA
T-Hedged	T
F-Hedged	F
FT-Hedged	FT
I-Hedged	I
PF-Hedged	PF
O-Hedged	O
OT-Hedged	OT

A Fund that offers one or more Hedged Series:

- has significant investments denominated in, or hedged to, one or more foreign currencies, such that the value of those investments in Canadian dollars will decrease if those foreign currencies

depreciate relative to the Canadian dollar; and

- employs, on the portion of its net assets attributable to its Hedged Series, a hedging strategy whose objective is to reduce the changes in the value of those net assets resulting from changes in the exchange rate between those foreign currencies and the Canadian dollar.

Retail Series and High Net Worth Series

Each of Series A, A-Hedged, F, F-Hedged, FT, FT-Hedged, T, T-Hedged and T-USD is a **Retail Series**.

Each of Series I, I-Hedged, PA, PA-Hedged, PF, PF-Hedged, PFT, PT and V is a **High Net Worth Series**.

Each High Net Worth Series has a higher minimum investment amount for investors to purchase and continue to hold than its corresponding Retail Series identified in Table 64 (see **MINIMUM PURCHASE AMOUNTS** on page 45). Series I, I-Hedged and V do not have a corresponding Retail Series.

Table 64: Retail Series and High Net Worth Series

Retail Series	Corresponding High Net Worth Series
A	PA
A-Hedged	PA-Hedged
F	PF
F-Hedged	PF-Hedged
FT	PFT
T	PT

Rights of investors

Rights of unitholders

The holder of a Fund unit of a particular series has the right:

- to receive an equal portion of all payments made to investors of that series in the form of income or capital distribution (except in respect of management fee and expense distributions and redemption distributions);
- to one vote on all matters brought before investors, or before investors of that series on matters being voted on separately by series, as may be the case;
- if the Fund is liquidated, to participate equally in the net assets of the Fund allocated to that series and remaining after satisfaction of any outstanding liabilities allocated to that series;
- to switch from a Mutual Fund Series of one Fund to a Mutual Fund Series of another Fund, or from one Mutual Fund Series of a Fund to another Mutual Fund Series of the same Fund, provided you meet the eligibility requirements for the Mutual Fund Series units that you wish to switch into (see **PROCESSING YOUR SWITCH ORDER** on page 51); and
- to require the Fund to redeem the unit (see **REDEMPTIONS THAT WE MAY INITIATE** page 55).

A Fund may issue fractions of units, which have the rights, restrictions, conditions and limitations attaching to whole units in the proportion that they bear to a whole unit.

Matters requiring investor approval

We require the prior approval of a Fund's investors in order to:

- change the basis of the calculation of any fee or expense that is charged to the Fund, or directly to the Fund's investors, in a way that could result in an increase in charges to the Fund or its investors, unless the person or company charging the fee or expense is at arm's length to the Fund and to us, and the Fund's investors receive written notice of the change at least sixty (60) days before its effective date or the change is in respect of a 'no load' series of the Fund and the Fund's investors receive written notice of the change at least sixty (60) days before its effective date;

- introduce a fee or expense to be charged to the Fund, or directly to the Fund's investors by the Fund or by us, in a way that could result in an increase in charges to the Fund or its investors, unless the person or company charging the fee or expense is at arm's length to the Fund and to us, and the Fund's investors receive written notice of the change at least sixty (60) days before its effective date or the change is in respect of a 'no load' series of the Fund and the Fund's investors receive written notice of the change at least sixty (60) days before its effective date;

- change the Fund's manager, unless the new manager is an affiliate of ours;

- change the fundamental investment objective of the Fund;

- change the index tracked by a Franklin Index ETF to another index in order to provide investors with substantially the same exposure to the asset class to that which that ETF is currently exposed. If the Manager changes the index, or any index replaces such index, the Manager will issue a press release identifying the new index, describing its constituent securities and specifying the reasons for the change in the index.

- decrease the frequency at which the Fund's net asset value is calculated;

- cause the Fund to reorganize with, or transfer its assets to, another issuer, if the Fund will cease to continue after the transaction and the transaction will result in the investors of the Fund becoming investors of the other issuer, unless the transaction has been approved by the IRCs the Fund is being reorganized with or its assets are being transferred to another investment fund that is managed by us or by an affiliate of ours, the transaction complies with certain requirements of applicable securities legislation, and the Fund's investors receive written notice of the transaction at least sixty (60) days before its effective date;

- cause the Fund to reorganize with, or acquire the assets of, another issuer, if the Fund will continue after the transaction, the transaction will result in the investors of the other issuer becoming investors of the Fund, and the transaction would be a material change to the Fund;

- restructure the Fund into a non-redeemable investment fund or an issuer that is not an investment fund;

- make certain material changes to the Fund's constating documents, including

any other matter that is required by the Declaration of Trust of a Fund, the laws applicable to the Fund, or any agreement to be submitted to a vote of the Fund's investors; or

- change the auditor of a Fund.

Where such prior approval is required, we will convene a meeting of the Fund's investors to consider and vote on the matter.

At that meeting, the approval of the Fund's investors, or the investors of a particular class or series of the Fund if applicable, shall be deemed to have been given if expressed by a resolution passed by at least a majority of the votes cast, unless a greater majority is required by the Declaration of Trust of a Fund, the laws applicable to the Fund, or any applicable agreement.

Matters not requiring investor approval

We may modify, alter or add to the provisions of a Fund's Declaration of Trust without the approval of its investors in order to:

- comply with applicable legislation of any governmental authority having jurisdiction over the Fund or the distribution of its units;
- provide for the protection of investors;
- remove conflicts with applicable laws, regulations, policies, rulings or other requirements of a governmental authority applicable to or affecting the Fund;
- correct errors; or
- appoint an affiliate of ours to act as the manager of the Fund.

We may also modify, alter or add to the provisions of a Fund's Declaration of Trust without the approval of its investors if:

- the change is made to facilitate the administration of the Fund;
- the change is made in response to any amendments to the Tax Act;
- the change is not prejudicial to the Fund's investors; or
- the change is to divide the capital of the Fund into additional series of units, provided that the rights of existing investors are not changed adversely.

Distribution policies

This section explains the frequency, amount and composition of distributions that you may receive from a Fund. It also explains when you may elect to receive these distributions in cash.

Types of distributions

At least annually, each Fund that has any undistributed net income or any undistributed net capital gains will distribute any such amounts to its investors. We call this type of distribution a **Year-End Distribution**. Generally, Year-End Distributions will occur in December; however, they may also occur at other times of the year.

A Fund may distribute amounts on a monthly basis. We call this type of distribution a **Monthly Distribution**. Generally, Monthly Distributions will occur on the last business day of each month other than December, when Monthly Distributions may occur earlier.

A Fund that makes Monthly Distributions does so because:

- it makes monthly distributions of estimated or actual net income on all of its series, and/or
- it offers one or more ROC Series.

Table 65 identifies each Fund that may make Monthly Distributions:

- a letter in the **Net income** column indicates that a particular Fund makes monthly distributions of estimated (**E**) or actual (**A**) net income on all of its series, and
- a number in the **ROC Series distribution rate (%)** column indicates that a particular Fund offers one or more ROC Series that pay monthly distributions calculated using the specified percentage rate (see **ROC SERIES** on page 134).

We may discontinue the monthly distribution of net income by a particular Fund, or change the distribution rate applicable to a particular ROC Series, at any time and in our sole discretion. If a change of this type impacts the distributions paid on an ETF Series, we will issue a press release to communicate the change.

Table 65: Funds that may make Monthly Distributions

Fund	Net income distributions	ROC Series distribution rate (%)
Franklin All-Equity ETF Portfolio	—	8
Franklin Brandywine Global Sustainable Balanced Fund	—	6
Franklin Brandywine Global Sustainable Income Optimiser Fund	A	—
Franklin Canadian Balanced Fund	—	8
Franklin Canadian Bond Fund	E	—
Franklin Canadian Core Plus Bond Fund	E	—
Franklin Canadian Corporate Bond Fund	E	—
Franklin Canadian Government Bond Fund	E	—
Franklin Canadian Money Market Fund[1]	A	—
Franklin Canadian Monthly Income and Growth Fund	A	6
Franklin Canadian Short Term Bond Fund	E	—
Franklin Canadian Ultra Short Term Bond Fund	A	—
Franklin ClearBridge Canadian Dividend Fund	A	8
Franklin ClearBridge Dividend Income Fund	A	8

Fund	Net income distributions	ROC Series distribution rate (%)
Franklin ClearBridge Sustainable Global Infrastructure Income Fund	A	8
Franklin ClearBridge Sustainable International Growth Fund	—	8
Franklin Conservative Income ETF Portfolio	—	5
Franklin Core ETF Portfolio	—	6
Franklin Emerging Markets Core Equity Fund	—	—
Franklin Global Core Bond Fund	A	—
Franklin Global Dividend Quality Index ETF	A	—
Franklin Global Growth Fund	—	8
Franklin Growth ETF Portfolio	—	7
Franklin High Income Fund	A	—
Franklin Innovation Fund	—	8
Franklin Martin Currie Sustainable Global Equity Fund	—	8
Franklin Quotential Balanced Growth Portfolio	—	8
Franklin Quotential Balanced Income Portfolio	—	6
Franklin Quotential Diversified Equity Portfolio	—	8
Franklin Quotential Diversified Income Portfolio	—	5
Franklin Quotential Growth Portfolio	—	8
Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF	E	—
Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF	E	—
Franklin U.S. Monthly Income Fund	A	6
Franklin U.S. Rising Dividends Fund	—	8
Franklin Western Asset Core Plus Bond Fund	A	—
Templeton Sustainable Global Balanced Fund	—	6

[1] This Fund will credit its net income to its unitholders on a daily basis.

Content of distributions

Each Year-End Distribution will generally consist entirely of net income and/or net capital gains.

Each Monthly Distribution will generally consist:

- in the case of a non-ROC Series, entirely of net income; and
- in the case of a ROC Series, of net income to the extent of the Fund's allocation of net income to that series for that month, and of a return of capital to the extent that the amount of the Monthly Distribution exceeds this allocation;

provided in both cases that if a Fund makes Monthly Distributions comprised in whole or in part of estimated net income, and the estimated net income so distributed exceeds the Fund's actual net income as determined at its taxation year end, the amount of the excess may consist of a return of capital.

For the tax consequences of distributions, see **DISTRIBUTIONS ON FUND UNITS** on page 84.

Reinvestment of distributions

Mutual Fund Series

We will reinvest each Monthly Distribution and each Year-End Distribution on your behalf, without charge, in additional units of the series and Fund on which that distribution was made, unless you have given us prior written notice that you wish to receive the distribution in cash.

You may not elect to receive the following distributions in cash:

- distributions of any type on Fund units that you hold in a FTIC registered plan; and
- Year-End Distributions on ROC Series units.

If you hold ROC Series units outside of a FTIC registered plan, you may choose to receive a portion of each Monthly Distribution in cash, and to have the remainder reinvested in additional units of the series and Fund on which the Monthly Distribution was made, by enrolling in our Flexible Series T service (see **FLEXIBLE SERIES T** on page 64).

You should know that the distribution rate applicable to a particular ROC Series may be higher than rate of return or the portfolio yield of the Fund that offers it. As a result, if you elect to receive some or all of the Monthly Distributions of a ROC Series in cash, the value of your investment may decline over time.

ETF Series

The ETF Series units of each Fund distributes a sufficient amount of its net income and net realized capital gains to unitholders for each taxation year so that the Funds will not be liable for ordinary income tax. To the extent that a Fund has not otherwise distributed a sufficient amount of its net income or net realized capital gains, it will pay a distribution to unitholders at the end of the year and those distributions will automatically be reinvested in additional units of the ETF series of the Fund on which that distribution was made. Immediately following such reinvestment, we will consolidate the number of ETF Series units outstanding so that the ETF Series' NAV per unit is the same as it would have been if the Year-End Distribution had not been paid.

We will pay each Monthly Distribution in cash.

NAME, FORMATION AND HISTORY OF THE FUNDS

Address of the Funds

The head office of the Franklin Templeton Funds is located at 200 King Street West, Suite 1400, Toronto, Ontario M5H 3T4.

Formation of the Funds

Each Fund is a unit trust, established by us under the laws of Ontario by a Declaration of Trust on the date indicated in Table 66. The securities that each Fund issues to its investors are units.

For more information about the Declarations of Trust, see **MASTER DECLARATIONS OF TRUST** on page 35.

Table 66: Declarations of Trust

Fund	Date of Formation
Franklin All-Equity ETF Portfolio	May 15, 2024
Franklin Brandywine Global Sustainable Balanced Fund	May 26, 2022
Franklin Brandywine Global Sustainable Income Optimiser Fund	February 7, 2003
Franklin Canadian Balanced Fund	August 1, 1991
Franklin Canadian Bond Fund	January 2, 2018[1]
Franklin Canadian Core Equity Fund	April 30, 2019
Franklin Canadian Core Plus Bond Fund	August 1, 1986
Franklin Canadian Corporate Bond Fund	December 11, 2006
Franklin Canadian Government Bond Fund	November 7, 2016
Franklin Canadian Short Term Bond Fund	December 12, 2003
Franklin Canadian Ultra Short Term Bond Fund	August 26, 2022
Franklin ClearBridge Dividend Income Fund	May 31, 1988
Franklin Canadian Money Market Fund	August 1, 1991
Franklin Canadian Monthly Income and Growth Fund	May 27, 2015
Franklin ClearBridge Canada Plus Equity Fund	May 26, 2017
Franklin ClearBridge Canadian Dividend Fund	December 12, 2003
Franklin ClearBridge Canadian Equity Fund	March 1, 1983

Fund	Date of Formation
Franklin ClearBridge Canadian Small Cap Fund	January 2, 1992
Franklin ClearBridge Sustainable Global Infrastructure Income Fund	June 10, 2021
Franklin ClearBridge Sustainable International Growth Fund	January 3, 1989
Franklin ClearBridge U.S. Sustainability Leaders Fund	June 10, 2021
Franklin Conservative Income ETF Portfolio	February 12, 2019
Franklin Core ETF Portfolio	February 12, 2019
Franklin Emerging Markets Core Equity Fund	April 30, 2019
Franklin Emerging Markets Equity Index ETF	September 12, 2017
Franklin FTSE Canada All Cap Index ETF	January 15, 2019
Franklin FTSE Japan Index ETF	January 15, 2019
Franklin FTSE U.S. Index ETF	January 15, 2019
Franklin Global Core Bond Fund	February 22, 2018
Franklin Global Dividend Quality Index ETF	September 12, 2017
Franklin Global Growth Fund	February 25, 2008
Franklin Growth ETF Portfolio	February 12, 2019
Franklin High Income Fund	February 7, 2003
Franklin Innovation Fund	January 22, 2021
Franklin International Core Equity Fund	April 30, 2019
Franklin International Equity Index ETF	January 15, 2019
Franklin International Multifactor Index ETF	April 18, 2017
Franklin Martin Currie Improving Society Fund	October 26, 2023
Franklin Martin Currie Sustainable Emerging Markets Fund	June 10, 2021
Franklin Martin Currie Sustainable Global Equity Fund	February 7, 2003
Franklin Quotential Balanced Growth Portfolio	May 31, 2002
Franklin Quotential Balanced Income Portfolio	May 31, 2002
Franklin Quotential Diversified Equity Portfolio	May 28, 2003

Fund	Date of Formation
Franklin Quotential Diversified Income Portfolio	February 7, 2003
Franklin Quotential Growth Portfolio	May 31, 2002
Franklin Royce Global Small Cap Premier Fund	January 3, 1989
Franklin S&P 500 Dividend Aristocrats Covered Call Index ETF	May 15, 2024
Franklin S&P/TSX Canadian Dividend Aristocrats Covered Call Index ETF	May 15, 2024
Franklin Sustainable Canadian Core Equity Fund	January 24, 2022
Franklin Sustainable International Core Equity Fund	January 24, 2022
Franklin Sustainable U.S. Core Equity Fund	January 24, 2022
Franklin U.S. Core Equity Fund	April 30, 2019
Franklin U.S. Monthly Income Fund	June 19, 2013
Franklin U.S. Opportunities Fund	March 27, 1997
Franklin U.S. Large Cap Multifactor Index ETF	April 18, 2017
Franklin U.S. Rising Dividends Fund	December 1, 1984
Franklin Western Asset Core Plus Bond Fund	January 4, 2022
FT Balanced Growth Private Wealth Pool	April 17, 2017
FT Balanced Income Private Wealth Pool	April 17, 2017
FT Growth Private Wealth Pool	April 17, 2017
Templeton Emerging Markets Fund	September 20, 1991
Templeton Sustainable Global Balanced Fund	October 12, 2005
Templeton Global Bond Fund	June 7, 1988
Templeton Growth Fund	August 19, 2020

[1] On this date, this Fund converted from an institutional pooled investment fund to a retail mutual fund.

Major changes during the last ten years

Each Fund in Table 67 changed its name during the last ten years.

Table 67: Fund name changes during the last ten years

Fund	Former Name	Date of Change
Franklin Brandywine Global Sustainable Income Optimiser Fund	Franklin Brandywine Global Income Optimiser Fund	September 17, 2021
	Franklin Strategic Income Fund	June 4, 2021
Franklin Canadian Balanced Fund	Franklin Bissett Canadian Balanced Fund	May 6, 2024
Franklin Canadian Bond Fund	Franklin Bissett Canadian Bond Fund	May 6, 2024
Franklin Canadian Core Plus Bond Fund	Franklin Bissett Bond Fund	May 28, 2015
	Franklin Bissett Core Plus Bond Fund	May 6, 2024
Franklin Canadian Corporate Bond Fund	Franklin Bissett Corporate Bond Fund	May 6, 2024
Franklin Canadian Government Bond Fund	Franklin Bissett Canadian Government Bond Fund	April 1, 2024
Franklin Canadian Money Market Fund	Franklin Bissett Money Market Fund	May 6, 2024
Franklin Canadian Monthly Income and Growth Fund	Franklin Bissett Monthly Income and Growth Fund	May 6, 2024
Franklin Canadian Short Term Bond Fund	Franklin Bissett Canadian Short Term Bond Fund	June 10, 2019
	Franklin Bissett Short Duration Bond Fund	May 6, 2024
Franklin Canadian Ultra Short Term Bond Fund	Franklin Bissett Ultra Short Bond Active ETF (Cad-Hedged)	August 8, 2023
	Franklin Bissett Ultra Short Bond Fund	May 6, 2024
Franklin ClearBridge Canada Plus Equity Fund	Franklin Bissett Canada Plus Equity Fund	May 6, 2024
Franklin ClearBridge Canadian Dividend Fund	Franklin Bissett Canadian Dividend Fund	May 6, 2024
Franklin ClearBridge Canadian Equity Fund	Franklin Bissett Canadian Equity Fund	May 6, 2024
Franklin ClearBridge Canadian Small Cap Fund	Bissett Small Cap Fund	July 29, 2013

Fund	Former Name	Date of Change
	Franklin Bissett Small Cap Fund	May 6, 2024
Franklin ClearBridge Dividend Income Fund	Franklin Bissett Dividend Income Fund	May 6, 2024
Franklin ClearBridge Sustainable International Growth Fund	Franklin ClearBridge International Growth Fund	September 17, 2021
	Templeton International Stock Fund	June 7, 2021
Franklin Global Core Bond Fund	Franklin Global Aggregate Bond Active ETF (CAD-Hedged)	August 8, 2023
Franklin Global Growth Fund	Franklin World Growth Fund	September 30, 2016
Franklin Martin Currie Sustainable Global Equity Fund	Franklin Martin Currie Global Equity Fund	September 17, 2021
	Franklin Mutual Global Discovery Fund	July 19, 2021
Franklin Royce Global Small Cap Premier Fund	Templeton Global Smaller Companies Fund	August 9, 2021
Franklin U.S. Monthly Income Fund	Franklin Income Fund	December 22, 2014
Franklin U.S. Opportunities Fund	Franklin Flex Cap Growth Fund	May 30, 2016
FT Balanced Growth Private Wealth Pool	FT Balanced Growth Pool	June 1, 2018
FT Balanced Income Private Wealth Pool	FT Balanced Income Pool	June 1, 2018
FT Growth Private Wealth Pool	FT Growth Pool	June 1, 2018
Templeton Sustainable Global Balanced Fund	Templeton Global Balanced Fund	September 16, 2022

Each Fund in Table 68 participated in, or was formed as the result of, an amalgamation or merger with one or more other mutual funds during the last ten years.

Table 68: Fund reorganizations during the last ten years

Fund	Change	Date of Change
Franklin Canadian Balanced Fund	assets of Franklin Bissett Canadian Balanced Corporate Class were merged with the Fund	November 20, 2020
	assets of Templeton Canadian Balanced Fund were merged with the Fund	March 13, 2015

Fund	Change	Date of Change
Franklin ClearBridge Canadian Dividend Fund	assets of Franklin Bissett Canadian High Dividend Fund were merged with the Fund	April 22, 2016
	assets of Franklin Bissett Canadian Equity Corporate Class were merged with the Fund	November 20, 2020
	assets of Templeton Canadian Stock Fund were merged with the Fund	March 13, 2015
Franklin Canadian Core Plus Bond Fund	assets of Franklin Quotential Fixed Income Portfolio were merged with the Fund	November 15, 2019
	assets of Franklin Bissett Bond Yield Class were merged with the Fund	December 12, 2014
Franklin Canadian Corporate Bond Fund	assets of Franklin Bissett Corporate Bond Yield Class were merged with the Fund	December 12, 2014
Franklin ClearBridge Dividend Income Fund	assets of Franklin Bissett Dividend Income Corporate Class were merged with the Fund	November 20, 2020
Franklin Canadian Money Market Fund	assets of Franklin Bissett Money Market Corporate Class were merged with the Fund	November 20, 2020
	assets of Franklin Bissett Treasury Bill Fund were merged with the Fund	April 22, 2016
Franklin Canadian Monthly Income and Growth Fund	assets of Franklin Bissett Canadian All Cap Balanced Fund and Franklin Bissett Canadian All Cap Balanced Corporate Class were merged with the Fund	November 22, 2019
	assets of Franklin Bissett Strategic Income Fund and Franklin Bissett Strategic Income Corporate Class were merged with the Fund	August 12, 2016
Franklin Canadian Short Term Bond Fund	assets of Franklin Bissett Canadian Short Term Bond Yield Class were merged with the Fund	December 12, 2014
Franklin ClearBridge Canadian Small Cap Fund	assets of Franklin Bissett Microcap Fund and Franklin Bissett Small Cap Corporate Class were merged with the Fund	November 22, 2019
Franklin Global Growth Fund	assets of Franklin Global Growth Corporate Class were merged with the Fund	November 20, 2020
Franklin Quotential Balanced Growth Portfolio	assets of Franklin Quotential Balanced Growth Corporate Class Portfolio were merged with the Fund	November 20, 2020
Franklin Quotential Balanced Income Portfolio	assets of Franklin Quotential Balanced Income Corporate Class Portfolio were merged with the Fund	November 20, 2020

Fund	Change	Date of Change
Franklin Quotential Diversified Equity Portfolio	assets of Franklin Quotential Diversified Equity Corporate Class Portfolio were merged with the Fund	November 20, 2020
Franklin Quotential Diversified Income Portfolio	assets of Franklin Quotential Diversified Income Corporate Class Portfolio were merged with the Fund	November 20, 2020
Franklin Quotential Growth Portfolio	assets of Franklin Quotential Growth Corporate Class Portfolio were merged with the Fund	November 20, 2020
Franklin Royce Global Small Cap Premier Fund	assets of Templeton Global Smaller Companies Corporate Class were merged with the Fund	November 20, 2020
Franklin U.S. Monthly Income Fund	assets of Franklin U.S. Monthly Income Corporate Class and Franklin U.S. Monthly Income Hedged Corporate Class were merged with the Fund	November 20, 2020
Franklin U.S. Opportunities Fund	assets of Franklin U.S. Opportunities Corporate Class were merged with the Fund	November 20, 2020
	assets of Franklin Select U.S. Equity Fund were merged with the Fund	November 15, 2019
	assets of Franklin U.S. Rising Dividends Corporate Class and Franklin U.S. Rising Dividends Hedged Corporate Class were merged with the Fund	November 20, 2020
	assets of Franklin Mutual U.S. Shares Fund and Franklin Mutual U.S. Shares Corporate Class were merged with the Fund	November 22, 2019
Templeton Emerging Markets Fund	assets of Templeton Asian Growth Corporate Class and Templeton Frontier Markets Corporate Class were merged with the Fund	November 15, 2019
	assets of Templeton Emerging Markets Corporate Class were merged with the Fund	November 20, 2020
Templeton Global Bond Fund	assets of Templeton Global Bond Fund (Hedged) were merged with the Fund	June 25, 2021
	assets of Templeton Global Bond Hedged Yield Class were merged with the Fund	December 12, 2014
Templeton Growth Fund	assets of Templeton Growth Corporate Class were merged with the Fund	November 20, 2020
	assets of Templeton Growth Fund, Ltd. were merged with the Fund	November 13, 2020

Each Fund in Table 69 experienced a material change of investment objectives or investment strategies during the last ten years.

Table 69: Material changes to investment objectives or strategies during the last ten years

Fund	Change	Date of Change
Franklin Brandywine Global Sustainable Income Optimiser Fund	change in investment objective to invest primarily in debt instruments of issuers anywhere in the world while following a sustainable investment approach	September 17, 2021
	change in investment strategies to allow the fund to invest in issuers that have been assessed by the advisor as sustainable investments	June 4, 2021
Franklin ClearBridge Sustainable International Growth Fund	change in investment objective to invest primarily in equity securities of issuers outside Canada and U.S. while following a sustainable investment approach	September 17, 2021
	change in investment strategies to allow the fund to invest in individual companies and industry sectors that have been assessed by the advisor as sustainable investments	June 7, 2021
Franklin Global Core Bond Fund	change in investment objective to invest primarily in debt instruments of issuers anywhere in the world while following a sustainable investment approach	September 16, 2022
Franklin Innovation Fund	change in investment objective to invest primarily in equity securities of issuers with maintainable innovation-drive growth prospects while following a sustainable investment approach	September 16, 2022
	change in investment strategies to allow the fund to invest in issuers that have been assessed by the advisor as sustainable investments	May 27, 2022
Franklin Martin Currie Sustainable Global Equity Fund	change in investment objective to invest primarily in equity securities of issuers anywhere in the world while following a sustainable investment approach	September 17, 2021
	change in investment strategies to allow the fund to invest in issuers that have been assessed by the advisor as sustainable investments	July 19, 2021
Franklin U.S. Opportunities Fund	change in investment objective to invest primarily in equity securities of U.S. issuers that demonstrate accelerating growth, increasing profitability, or above-average growth or growth potential compared to the overall economy while following a sustainable investment approach	September 16, 2022
	change in investment strategies to allow the fund to invest in issuers that have been assessed by the advisor as sustainable investments	May 27, 2022
Franklin Western Asset Core Plus Bond Fund	change in investment objective to invest primarily in investment grade debt instruments of issuers anywhere in the world while following a sustainable investment approach	September 16, 2022
	change in investment strategies to allow the fund to invest in issuers that have been assessed by the advisor as sustainable investments	September 16, 2022
Templeton Emerging Markets Fund	change in investment objective to invest primarily in equities of issuers in emerging markets while following a sustainable investment approach	September 16, 2022

Fund	Change	Date of Change
	change in investment strategies to allow the fund to invest in issuers that have been assessed by the advisor as sustainable investments	May 27, 2022
Templeton Sustainable Global Balanced Fund (formerly Templeton Global Balanced Fund)	change in investment objective to invest primarily in debt instruments and equity securities of issuers anywhere in the world while following a sustainable investment approach	September 16, 2022

Each Fund in Table 70 experienced a change of portfolio advisor or sub-advisor during the last ten years.

Table 70: Portfolio advisor changes during the last ten years

Fund	Current Advisor(s)	Former Advisor(s)	Date of Change
Franklin Brandywine Global Sustainable Income Optimiser Fund	FTIC; Brandywine Global Investment Management, LLC (sub-advisor)	FTIC; FBIM (currency risk management); Franklin Advisers, Inc. (sub-advisor)	June 4, 2021
Franklin ClearBridge Sustainable International Growth Fund	FTIC; ClearBridge Investments, LLC (sub-advisor)	FTIC; Templeton Global Advisors Limited (sub-advisor)	June 7, 2021
	FTIC; Templeton Global Advisors Limited (sub-advisor)	FTIC	February 1, 2019
Franklin High Income Fund	Franklin Templeton; FBIM (currency risk management); Franklin Advisers, Inc. (sub-advisor)	Franklin Templeton; Franklin Advisers, Inc. (sub-advisor)	April 22, 2019
Franklin Martin Currie Sustainable Global Equity Fund	FTIC; Martin Currie Inc. (sub-advisor)	FTIC; Franklin Mutual Advisers, LLC (sub-advisor)	July 19, 2021
Franklin Royce Global Small Cap Premier Fund	FTIC; Royce Investment Partners (sub-advisor)	FTIC; Templeton Investment Counsel, LLC (sub-advisor)	August 9, 2021
	FTIC; Templeton Investment Counsel, LLC (sub-advisor)	FTIC	January 15, 2015
Franklin U.S. Rising Dividends Fund	FTIC; Franklin Advisers, Inc. (sub-advisor)	FTIC; Franklin Advisory Services, LLC	November 1, 2017

Fund	Current Advisor(s)	Former Advisor(s)	Date of Change
FT Balanced Growth Private Wealth Pool	FTCC; FBIM (sub-advisor: Canadian fixed-income portion); Fiduciary Trust Company International (sub-advisor: U.S. equity portion)	FTCC; FBIM (sub-advisor: Canadian fixed-income and equity portion); Fiduciary Trust International of California (sub-advisor: U.S. equity portion)	March 26, 2018
	FTCC; FBIM (sub-advisor); Fiduciary Trust International of California (sub-advisor)	FTCC; FTIC (sub-advisor)	September 22, 2017
FT Balanced Income Private Wealth Pool	FTCC; FBIM (sub-advisor: Canadian fixed-income and equity portion); Fiduciary Trust Company International (sub-advisor: U.S. equity portion)	FTCC; FBIM (sub-advisor: Canadian fixed-income and equity portion)	September 30, 2018
	FTCC; FBIM (sub-advisor: Canadian fixed-income portion)	FTCC; FTIC (sub-advisor)	September 22, 2017
FT Growth Private Wealth Pool	FTCC; FBIM (sub-advisor: Canadian fixed-income and equity portion); Fiduciary Trust Company International (sub-advisor: U.S. equity portion)	FTCC; FBIM (sub-advisor: Canadian fixed-income and equity portion); Fiduciary Trust International of California (sub-advisor: U.S. equity portion)	March 26, 2018
	FTCC; FBIM (sub-advisor); Fiduciary Trust International of California (sub-advisor)	FTCC; FTIC (sub-advisor)	September 22, 2017
Templeton Emerging Markets Fund	FTIC; Templeton Asset Management Ltd. (sub-advisor); Franklin Templeton Investment Management Limited (sub-advisor)	FTIC; Templeton Asset Management Ltd. (sub-advisor)	November 15, 2019
	FTIC; Templeton Asset Management Ltd. (sub-advisor)	FTIC; Franklin Templeton Investment Management Limited (sub-advisor)	March 31, 2018
	FTIC; Templeton Asset Management Ltd. (sub-advisor); Franklin Templeton Investment Management Limited (sub-advisor)	FTIC; Templeton Asset Management Ltd. (sub-advisor)	April 3, 2017
	FTIC; Templeton Asset Management Ltd. (sub-advisor)	Templeton Asset Management Ltd.	November 1, 2014
Templeton Sustainable Global Balanced Fund	FTIC; Franklin Advisors, Inc. (sub-advisor: fixed-income portion); Franklin Templeton Investment Management Limited (sub-advisor: equity portion); Templeton Asset Management Ltd. (sub-advisor: fixed-income portion); Templeton Global Advisors Limited (sub-advisor: equity portion)	FTIC; Franklin Advisors, Inc. (sub-advisor: fixed-income portion); Templeton Global Advisors Limited (sub-advisor: equity portion)	August 1, 2022

FUND-SPECIFIC INFORMATION

In this part of the document, you will find everything you need to help you evaluate and compare the Funds in light of your investment needs. The Fund descriptions that follow give you specific information about each Fund.

Information that is common to some or all of the Funds is described here. You should refer back to this section when reading a Fund description to make sure you have complete information about that Fund.

Fund details

This section tells you the Fund's type, the nature of the units it offers, whether the Fund's units are eligible for registered plans and the names of the Fund's portfolio advisor and/or sub-advisor.

What types of mutual funds exist?

Generally, what we identify as each Fund's type is the category to which it has been, or is expected to be, assigned by The Canadian Investment Funds Standards Committee. This organization was formed by Canada's major mutual fund database and research firms in order to standardize the classifications of mutual funds in Canada. Its category definitions and assignments are available at www.cifsc.org.

Permitted investments in closed series

Where a series of a particular Fund has been closed to new investments (a "**Closed Series**"), that Fund will not issue new units of the Closed Series except as described in this section.

We may vary the terms of the closure applicable to a Closed Series, or remove the closure entirely, at our discretion.

Rules applicable to all closed series

An investor who receives a distribution on a Closed Series unit may reinvest that distribution in additional units of the same Closed Series.

The following investors may, at our discretion, invest in a Closed Series:

- an investor who is an "accredited investor" as defined by applicable securities law;
- certain institutional investors;
- an investor who is a client of Fiduciary Trust Company of Canada; and
- our employees and former employees, and the relatives of our employees and former employees.

Additional rules applicable to Series I, I-Hedged, V and O

In the case of a Closed Series that is Series I, I-Hedged, V or O:

- an investor who held units of that Closed Series on the date it was closed to new investments, and who has continued to hold units of that Closed Series since that time, may purchase additional units of that Closed Series; and
- an investor who gave systematic instructions to purchase units of that Closed Series that were in effect on the date it was closed to new investments may continue to purchase units of that Closed Series pursuant to those instructions.

What does the fund invest in?

This section tells you the Fund's fundamental investment objective and the investment strategies it uses to pursue that objective.

Change in an index

The Manager may, subject to any required unitholder approval, change an index tracked by a Fund to another index in order to provide investors with substantially the same exposure to the asset class to that which the Fund is currently exposed. If the Manager changes the index, or any index replaces such index, the Manager will issue a press release identifying the new index, describing its constituent securities and specifying the reasons for the change in the index.

Termination of an index

If the index administrator ceases to calculate an index or the Index Sublicense Agreement in respect of an index is terminated, the Manager may:

- terminate the applicable Fund on not less than sixty (60) days' notice to unitholders;
- change the investment objective of the applicable Fund or seek to replicate an alternative index (subject to any unitholder approval in accordance with Canadian securities legislation); or
- make such other arrangement as the Manager considers appropriate and in the best interests of unitholders of the Fund in the circumstances.

Investment strategies

Investment in depositary receipts

Any Fund may invest in depositary receipts to obtain indirect ownership of foreign securities whose direct ownership would be consistent with the Fund's investment objective and investment strategies.

Depositary receipts are instruments, issued by banks or other financial institutions, that represent the value of securities issued by foreign companies. These receipts are most often known as one of the following, depending on the location of the depositary:

- American Depositary Receipts,
- European Depositary Receipts, or
- Global Depositary Receipts.

Investment in syndicated loans

Certain Funds may invest in loans and/or in loan participations ("**syndicated loans**").

A syndicated loan is a credit facility that is extended to a corporation or other entity by a financial institution and subsequently sold by that financial institution, in whole or in part, to one or more investors.

The syndicated loan in which a Fund invests may be a term loan or, to the extent permitted by securities regulations:

- a synthetic term loan,
- a delayed-draw term loan,
- a revolving credit facility, or
- a receivables purchase facility.

Interest on a syndicated loan typically accrues at a reference rate that resets periodically plus a fixed spread.

Use of derivatives

Each Fund, except for Franklin Canadian Money Market Fund, may use derivatives as permitted by NI 81-102, as modified by any exemptions therefrom that the Fund has received (see **EXEMPTIONS FROM NI 81-102** on page 125).

A Fund that may use derivatives may do so:

- to hedge against losses from changes in security prices, exchange rates or interest rates;

- to gain indirect exposure to individual securities, markets or other investments, instead of investing directly in those securities, markets or other investments; or

- to seek to generate additional income.

In the Fund descriptions, we indicate whether a particular Fund uses derivatives.

Securities lending, repurchase and reverse repurchase agreements

The Funds may enter into securities lending agreements, repurchase agreements, and/or reverse repurchase agreements as permitted by NI 81-102.

A Fund may enter into these types of agreements in order to earn additional income.

Short selling

Certain Funds may engage in short selling as permitted by NI 81-102.

Short selling provides a Fund with additional opportunities to profit from its portfolio advisor's ability to identify mispriced securities or to anticipate decreases in security prices.

Strategies for sustainable investment

Certain Funds, noted on the front cover, have adopted a sustainable investment approach as part of their investment objectives. We define a "**sustainable investment approach**" as one that incorporates an assessment of ESG factors into the investment decision-making process.

A Fund that follows a sustainable investing approach employs one or more the following strategies:

- **Integration and evaluation:** The Fund explicitly considers ESG-related factors alongside traditional financial factors when making investment decisions.

- **Exclusionary screening:** The Fund excludes certain types of securities or issuers from its portfolio based on certain ESG-related activities, business practices, or business segments.

- **Inclusionary screening:** The Fund seeks to invest in issuers that perform better than their peers on one or more performance metrics related to ESG matters.

- **Thematic investing:** The Fund seeks to invest in sectors, industries, or issuers that are expected to benefit from long-term macroeconomic or structural ESG-related trends.

- **Impact investing:** The Fund seeks to generate a positive, measurable social or environmental impact in addition to a financial return.

- **Engagement and stewardship activities:** The Fund seeks to influence the issuers in which it has invested to make decisions that increase the positive impact of those issuers on ESG-related factors. To this end, the Fund may vote on management and/or shareholder resolutions in accordance with certain ESG-related considerations or aims, and may interact with the management of the issuers in which it has invested through meetings and/or written dialogue in accordance with certain ESG-related considerations or aims.

Other Funds may also employ one or more of these strategies, even though they have not adopted a sustainable investment approach as part of their investment objectives.

What are the risks of investing in the fund?

This section contains a table that identifies the primary risks and secondary risks that apply to the Fund. Risks without a bullet in either column do not apply to the Fund. For a description of each risk, see **WHAT ARE THE RISKS OF INVESTING IN A MUTUAL FUND?** on page 108.

If, as of April 30, 2024, any investor held Mutual Fund Series units of a particular Fund representing more than 10% of the NAV of that Fund, that holding is identified in Table 71. For privacy reasons, we have omitted the names of the investors who are individuals. You may obtain this information by emailing us at service.CAN.franklintempleton@fisglobal.com.

Table 71: Investors holding Mutual Fund Series units representing more than 10% of a Fund's NAV

Fund	Investor	% of Fund held
Franklin Brandywine Global Sustainable Balanced Fund	FTIC.	91.62%
Franklin Brandywine Global Sustainable Income Optimiser Fund	Franklin Quotential Balanced Growth Portfolio	24.88%
	Franklin Quotential Balanced Income Portfolio	14.97%
	Franklin Quotential Diversified Income Portfolio	24.49%
Franklin Canadian Core Equity Fund	Franklin Quotential Growth Portfolio	13.38%
	Franklin Quotential Balanced Growth Portfolio	36.02%
Franklin Canadian Core Plus Bond Fund	Franklin Quotential Balanced Growth Portfolio	15.35%
	Franklin Quotential Diversified Income Portfolio	14.49%
Franklin Canadian Corporate Bond Fund	Franklin Canadian Balanced Fund	28.89%
Franklin Canadian Government Bond Fund	Franklin Quotential Balanced Growth Portfolio	32.36%
	Franklin Quotential Balanced Income Portfolio	19.46%
	Franklin Quotential Diversified Income Portfolio	30.55%
Franklin Canadian Money Market Fund	Forest Resource Improvement Association of Alberta	11.25%
	FTIC	21.03%
Franklin Canadian Monthly Income and Growth Fund	Equitable Life Bissett Funds	16.21%
	Franklin Canadian Balanced Fund	46.64%
Franklin Canadian Short Term Bond Fund	Franklin Quotential Balanced Growth Portfolio	22.30%
	Franklin Quotential Balanced Income Portfolio	13.41%
	Franklin Quotential Diversified Income Portfolio	21.05%

Fund	Investor	% of Fund held
Franklin ClearBridge Canada Plus Equity Fund	Franklin Canadian Balanced Fund	75.80%
Franklin ClearBridge Canadian Equity Fund	The London Life Insurance Company	10.90%
Franklin ClearBridge Canadian Small Cap Fund	The London Life Insurance Company	30.85%
	The Canada Life Assurance Company	11.55%
Franklin ClearBridge Dividend Income Fund	Equitable Life Bissett Funds	45.01%
Franklin ClearBridge Sustainable Global Infrastructure Income Fund	Equitable Life Bissett Funds	13.56%
Franklin ClearBridge Sustainable International Growth Fund	Franklin Quotential Balanced Growth Portfolio	12.07%
	Franklin ClearBridge Sustainable International Growth Fund II	13.56%
Franklin ClearBridge U.S. Sustainability Leaders Fund	Franklin Quotential Growth Portfolio	14.30%
	Franklin Quotential Balanced Growth Portfolio	38.46%
	Franklin Quotential Balanced Income Portfolio	10.07%
	Franklin Quotential Diversified Equity Portfolio	14.95%
	Franklin Quotential Growth Portfolio	16.94%

Fund	Investor	% of Fund held
Franklin Emerging Markets Core Equity Fund	Franklin Quotential Balanced Growth Portfolio	45.95%
	Franklin Quotential Balanced Income Portfolio	12.02%
	Franklin Quotential Diversified Equity Portfolio	15.36%
Franklin High Income Fund	Co-operators Life Insurance Company	46.42%
Franklin Innovation Fund	Industrial Alliance Insurance and Financial Services	12.31%
Franklin International Core Equity Fund	Franklin Quotential Balanced Growth Portfolio	19.73%
Franklin Martin Currie Improving Society Fund	FTIC	93.03%
Franklin Martin Currie Sustainable Emerging Markets Fund	Public Service Superannuation Fund	34.98%
	Nova Scotia Teachers' Pension Fund	47.96%
Franklin Quotential Balanced Growth Portfolio	Valeurs Mobilieres DesJardins Inc.	16.80%
Franklin Quotential Balanced Income Portfolio	Valeurs Mobilieres DesJardins Inc.	17.24%
Franklin Quotential Diversified Equity Portfolio	The Equitable Life Insurance Company of Canada	12.18%
	The Equitable Life Segregated Fund	14.95%

Fund	Investor	% of Fund held
Franklin Quotential Growth Portfolio	The Equitable Life Insurance Company of Canada	12.91%
Franklin Sustainable Canadian Core Equity Fund	Franklin LifeSmart Sustainable 2040 Portfolio	36.61%
	Franklin LifeSmart Sustainable 2030 Portfolio	21.96%
	Franklin LifeSmart Sustainable 2050 Portfolio	15.99%
Franklin Sustainable International Core Equity Fund	Franklin LifeSmart Sustainable 2040 Portfolio	36.60%
	Franklin LifeSmart Sustainable 2030 Portfolio	21.95%
	Franklin LifeSmart Sustainable 2050 Portfolio	16.00%
Franklin Sustainable U.S. Core Equity Fund	Franklin LifeSmart Sustainable 2040 Portfolio	36.60%
	Franklin LifeSmart Sustainable 2030 Portfolio	21.95%
	Franklin LifeSmart Sustainable 2050 Portfolio	16.01%
Franklin U.S. Core Equity Fund	Franklin Quotential Balanced Growth Portfolio	24.86%
Franklin U.S. Opportunities Fund	Franklin Quotential Balanced Growth Portfolio	23.58%
Franklin Western Asset Core Plus Bond Fund	Franklin Quotential Balanced Growth Portfolio	24.31%
	Franklin Quotential Balanced Income Portfolio	14.63%
	Franklin Quotential Diversified Income Portfolio	23.93%
FT Balanced Growth Private Wealth Pool	NBCN Inc. 6C5VNHA Vitality Fund	
FT Growth Private Wealth Pool	Redacted	10.20%
Templeton Emerging Markets Fund	La Commission de la Caisse Commune	33.58%
Templeton Global Bond Fund	Sun Life Assurance Company of Canada	27.04%
	Manulife Financial	11.13%

CDS & Co., the nominee of CDS, is the registered owner of the ETF Series units of each Fund that issues such units, and holds these units for various dealers and other persons on behalf of their clients and others. From time to time, ETF Series units of a particular Fund representing more than 10% of the NAV of that Fund may be beneficially owned, directly or indirectly, by:

- a Designated Broker,
- an ETF Dealer,
- another dealer,
- a Fund, and/or

- another investment fund managed by us, or by one of our associates or affiliates.

If, as of April 30, 2024, any Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72. This may increase concentration risk associated with investing in the Fund.

Table 72: Funds holding investments in a single issuer representing more than 10% of the Fund's NAV

Fund	Security description	% of the Fund's NAV
Franklin Brandywine Global Sustainable Income Optimiser Fund	Canada Treasury Bill, 06/20/2024	10.09%
Franklin Canadian Balanced Fund	Franklin ClearBridge Canada Plus Equity Fund, Series O	10.82%
	Franklin Canadian Monthly Income and Growth Fund, Series O	22.64%
	Franklin Canadian Government Bond Fund, Series O	13.86%
Franklin Conservative Income ETF Portfolio	Franklin Canadian Core Plus Bond Fund, ETF Series	29.41%
	Franklin Canadian Government Bond Fund, Series O	11.00%
	Franklin FTSE U.S. Index ETF	12.57%
	Franklin Global Core Bond Fund, ETF Series	25.51%
Franklin Core ETF Portfolio	Franklin Canadian Core Plus Bond Fund, ETF Series	16.67%
	Franklin FTSE Canada All Cap Index ETF	14.36%
	Franklin FTSE U.S. Index ETF	26.01%
	Franklin Global Core Bond Fund, ETF Series	14.53%
Franklin Growth ETF Portfolio	Franklin FTSE Canada All Cap Index ETF	19.34%
	Franklin FTSE U.S. Index ETF	35.03%
	Franklin International Equity Index ETF	10.55%
Franklin Quotential Balanced Growth Portfolio	Franklin Bissett Core Plus Bond Fund, Series O	15.14%
Franklin Quotential Balanced Income Portfolio	Franklin Bissett Core Plus Bond Fund, Series O	23.75%
	Franklin Canadian Government Bond Fund, Series O	13.71%
Franklin Quotential Diversified Equity Portfolio	Franklin FTSE U.S. Index ETF	11.09%
	Franklin International Core Equity Fund, Series O	10.27%
	Franklin U.S. Core Equity Fund, Series O	16.29%
Franklin Quotential Diversified Income Portfolio	Franklin Canadian Core Plus Bond Fund, Series O	30.04%

Fund	Security description	% of the Fund's NAV
	Franklin Canadian Government Bond Fund, Series O	17.34%
Franklin Quotential Growth Portfolio	Franklin U.S. Core Equity Fund, Series O	10.85%
FT Balanced Growth Private Wealth Pool	Franklin International Core Equity Fund, Series O	13.05%
FT Growth Private Wealth Pool	Franklin International Core Equity Fund, Series O	20.57%
Templeton Global Bond Fund	Australia Government Bond, 3.250%, 04/21/2025	10.04%

FRANKLIN ALL-EQUITY ETF PORTFOLIO

Fund details

Fund type	Global Equity
Securities offered	Series A, F, FT, O, T and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario

What does the fund invest in?

Investment objective

- provide investors with a diversified portfolio designed to provide long-term capital appreciation by investing primarily in ETFs that invest in Canadian, U.S. and international equity securities
- the fund may also invest in other mutual funds or invest directly in equity securities and cash or cash equivalents
- in accordance with its investment strategies, the fund's asset allocation may change over time to reflect the portfolio advisor's current and long-term outlook for each asset class

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund will invest in ETFs managed by us or an affiliate of ours and may also invest in unlisted mutual funds, that may be managed by us or by an affiliate of ours.

The Fund may invest up to 10% of its assets in ETFs that are not managed by us or by an affiliate of ours.

The Fund may, from time to time, invest a portion of its assets directly in equity securities.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 90 - 100% equity securities
- 0 - 10% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market

instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 154.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF	●	
Foreign currency		●
Foreign currency hedging		●
Foreign investment		●
Fund of funds	●	
Illiquidity		
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		●
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN BRANDYWINE GLOBAL SUSTAINABLE BALANCED FUND

Fund details

Fund type	Sustainable global neutral balanced
Securities offered	Series A, F, FT, O and T units
Eligible for registered plans	Yes*
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Brandywine Global Investment Management, LLC, Philadelphia, Pennsylvania

During a portion of January 2024, the units were not a "qualified investment" for registered plans. As of January 31, 2024, the Fund's units were again a "qualified investment" for registered plans. There is a risk that the Fund's units may not continue to be a "qualified investment" for registered plans in the future.

What does the fund invest in?

Investment objective

- current income and long-term capital appreciation by investing primarily in debt instruments and equity securities of issuers anywhere in the world while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The sub-advisor will generally keep the Fund's asset class allocations within the following ranges:

- 40 – 60% debt instruments
- 40 – 60% equity securities

The sub-advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The sub-advisor employs a blend of macro and fundamental analysis while following a value investment style in selecting investments for the Fund's portfolio.

The Fund will not invest:

- more than 5% of its assets in any single instrument or security of a non-sovereign issuer, or
- more than 5% of the value of its equity allocation, at the time of its investment, in the equity securities of a single issuer.

The Fund may invest in Mainland China through the Bond Connect or directly.

The Fund may invest up to 30% of its assets in debt instruments or equity securities of issuers in emerging markets.

There is no minimum or maximum portion of the Fund's allocation to debt instruments that may be invested in:

- investment-grade debt instruments;
- non-investment-grade debt instruments; or
- unrated debt instruments.

The Fund may invest, without limit, in debt instruments of any maturity or duration.

The Fund may invest:

- up to 25% of its assets in ABS and MBS;
- up to 25% of its assets in convertible securities; and
- up to 10% of its assets in preferred equity securities.

The Fund may invest in debt instruments including fixed-income and floating-rate instruments, government and corporate bonds and inflation-linked bonds.

The Fund may invest in corporate loans, including syndicated loans (see **INVESTMENT IN SYNDICATED LOANS** on page 153).

The Fund will generally invest in equity securities of companies whose stock market capitalization, at the time of its investment, is at least USD 500 million, but may invest in companies of any size.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- integration and evaluation
- exclusionary screening
- engagement and stewardship activities

Alongside traditional financial and economic analyses, the sub-advisor typically integrates an evaluation of the potential impacts of material ESG factors on an issuer, to determine whether, in the sub-advisor's view, the issuer's ESG practices present a financial opportunity or risk for an investment. This ESG integration will include qualitative research and may also include data-driven risk analysis.

In addition to the integration of ESG factors, the sub-advisor uses a multi-faceted approach to assign an ESG rating to at least 90% of the issuers in the Fund's portfolio and at least 80% of the issuers that comprise the Fund's investment universe. This approach is largely quantitative and utilizes data sources provided by third parties, which may include MSCI and Verisk Maplecroft. As described in greater detail in the following paragraphs, this data is used for ESG scoring, to identify material risks, candidates for engagement, track progress on issuer interactions, and ultimately make portfolio management decisions. The results of this analysis form the basis for exclusions where the securities of issuers in the bottom decile, as defined by ESG factors for rated issuers of the investment universe, are excluded from the Fund's portfolio and the sub-advisor will seek to engage with issuers in the second-lowest decile if the securities of those issuers are held in the Fund.

The ESG rating assigned to a sovereign issuer is based on factors including, but not limited to:

- deforestation and land usage/conservation;
- climate change vulnerability;

- overall greenhouse gas emissions;
- reliance on fossil fuel exports;
- water usage;
- civil and political rights;
- private sector oversight; and
- regulation, particularly with respect to safety.

The ESG rating assigned to a corporate issuer is based on factors including, but not limited to:

- carbon emissions and greenhouse gas emissions;
- water usage and conservation;
- stranded assets and other liabilities associated with physical and transition risks;
- potential product liabilities; and
- failure to address and amend breaches in safety and environmental standards.

The sub-advisor reviews its ESG ratings:

- on a quarterly basis, in the case of a sovereign issuer; and

- on a daily basis, in the case of other issuers,

and will, on a monthly basis at least, rebalance the Fund's portfolio so that:

- issuers whose ESG rating is in the bottom decile of the Fund's rated investment universe are excluded from the Fund's portfolio; and

- not more than 10% of the Fund's net assets consist of investments in, or exposure to, issuers to which the sub-advisor has not assigned a quantitative ESG rating or qualitative assessment of these factors.

The Fund will not invest in the securities of an issuer with significant direct involvement, as determined by the sub-advisor, in any of the following:

- tobacco

- thermal coal

- nuclear energy

- controversial weapons

- adult entertainment materials

The Fund will not invest in any issuer if the issuer:

- is assessed as 'fail' under the United Nations Global Compact; or

- is a sovereign issuer identified in the United Nations Security Council Sanctions or as a high-risk jurisdiction by the Financial Action Task Force.

In engaging with issuers in the Fund's portfolio (including, without limitation, through interaction with corporate management teams, investor relations and sustainability teams, government officials, and policymakers) regarding their environmental and social performance, the sub-advisor will seek to engage with those issuers in the second-lowest decile of the Fund's rated universe if the securities of those issuers are held in the Fund. Environmental and social performance is measured quantitatively when data is available, and also through qualitative research. After periodic engagement with, and reassessment of the ESG score of, an issuer, the sub-advisor may reduce or eliminate the Fund's exposure to that issuer.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS	●	
Asset allocation	●	
China A-securities		●
China bond connect		●
Concentration		●
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets	●	
Equity	●	
ETF		●
Foreign currency		●
Foreign currency hedging		●
Foreign investment	●	
Fund of funds		
Illiquidity		●
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability	●	
Taxation	●	

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 152. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN BRANDYWINE GLOBAL SUSTAINABLE INCOME OPTIMISER FUND

Fund details

Fund type	Sustainable multi-sector fixed income
Securities offered	Series A, F, O and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Brandywine Global Investment Management, LLC, Philadelphia, Pennsylvania

What does the fund invest in?

Investment objective

- high income and preservation of capital by investing primarily in debt instruments of issuers anywhere in the world while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, the Fund will diversify its investments by credit rating, duration, type of instrument, sector and country; however, there is no minimum or maximum amount of the Fund's assets that may be invested in:

- investment-grade debt instruments;
- non-investment-grade debt instruments; or
- unrated debt instruments.

The Fund will not invest more than 5% of its assets in any single security of a non-sovereign issuer.

The Fund may invest in Mainland China through the Bond Connect or directly.

The Fund may invest, without limit, in securities of any maturity or duration.

The Fund may invest:

- up to 25% of its assets in ABS and MBS;
- up to 25% of its assets in convertible securities;
- up to 10% of its assets in preferred equity securities; and
- up to 10% of its assets in common shares.

The Fund may invest in debt instruments including fixed-income and floating-rate instruments, government and corporate bonds and inflation-linked bonds.

The Fund may invest in corporate loans, including syndicated loans (see **INVESTMENT IN SYNDICATED LOANS** on page 153).

The Fund seeks to hedge, as completely as possible, against changes in its NAV that would otherwise result from changes in the U.S. dollar/Canadian dollar exchange rate.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;

- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and

- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- integration and evaluation
- exclusionary screening
- engagement and stewardship activities

Alongside traditional financial and economic analyses, the sub-advisor typically integrates an evaluation of the potential impacts of material ESG factors on an issuer, to determine whether, in the sub-advisor's view, the issuer's ESG practices present a financial opportunity or risk for an investment. This ESG integration will include qualitative research and may also include data-driven risk analysis.

In addition to the integration of ESG factors, the sub-advisor utilizes a multi-faceted approach to assign an ESG rating to at least 90% of the issuers in the Fund's portfolio and at least 80% of the issuers that comprise the Fund's investment universe. This approach is largely quantitative and utilizes data sources provided by third parties, which may include MSCI and Verisk Maplecroft. As described in greater detail in the following paragraphs, this data is used for ESG scoring, to identify material risks, candidates for engagement, track progress on issuer interactions, and ultimately make portfolio management decisions. The results of this analysis form the basis for exclusions where the securities of issuers in the bottom decile, as defined by ESG factors for rated issuers of the investment universe, are excluded from the Fund's portfolio and the sub-advisor will seek to engage with issuers in the second-lowest decile if the securities of those issuers are held in the Fund.

The ESG rating assigned to a sovereign issuer is based on factors including but not limited to:

- deforestation and land usage/conservation;
- climate change vulnerability;
- overall greenhouse gas emissions;
- reliance on fossil fuel exports;
- water usage;
- civil and political rights;
- private sector oversight; and
- regulation, particularly with respect to safety.

The ESG rating assigned to a corporate issuer is based on factors including, but not limited to:

- carbon emissions and greenhouse gas emissions;
- water usage and conservation;
- stranded assets and other liabilities associated with physical and transition risks;
- potential product liabilities; and
- failure to address and amend breaches in safety and environmental standards.

The sub-advisor reviews its ESG ratings:

- on a quarterly basis, in the case of a sovereign issuer; and

- on a daily basis, in the case of other issuers,

and will, on a monthly basis at least, rebalance the Fund's portfolio so that:

- issuers whose ESG rating is in the bottom decile of the Fund's rated investment universe are excluded from the Fund's portfolio; and
- not more than 10% of the Fund's net assets consist of investments in, or exposure to, issuers to which the sub-advisor has not assigned a quantitative ESG rating or qualitative assessment of these factors.

The Fund will not invest in the securities of an issuer with significant direct involvement, as determined by the sub-advisor, in any of the following:

- tobacco
- thermal coal
- nuclear energy
- controversial weapons
- adult entertainment materials

The Fund will not invest in any issuer if the issuer:

- is assessed as 'fail' under the United Nations Global Compact; or
- is a sovereign issuer identified in the United Nations Security Council Sanctions or as a high-risk jurisdiction by the Financial Action Task Force.

In engaging with issuers in the Fund's portfolio (including, without limitation, through interaction with corporate management teams, investor relations and sustainability teams, government officials, and policymakers) regarding their environmental and social performance, the sub-advisor will seek to engage with those issuers in the second-lowest decile of the Fund's rated universe, if the securities of those issuers are held in the Fund. Environmental and social performance is measured quantitatively when data is available, and also through qualitative research. After periodic engagement with, and reassessment of the ESG score of, an issuer, the sub-advisor may reduce or eliminate the Fund's exposure to that issuer.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS	●	
Asset allocation		
China A-securities		
China bond connect		●
Concentration		●
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity		●
ETF		
Foreign currency		●
Foreign currency hedging		●
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		●

	Primary risk	Secondary risk
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary Market Trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

FRANKLIN CANADIAN BALANCED FUND (FORMERLY FRANKLIN BISSETT CANADIAN BALANCED FUND)

Fund details

Fund type	Canadian neutral balanced
Securities offered	Series A, F, I[1], O, PA, PF, PT and T units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- a balance of current income and long-term capital appreciation by investing primarily in a portfolio of Franklin Templeton Funds to achieve a balance of fixed-income and equity investments

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund will invest up to 100% in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may, from time to time, invest a portion of its assets directly in equity securities and debt instruments.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 40 - 60% equity securities
- 35 - 50% debt instruments
- 0 - 10% cash

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

Generally, at least 70% of the value of the Fund's investment exposure will consist of a combination of equity securities of Canadian issuers and Canadian-dollar-denominated debt instruments and cash.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		

Concentration		
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency		●
Foreign currency hedging		●
Foreign investment		●
Fund of funds	●	
Illiquidity		●
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●

Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		
Taxation	●	

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

FRANKLIN CANADIAN BOND FUND (FORMERLY FRANKLIN BISSETT CANADIAN BOND FUND)

Fund details

Fund type	Canadian fixed income
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

[1] Series O units were previously offered on a private placement basis since October 5, 2009.

What does the fund invest in?

Investment objective

- current income, liquidity and some long-term capital appreciation by investing primarily in a diversified portfolio of Canadian government and corporate debt instruments

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor employs fundamental analysis in selecting investments for the Fund's portfolio.

The Fund invests primarily in investment-grade Canadian debt instruments.

The Fund may invest in Canadian-dollar-denominated debt instruments issued by foreign governments and corporations.

The Fund will not purchase non-investment-grade debt instruments, but may continue to hold a debt instrument that is assigned a non-investment-grade rating following a credit downgrade.

The Fund may invest in the preferred shares of Canadian companies.

The Fund will not otherwise purchase equity securities, but may continue to hold equity securities, and may hold and exercise warrants or rights to acquire equity securities, that it receives:

- as part of a bond offering,
- upon the conversion of convertible securities, or
- in the course of a financial restructuring of an issuer whose debt instruments it held or holds.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 156.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		
Equity		●
ETF		
Foreign currency		
Foreign currency hedging		
Foreign investment		
Fund of funds		
Illiquidity		
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		
Taxation		●

FRANKLIN CANADIAN CORE EQUITY FUND

Fund details

Fund type	Canadian equity
Securities offered	Series O units[1]
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified portfolio of Canadian equity securities

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, at least 90% of the value of the Fund's equity holdings will consist of securities of Canadian issuers.

The sub-advisor employs security-specific research in conjunction with a rules-based, multi-factor approach in selecting investments for the Fund's portfolio.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		
Equity	●	
ETF		
Foreign currency		●
Foreign currency hedging		
Foreign investment		●
Fund of funds		
Illiquidity		
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN CANADIAN CORE PLUS BOND FUND (FORMERLY FRANKLIN BISSETT CORE PLUS BOND)

Fund details

Fund type	Canadian fixed income
Securities offered	Series A, F, O and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

What does the fund invest in?

Investment objective

- high current income and some long-term capital appreciation by investing primarily in Canadian federal and provincial government, and corporate bonds, debentures and short-term notes

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor employs fundamental analysis in selecting investments for the Fund's portfolio.

The Fund may invest up to 25% of its assets in non-investment-grade debt instruments.

The Fund may invest up to 30% of its assets in debt instruments issued in foreign currencies, including those issued in either developed or emerging markets currencies. It may exceed this threshold from time to time.

The Fund may invest in corporate loans, including syndicated loans (see **INVESTMENT IN SYNDICATED LOANS** on page 153).

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may invest a portion of its assets in preferred securities of Canadian companies.

The Fund will not otherwise purchase equity securities, but may continue to hold equity securities, and may hold and exercise warrants or rights to acquire equity securities, that it receives:

- as part of a bond offering,
- upon the conversion of convertible securities, or
- in the course of a financial restructuring of an issuer whose debt instruments it held or holds.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a

manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		
Equity		●
ETF		
Foreign currency		●
Foreign currency hedging		●
Foreign investment		●
Fund of funds		
Illiquidity		●
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN CANADIAN CORPORATE BOND FUND (FORMERLY FRANKLIN BISSETT CORPORATE BOND FUND)

Fund details

Fund type	Canadian fixed income
Securities offered	Series A, F, O and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

What does the fund invest in?

Investment objective

- high current income and some long-term capital appreciation by investing primarily in bonds, debentures, notes, revenue bonds and asset-backed and mortgage-backed securities of Canadian corporate entities

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor employs fundamental analysis in selecting investments for the Fund's portfolio.

The Fund may invest up to 25% of its assets in non-investment-grade debt instruments.

The Fund may invest up to 30% of its assets in debt instruments issued in foreign currencies, including those issued in either developed or emerging markets currencies. It may exceed this threshold from time to time.

The Fund may invest in syndicated loans (see **INVESTMENT IN SYNDICATED LOANS** on page 153).

The Fund may invest a portion of its assets in preferred securities of Canadian companies.

The Fund will not otherwise purchase equity securities, but may continue to hold equity securities, and may hold and exercise warrants or rights to acquire equity securities, that it receives:

- as part of a bond offering,
- upon the conversion of convertible securities, or
- in the course of a financial restructuring of an issuer whose debt instruments it held or holds.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a

manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 154.

	Primary risk	Secondary risk
ABS / MBS	●	
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		
Equity		●
ETF		
Foreign currency		●
Foreign currency hedging		●
Foreign investment		●
Fund of funds		
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		●
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN CANADIAN GOVERNMENT BOND FUND (FORMERLY FRANKLIN BISSETT CANADIAN GOVERNMENT BOND FUND)

Fund details

Fund type	Canadian fixed income
Securities offered	Series A, F, O and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

What does the fund invest in?

Investment objective

- current income, liquidity and modest capital appreciation by investing primarily in bonds issued by Canadian federal, provincial and municipal governments and government agencies, mortgage-backed securities and real return bonds

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor employs fundamental analysis in selecting investments for the Fund's portfolio.

The Fund invests primarily in investment-grade debt instruments issued or guaranteed by Canadian federal, provincial and municipal governments or their agencies.

The Fund may invest up to 10% of its assets in Canadian-dollar-denominated debt instruments issued by foreign governments or their agencies.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit		●
Cybersecurity		●
Derivative		●
Emerging markets		
Equity		
ETF		
Foreign currency		
Foreign currency hedging		
Foreign investment		
Fund of funds		
Illiquidity		
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN CANADIAN MONEY MARKET FUND (FORMERLY FRANKLIN BISSETT MONEY MARKET FUND)

Fund details

Fund type	Canadian money market
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

What does the fund invest in?

Investment objective

- high current income, liquidity and preservation of capital by investing primarily in high-quality money market securities issued by Canadian federal or provincial governments and government agencies, and high-quality short-term money market instruments and bankers acceptances

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund invests primarily in fixed and floating rate securities maturing in one year or less and may also invest in floating rate notes with interest rate reset dates of less than one year.

The Fund may also invest in commercial paper and other forms of corporate indebtedness (including bank-sponsored asset-backed commercial paper).

The Fund may invest up to 30% of its assets in Canadian-dollar-denominated debt instruments issued by foreign governments.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit	●	
Cybersecurity		●
Derivative		
Emerging markets		
Equity		
ETF		
Foreign currency		
Foreign currency hedging		
Foreign investment		●
Fund of funds		

Illiquidity		
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		●
Taxation	●	

We expect that the NAV per unit of each series of this Fund will generally be $10; however, this price could change due to one or more of the risks identified in the preceding table.

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN CANADIAN MONTHLY INCOME AND GROWTH FUND (FORMERLY FRANKLIN BISSETT MONTHLY INCOME AND GROWTH FUND)

Fund details

Fund type	Canadian neutral balanced
Securities offered	Series A, F, FT, I[1], O and T units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- a balance of income and capital appreciation by investing primarily in a diversified portfolio of income-generating Canadian, U.S. and global equities, equity-related securities and debt instruments

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor follows a 'growth at a reasonable price' investment style in selecting investments for the Fund's portfolio.

The portfolio advisor seeks to diversify the Fund's investments across a broad range of sectors.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 35 - 75% equity securities
- 25 - 65% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may invest in equity securities that pay little or no dividends if the portfolio advisor believes these investments will provide attractive total returns.

The Fund may invest up to 30% of its assets in securities of foreign issuers which are typically comprised of a combination of equity securities of foreign issuers, and foreign-currency-denominated debt instruments. The Fund may exceed this threshold from time to time.

The Fund's equity investments will be primarily in equity securities of mid-to-large-cap companies, but may include equity securities of companies of any size.

The Fund may invest in investment-grade and non-investment-grade debt instruments.

The Fund may invest in debt instruments of issuers in both developed and emerging markets.

The Fund may invest in floating-rate debt instruments, TIPS, RRBs, ABS and MBS, and in hybrid securities, including preferred securities and convertible securities.

The Fund may invest in syndicated loans (see **INVESTMENT IN SYNDICATED LOANS** on page 153).

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates. The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 149, the Fund employs the following, in relation to the equity component of the portfolio:

- Integration and evaluation
- Engagement and stewardship activities

Alongside traditional financial and economic analyses, the sub-advisor integrates an evaluation of material ESG factors on an issuer, to determine whether, in the sub-advisor's view, the issuer's ESG practices present a financial opportunity or risk for an investment. This ESG integration will include qualitative research and may also include data-driven risk analysis.

The sub-advisor integrates ESG factors into its fundamental research process. These ESG factors include, but are not limited to:

- Climate Change;
- Pollution and Waste Management;
- Employee Health and Safety;
- Labour and Community Relations;
- Supply Chain Management;
- Data Privacy and Protection;
- Shareholder Rights; and
- Remuneration.

The ESG factors on which the sub-advisor will focus will vary by the issuer and will reflect the industry or sub-industry in which that issuer operates as ESG issues vary in their materiality among different industries.

The sub-advisor employs a proprietary ESG rating system to assess a company's progression towards ESG-related goals and objectives and allows the sub-advisor to prioritize engagement activities with companies on ESG issues that are of significance.

While the sub-advisor's proprietary ESG ratings framework is not reliant on any specific third-party sources, the assessment may leverage data from a variety of external providers where available, including MSCI, Sustainalytics, ISS and others.

The sub-advisor engages with the board and management of issuers in the Fund's portfolio to discuss ESG-related risks and opportunities. The sub-advisor seeks to target engagements with specific goals and objectives based on the scope for potential improvement and to understand an issuer's long-term strategy. These engagements cover a range of topics, including but not limited to the issuer's overall strategy, operational performance, management/board performance, labour and safety issues and climate-related risks.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments for the equity component of the

portfolio and may not be a determinative factor in its final decision on whether to invest in a particular issuer.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		
Credit	●	
Cybersecurity		●
Derivative	●	
Emerging markets		●
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN CANADIAN SHORT TERM BOND FUND (FORMERLY FRANKLIN BISSETT SHORT DURATION BOND FUND)

Fund details

Fund type	Canadian short term fixed income
Securities offered	Series A, F, O and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

What does the fund invest in?

Investment objective

- high current income and preservation of capital by investing primarily in debt instruments of Canadian issuers including federal and provincial government bonds and corporate bonds, debentures and short-term notes

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor employs fundamental analysis in selecting investments for the Fund's portfolio.

The Fund will generally hold investments whose weighted average duration does not exceed 3½ years.

The Fund may invest up to 25% of its assets in non-investment-grade debt instruments.

The Fund may invest up to 30% of its assets in debt instruments issued in foreign currencies, including those issued in either developed or emerging markets currencies, and may exceed this threshold from time to time.

The Fund may invest in syndicated loans (see **INVESTMENT IN SYNDICATED LOANS** on page 153).

The Fund may invest a portion of its assets in preferred securities of Canadian companies.

The Fund will not otherwise purchase equity securities, but may continue to hold equity securities, and may hold and exercise warrants or rights to acquire equity securities, that it receives:

- as part of a bond offering,
- upon the conversion of convertible securities, or
- in the course of a financial restructuring of an issuer whose debt instruments it held or holds.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		
Equity		●
ETF		
Foreign currency		●
Foreign currency hedging		●
Foreign investment		●
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to

the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN CANADIAN ULTRA SHORT TERM BOND FUND (FORMERLY FRANKLIN BISSETT ULTRA SHORT BOND FUND)

Fund details

Fund type	Canadian short term fixed income
Securities offered	Series A, F, O and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

What does the fund invest in?

Investment objective

- income and preservation of capital by investing primarily in debt instruments of Canadian issuers

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor employs fundamental analysis in selecting investments for the Fund's portfolio.

The Fund will generally hold investments whose weighted average duration does not exceed 2 years.

The Fund may invest up to 25% of its assets in non-investment-grade debt instruments.

The Fund may invest up to 30% of its assets in debt instruments issued in foreign currencies, including those issued in either developed or emerging markets currencies, and may exceed this threshold from time to time.

The Fund may invest in high-interest savings accounts and in syndicated loans (see **INVESTMENT IN SYNDICATED LOANS** on page 153).

The Fund may invest a portion of its assets in preferred securities of Canadian companies.

The Fund will not otherwise purchase equity securities, but may continue to hold equity securities, and may hold and exercise warrants or rights to acquire equity securities, that it receives:

- as part of a bond offering,
- upon the conversion of convertible securities, or
- in the course of a financial restructuring of an issuer whose debt instruments it held or holds.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a

manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see WHAT ARE THE RISKS OF INVESTING IN THE FUND? on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		
Equity		●
ETF		
Foreign currency		●
Foreign currency hedging		●
Foreign investment		●
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		●
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN CLEARBRIDGE CANADA PLUS EQUITY FUND (FORMERLY FRANKLIN BISSETT CANADA PLUS EQUITY FUND)

Fund details

Fund type	Canadian focused equity
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified portfolio of Canadian and U.S. equities, with the intent of managing the overall volatility of the portfolio

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor follows a 'growth at a reasonable price' investment style in selecting investments for the Fund's portfolio.

The portfolio advisor seeks to diversify the Fund's investments across a broad range of sectors.

The Fund may invest up to 49% of its assets in equity securities of foreign issuers.

The Fund invests primarily in equity securities of mid-to-large-cap companies, but may invest in equity securities of companies of any size.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- Engagement and stewardship activities

Alongside traditional financial and economic analyses, the sub-advisor integrates an evaluation of material ESG factors on an issuer, to determine whether, in the sub-advisor's view, the issuer's ESG practices present a financial opportunity or risk for an investment. This ESG integration will include qualitative research and may also include data-driven risk analysis.

The sub-advisor integrates ESG factors into its fundamental research process. These ESG factors include, but are not limited to:

- Climate Change;
- Pollution and Waste Management;
- Employee Health and Safety;
- Labour and Community Relations;
- Supply Chain Management;
- Data Privacy and Protection;
- Shareholder Rights; and
- Remuneration.

The ESG factors on which the sub-advisor will focus will vary by the issuer and will reflect the industry or sub-industry in which that issuer operates as ESG issues vary in their materiality among different industries.

The sub-advisor employs a proprietary ESG rating system to assess a company's progression towards ESG-related goals and objectives and allows the sub-advisor to prioritize engagement activities with companies on ESG issues that are of significance.

While the sub-advisor's proprietary ESG ratings framework is not reliant on any specific third-party sources, the assessment may leverage data from a variety of external providers where available, including MSCI, Sustainalytics, ISS and others.

The sub-advisor engages with the board and management of issuers in the Fund's portfolio to discuss ESG-related risks and opportunities. The sub-advisor seeks to target engagements with specific goals and objectives based on the scope for potential improvement and to understand an issuer's long-term strategy. These engagements cover a range of topics, including but not limited to the issuer's overall strategy, operational performance, management/board performance, labour and safety issues and climate-related risks.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular issuer.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 154.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative	●	
Emerging markets		
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds		

	Primary risk	Secondary risk
Illiquidity		
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN CLEARBRIDGE CANADIAN DIVIDEND FUND (FORMERLY FRANKLIN BISSETT CANADIAN DIVIDEND FUND)

Fund details

Fund type	Canadian dividend & income equity
Securities offered	Series A, F, FT, I[1], O and T units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in dividend-paying or income-producing Canadian securities, including common shares, income trust units and preferred shares

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor follows a 'growth at a reasonable price' investment style in selecting investments for the Fund's portfolio.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- Engagement and stewardship activities

Alongside traditional financial and economic analyses, the sub-advisor integrates an evaluation of material ESG factors on an issuer, to determine whether, in the sub-advisor's view, the issuer's ESG practices present a financial opportunity or risk for an investment. This ESG integration will include qualitative research and may also include data-driven risk analysis. The sub-advisor integrates ESG

factors into its fundamental research process. These ESG factors include, but are not limited to:

- Climate Change;
- Pollution and Waste Management;
- Employee Health and Safety;
- Labour and Community Relations;
- Supply Chain Management;
- Data Privacy and Protection;
- Shareholder Rights; and
- Remuneration.

The ESG factors on which the sub-advisor will focus will vary by the issuer and will reflect the industry or sub-industry in which that issuer operates as ESG issues vary in their materiality among different industries.

The sub-advisor employs a proprietary ESG rating system to assess a company's progression towards ESG-related goals and objectives and allows the sub-advisor to prioritize engagement activities with companies on ESG issues that are of significance.

While the sub-advisor's proprietary ESG ratings framework is not reliant on any specific third-party sources, the assessment may leverage data from a variety of external providers where available, including MSCI, Sustainalytics, ISS and others.

The sub-advisor engages with the board and management of issuers in the Fund's portfolio to discuss ESG-related risks and opportunities. The sub-advisor seeks to target engagements with specific goals and objectives based on the scope for potential improvement and to understand an issuer's long-term strategy. These engagements cover a range of topics, including but not limited to the issuer's overall strategy, operational performance, management/board performance, labour and safety issues and climate-related risks.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular issuer.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		
Equity	●	
ETF		
Foreign currency		
Foreign currency hedging		
Foreign investment		
Fund of funds		
Illiquidity		●
Inflation-linked bonds		
Interest rate		●
Large transaction		●

Market	●	
Portfolio management		●
REIT		●
Secondary market trading		
SLA / repo / reverse repo		

Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

FRANKLIN CLEARBRIDGE CANADIAN EQUITY FUND (FORMERLY FRANKLIN BISSETT CANADIAN EQUITY FUND)

Fund details

Fund type	Canadian equity
Securities offered	Series A, F, I[1], O, PA and PF units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified portfolio of mid-to-large-capitalization Canadian equities

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor follows a 'growth at a reasonable price' investment style in selecting investments for the Fund's portfolio.

The Fund may invest up to 30% of its assets in equity securities of foreign issuers.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- Engagement and stewardship activities

Alongside traditional financial and economic analyses, the sub-advisor integrates an evaluation of material ESG factors on an issuer, to determine whether, in the sub-advisor's view, the issuer's ESG

practices present a financial opportunity or risk for an investment. This ESG integration will include The sub-advisor integrates ESG factors into its fundamental research process. These ESG factors include, but are not limited to:

- Climate Change;
- Pollution and Waste Management;
- Employee Health and Safety;
- Labour and Community Relations;
- Supply Chain Management;
- Data Privacy and Protection;
- Shareholder Rights; and
- Remuneration.

The ESG factors on which the sub-advisor will focus will vary by the issuer and will reflect the industry or sub-industry in which that issuer operates as ESG issues vary in their materiality among different industries.

The sub-advisor employs a proprietary ESG rating system to assess a company's progression towards ESG-related goals and objectives and allows the sub-advisor to prioritize engagement activities with companies on ESG issues that are of significance.

While the sub-advisor's proprietary ESG ratings framework is not reliant on any specific third-party sources, the assessment may leverage data from a variety of external providers where available, including MSCI, Sustainalytics, ISS and others.

The sub-advisor engages with the board and management of issuers in the Fund's portfolio to discuss ESG-related risks and opportunities. The sub-advisor seeks to target engagements with specific goals and objectives based on the scope for potential improvement and to understand an issuer's long-term strategy. These engagements cover a range of topics, including but not limited to the issuer's overall strategy, operational performance, management/board performance, labour and safety issues and climate-related risks.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular issuer.

qualitative research and may also include data-driven risk analysis.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		
Equity	●	
ETF		
Foreign currency		●
Foreign currency hedging		
Foreign investment		●
Fund of funds		
Illiquidity		
Inflation-linked bonds		
Interest rate		
Large transaction		●

	Primary risk	Secondary risk
Market	●	
Portfolio management		●
REIT		●
SLA / repo / reverse repo		
Secondary market trading		
Series		●
Short selling		
Smaller companies		
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN CLEARBRIDGE DIVIDEND INCOME FUND (FORMERLY FRANKLIN BISSETT DIVIDEND INCOME FUND)

Fund details

Fund type	Canadian equity balanced
Securities offered	Series A, F, FT, I[1], O, OT and T units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- high current income by investing primarily in Canadian and American dividend-paying preferred and common shares and, from time to time, bonds up to a maximum of 25% of the Fund's total assets

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor follows a 'growth at a reasonable price' investment style in selecting investments for the Fund's portfolio.

The Fund's investments in debt instruments may include government and corporate bonds, MBS, and preferred securities.

The Fund's investments in debt instruments will be primarily in investment-grade securities. The Fund may invest in non-investment-grade securities.

The Fund may also invest up to 30% in a combination of equity securities of foreign issuers and foreign-currency-denominated debt instruments, and may exceed this threshold from time to time.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 149, the Fund employs the following, in relation to the equity component of the portfolio:

- Integration and evaluation
- Engagement and stewardship activities

Alongside traditional financial and economic analyses, the sub-advisor integrates an evaluation of material ESG factors on an issuer, to determine whether, in the sub-advisor's view, the issuer's ESG practices present a financial opportunity or risk for an investment. This ESG integration will include qualitative research and may also include data-driven risk analysis.

The sub-advisor integrates ESG factors into its fundamental research process. These ESG factors include, but are not limited to:

- Climate Change;
- Pollution and Waste Management;
- Employee Health and Safety;
- Labour and Community Relations;
- Supply Chain Management;
- Data Privacy and Protection;
- Shareholder Rights; and
- Remuneration.

The ESG factors on which the sub-advisor will focus will vary by the issuer and will reflect the industry or sub-industry in which that issuer operates as ESG issues vary in their materiality among different industries.

The sub-advisor employs a proprietary ESG rating system to assess a company's progression towards ESG-related goals and objectives and allows the sub-advisor to prioritize engagement activities with companies on ESG issues that are of significance.

While the sub-advisor's proprietary ESG ratings framework is not reliant on any specific third-party sources, the assessment may leverage data from a variety of external providers where available, including MSCI, Sustainalytics, ISS and others.

The sub-advisor engages with the board and management of issuers in the Fund's portfolio to discuss ESG-related risks and opportunities. The sub-advisor seeks to target engagements with specific goals and objectives based on the scope for potential improvement and to understand an issuer's long-term strategy. These engagements cover a range of topics, including but not limited to the issuer's overall strategy, operational performance, management/board performance, labour and safety issues and climate-related risks.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments for the equity component of the portfolio and may not be a determinative factor in its final decision on whether to invest in a particular issuer.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		
Equity	●	

ETF		
Foreign currency		●
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		●
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN CLEARBRIDGE CANADIAN SMALL CAP FUND (FORMERLY FRANKLIN BISSETT SMALL CAP FUND)

Fund details

Fund type	Canadian small/mid cap equity
Securities offered	Series A, F, O, PA and PF units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Calgary, Alberta

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified portfolio of Canadian small-capitalization equities

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor follows a 'growth at a reasonable price' investment style in selecting investments for the Fund's portfolio.

The Fund may invest up to 30% of its assets in equity securities of foreign issuers.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- Engagement and stewardship activities

Alongside traditional financial and economic analyses, the sub-advisor integrates an evaluation of material ESG factors on an issuer, to determine whether, in the sub-advisor's view, the issuer's ESG practices present a financial opportunity or risk for an investment. This ESG integration will include qualitative research and may also include data-driven risk analysis.

The sub-advisor integrates ESG factors into its fundamental research process. These ESG factors include, but are not limited to:

- Climate Change;
- Pollution and Waste Management;
- Employee Health and Safety;
- Labour and Community Relations;
- Supply Chain Management;
- Data Privacy and Protection;
- Shareholder Rights; and
- Remuneration.

The ESG factors on which the sub-advisor will focus will vary by the issuer and will reflect the industry or sub-industry in which that issuer operates as ESG issues vary in their materiality among different industries.

The sub-advisor employs a proprietary ESG rating system to assess a company's progression towards ESG-related goals and objectives and allows the sub-advisor to prioritize engagement activities with companies on ESG issues that are of significance.

While the sub-advisor's proprietary ESG ratings framework is not reliant on any specific third-party sources, the assessment may leverage data from a variety of external providers where available, including MSCI, Sustainalytics, ISS and others.

The sub-advisor engages with the board and management of issuers in the Fund's portfolio to discuss ESG-related risks and opportunities. The sub-advisor seeks to target engagements with specific goals and objectives based on the scope for potential improvement and to understand an issuer's long-term strategy. These engagements cover a range of topics, including but not limited to the issuer's overall strategy, operational performance, management/board performance, labour and safety issues and climate-related risks.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular issuer.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		
Equity	●	
ETF		
Foreign currency		●
Foreign currency hedging		
Foreign investment		●
Fund of funds		
Illiquidity	●	
Inflation-linked bonds		
Interest rate		
Large transaction		●

Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies	●	
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN CLEARBRIDGE SUSTAINABLE GLOBAL INFRASTRUCTURE INCOME FUND

Fund details

Fund type	Sustainable global infrastructure equity
Securities offered	Series A, F, FT, O, T and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	ClearBridge Investments (North America) Pty Limited, Sydney, Australia

What does the fund invest in?

Investment objective

- income and capital appreciation by investing primarily in equity securities of issuers in the infrastructure business while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, the Fund will invest at least 90% of its assets in equity securities of issuers engaged in the infrastructure business.

The sub-advisor generally considers an issuer to be engaged in the infrastructure business if at least 50% or more of its assets, income, sales or profits are committed to, derived from or related to the construction, renovation, ownership, development, financing, management or operation of infrastructure assets or the provision of raw materials necessary for the construction and maintenance of infrastructure assets.

The Fund will invest primarily in income-paying securities.

The Fund may invest in issuers located anywhere in the world, but will not invest more than 20% of its assets in equity securities of issuers in developing or emerging markets.

The Fund may invest in issuers of any size and market capitalization, including small and mid-capitalization companies. These issuers may be newer issuers, including issuers making initial public offerings.

The Fund's investments may include common shares, preferred shares, convertible shares, other securities convertible into equity securities, and publicly-traded securities of master limited partnerships or REITs.

The Fund may invest in China A-securities directly through Stock Connect.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling;

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening
- engagement and stewardship activities

The sub-advisor makes an assessment of infrastructure exposure and infrastructure quality. Issuers with unacceptable exposure to non-infrastructure activities—for example mining, tobacco, gambling, explosives and alcohol—are excluded. Issuers judged to be of low infrastructure quality are also excluded. The causes of low infrastructure quality are varied, but include a range of factors relating to business model, market structure, as well as ESG factors. Examples would include the exclusion of companies with direct commodity dependence or those which scored poorly regarding legal, political and regulatory environments or specific weather dependence.

The sub-advisor uses a proprietary framework to assess ESG factors and seeks to assign an ESG rating to each issuer within the Fund's investment universe. This approach is a combination of qualitative and quantitative internal research, supported by access to data sources provided by third parties such as MSCI, Sustainalytics, ISS and S&P Trucost.

The ESG rating assigned to an issuer is based on factors including:

- its impact on, and preparedness for, climate change
- harmful emissions resulting from its operations, including its energy consumption
- its reliance on fossil fuels
- decarbonisation opportunities
- environmental practices
- employee safety
- community relations
- the quality, integrity and effectiveness of its board and management
- its operational risk controls
- its relationships with political and statutory bodies
- disclosure

The sub-advisor engages with the board and management of issuers in the Fund's portfolio regarding their performance as measured by these factors.

The sub-advisor integrates these assessments into its analysis of securities in two ways:

- when performing fundamental security valuation, the sub-advisor will adjust its forecast of an issuer's cash flows up or down based on its assessment of the preceding ESG factors, which will adjust the expected rate of return; or

- where ESG factors cannot be reflected in an issuer's forecasted cash flows, the sub-advisor will instead adjust its required rate of return based on the issuer's ESG rating relative to other investment opportunities.

As a result of these integrations, with respect to a particular issuer engaged in the infrastructure business:

- the Fund may decline to invest—or may underweight or dispose of its investment—where either a lower expected return or higher hurdle rate as a result of the sub-advisor's assessment of ESG factors makes the security less attractive relative to other investment opportunities; and
- the Fund may invest—or may overweight or maintain its investment—where either a higher expected return or lower hurdle rate as a result of the sub-advisor's assessment of ESG factors makes the security more attractive relative to other investment opportunities.

The Fund will not invest in the securities of an issuer that:

- derives more than 10% of its revenue from the extraction or production of fossil fuels;
- is involved in the production, sale or distribution of dedicated and key components of anti-personnel mines and cluster munitions;
- derives more than 5% of its revenue from tobacco
- is determined by the sub-advisor to have exposure to non-infrastructure areas including mining, gambling, explosives and alcohol

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		●
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative		●
Emerging markets	●	
Equity	●	
ETF		●
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●

	Primary risk	Secondary risk
REIT		●
Secondary market trading		●
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability	●	
Taxation	●	

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN CLEARBRIDGE SUSTAINABLE INTERNATIONAL GROWTH FUND

Fund details

Fund type	Sustainable international equity
Securities offered	Series A, F, FT, I[1], O, T and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	ClearBridge Investments, LLC, New York, New York

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of issuers outside Canada and the U.S. while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund may invest up to 15% of its assets in equity securities of issuers in emerging markets.

The Fund may invest in China A-securities directly through Stock Connect.

In selecting investments for the Fund's portfolio, the sub-advisor seeks to identify equity securities that offer above-average growth potential and trade at a significant discount to the sub-advisor's assessment of their intrinsic value.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening

- engagement and stewardship activities

The sub-advisor integrates ESG factors into its fundamental research process. These ESG factors may include:

- environmentally-friendly product initiatives;
- labour audits of overseas supply chains; and
- strong corporate governance.

The sub-advisor's choice of ESG factors for a particular issuer will reflect the industry in which that issuer operates.

The sub-advisor employs a proprietary ESG rating system to ensure that issuers meet the necessary requirements for inclusion in the strategy.

The sub-advisor determines the material ESG factors facing both individual issuers and industry sectors, and engages with issuers' management regarding the extent to which they promote these factors.

The Fund will not invest in any issuer with significant direct involvement in any of the following areas:

- tobacco
- nuclear power
- gambling
- weapons
- pornography

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities	●	
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative		●
Emerging markets	●	
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate		●
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		●
SLA / repo / reverse repo		
Series		●
Short selling		

	Primary risk	Secondary risk
Smaller companies	●	
Sustainability	●	
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN CLEARBRIDGE U.S. SUSTAINABILITY LEADERS FUND

Fund details

Fund type	Sustainable U.S. equity
Securities offered	Series O units[1]
Eligible for registered plans	No
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	ClearBridge Investments, LLC, New York, New York

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of issuers in the U.S. while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, at least 85% of the value of the Fund's equity holdings will consist of securities of U.S. issuers.

Generally, the Fund will invest substantially of its assets in equity securities of issuers that meet the sub-advisor's ESG and financial criteria.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153**):**

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling;

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening

The sub-advisor uses a proprietary, research-based approach to evaluate companies against ESG factors that may include:

- transparency;
- management involvement;
- innovation;
- long-term perspective; and
- willingness to engage investors on sustainability matters.

Generally, the sub-advisor will:

- limit the Fund's investments to issuers whose ESG profile the sub-advisor judges to be very strong; and
- sell any portfolio security whose issuer ceases to meet its ESG criteria.

The Fund may also invest in issuers that the sub-advisor believes are, or are making substantial progress toward becoming, leaders in sustainability and ESG practices. In the sub-advisor's view, such an issuer is one that offers products and services that have a positive impact on society and has well-defined strategies in place to ensure its longevity as an investment.

The Fund will not invest in any issuer with significant direct involvement in extraction of fossil fuels and mining, which includes any issuer that derives its revenues primarily from:

- extraction and/or burning of coal;
- mining of metals or minerals;
- exploration and production of oil and gas; or
- refining of fossil fuels.

The Fund may, however, invest in issuers that provide equipment and services to the energy and mining sectors.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		●
Foreign currency		
Foreign currency hedging		
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate		●
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		●
SLA / repo / reverse repo		
Series		●

Short selling		
Smaller companies	●	
Sustainability	●	
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN CONSERVATIVE INCOME ETF PORTFOLIO

Fund details

Fund type	Global fixed income balanced
Securities offered	Series A, F, FT, O, T and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario

What does the fund invest in?

Investment objective

- provide investors with a diversified portfolio designed to provide high current income with some long-term capital appreciation by investing primarily in ETFs that invest in Canadian, U.S. and international debt instruments and equity securities
- the fund may also invest in other mutual funds or invest directly in individual debt instruments and equity securities and cash or cash equivalents
- in accordance with its investment strategies, the fund's asset allocation may change over time to reflect the portfolio advisor's current and long-term outlook for each asset class

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund will invest in ETFs managed by us or an affiliate of ours and may also invest in unlisted mutual funds, that may be managed by us or by an affiliate of ours.

The Fund may invest up to 10% of its assets in ETFs that are not managed by us or by an affiliate of ours.

The Fund may, from time to time, invest a portion of its assets directly in equity securities and debt instruments.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 10 - 40% equity securities
- 60 - 90% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		●
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF	●	
Foreign currency		●
Foreign currency hedging		●
Foreign investment		●
Fund of funds	●	
Illiquidity		
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN CORE ETF PORTFOLIO

Fund details

Fund type	Global neutral balanced
Securities offered	Series A, F, FT, O, T and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario

What does the fund invest in?

Investment objective

- provide investors with a diversified portfolio designed to provide a balance between long-term capital appreciation and income with an emphasis on long-term capital appreciation by investing primarily in ETFs that invest in Canadian, U.S. and international debt instruments and equity securities
- the fund may also invest in other mutual funds or invest directly in individual debt instruments and equity securities and cash or cash equivalents
- in accordance with its investment strategies, the fund's asset allocation may change over time to reflect the portfolio advisor's current and long-term outlook for each asset class

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund will invest in ETFs managed by us or an affiliate of ours and may also invest in unlisted mutual funds, that may be managed by us or by an affiliate of ours.

The Fund may invest up to 10% of its assets in ETFs that are not managed by us or by an affiliate of ours.

The Fund may, from time to time, invest a portion of its assets directly in equity securities and debt instruments.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 40 - 70% equity securities
- 30 - 60% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		●
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF	●	
Foreign currency		●
Foreign currency hedging		●
Foreign investment		●
Fund of funds	●	
Illiquidity		
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN EMERGING MARKETS CORE EQUITY FUND

Fund details

Fund type	Emerging markets equity
Securities offered	Series O units[1]
Eligible for registered plans	No
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified portfolio of emerging market equities

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, at least 90% of the value of the Fund's equity holdings will consist of securities of issuers in countries that are defined as emerging markets by MSCI.

The sub-advisor employs security-specific research in conjunction with a rules-based, multi-factor approach in selecting investments for the Fund's portfolio.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		

Asset allocation		
China A-securities	●	
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets	●	
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondar market trading		
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN EMERGING MARKETS EQUITY INDEX ETF

Fund details

Fund type	Emerging markets equity
Securities offered	ETF series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

The Fund seeks to replicate, to the extent possible and before fees and expenses, the performance of the Solactive GBS Emerging Markets Large & Mid Cap CAD Index-NR. It invests primarily in equity securities in emerging markets.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

In order to achieve its investment objective, the Fund employs a "passive" or indexing investment approach designed to track, before fees and expenses, the performance of the Solactive GBS Emerging Markets Large & Mid Cap CAD Index-NR (the "**Index**"). The Portfolio Advisor seeks to achieve, over time, a correlation between this Fund's performance, before fees and expenses, and that of the Index, of 95% or better. This Fund invests all, or substantially all, of its assets in large and mid-cap equity securities that provide coverage of the emerging markets that make up the Index, holding each of the index constituents of the Index in approximately the same proportion as its weighting in the Index. However, under various circumstances, it may not be possible or practicable to purchase all of the index constituents in their respective weightings in the Index. In these circumstances, this Fund may use a "representative sampling" strategy, whereby the Fund invests in what the Portfolio Advisor believes to be a representative sample of the index constituents of the Index and/or other securities that collectively reflect the aggregate investment characteristics of the Index, including securities that resemble those included in the Index in terms of risk factors, performance attributes and other characteristics such as market capitalization and industry weightings. In certain circumstances, the Portfolio Advisor may obtain exposure to one or more securities through the use of derivatives as part of the representative sampling strategy. This representative sampling strategy may not track the Index with the same degree of accuracy as would a strategy of holding each of the index constituents of the Index in the same proportion as its weighting in the Index.

During the 12-month period immediately preceding the date of this simplified prospectus, no index constituent represented more than 10% of the Index.

Solactive GBS Emerging Markets Large & Mid Cap CAD Index-NR

The Index is part of the Solactive Global Benchmark Series which includes benchmark indices for developed and emerging market countries. The Index intends to track the performance of the large and mid cap segment covering approximately the largest 85% of the free-float market capitalization in emerging markets. It is calculated as a net total return index in CAD and weighted by free-float market capitalization.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		●
Credit		
Cybersecurity		
Derivative		
Emerging markets		
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Index investment	●	
Inflation-linked bonds		
Interest rate		●
Large transaction		
Market	●	
Portfolio management		●
REIT		
Regional	●	
Secondary market trading		●
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies	●	
Sustainability		
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN FTSE CANADA ALL CAP INDEX ETF

Fund details

Fund type	Canadian equity
Securities offered	ETF series units
Eligible for registered plans	Yes
Portfolio advisors	Franklin Advisers, Inc., San Mateo, California Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

The Fund seeks to replicate, to the extent reasonably possible before fees and expenses, the performance of the FTSE Canada All Cap Domestic Index, or any successor thereto. It invests primarily in equity securities of Canadian issuers.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

In order to achieve its investment objective, the Fund employs a "passive" or indexing investment approach designed to track, before fees and expenses, the performance of the FTSE Canada All Cap Domestic Index (the "**Index**"). The Portfolio Advisor seeks to achieve, over time, a correlation between this Fund's performance, before fees and expenses, and that of the Index, of 95% or better. This Fund invests all, or substantially all, of its assets in Canadian large-, mid- and small-capitalization equity securities that make up the Index, holding each of the Index constituents of the Index in approximately the same proportion as its weighting in the Index. However, under various circumstances, it may not be possible or practicable to purchase all of the index constituents in their respective weightings in the Index. In these circumstances, this Fund may use a "representative sampling" strategy, whereby the Fund invests in what the Portfolio Advisor believes to be a representative sample of the Index constituents of the Index and/or other securities that collectively reflect the aggregate investment characteristics of the Index, including securities that resemble those included in the Index in terms of risk factors, performance attributes and other characteristics such as market capitalization and industry weightings. In certain circumstances, the Portfolio Advisor may obtain exposure to one or more securities through the use of derivatives as part of the representative sampling strategy. This representative sampling strategy may not track the Index with the same degree of accuracy as would a strategy of holding each of the index constituents of the Index in the same proportion as its weighting in the Index.

During the 12-month period immediately preceding the date of this simplified prospectus, no index constituent represented more than 10% of the Index.

FTSE Canada All Cap Domestic Index

The Index is a market-capitalization weighted index comprised of stocks of large-, mid- and small-capitalization Canadian issuers. The FTSE Canada All Cap Domestic Index is calculated by FTSE Russell based on price and total return methodologies. The FTSE Canada All Cap Domestic Index is derived from the FTSE Developed All Cap Index, but without applying the FTSE Global Equity Index Series (GEIS) foreign ownership restrictions when calculating each individual constituent's investability weight

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit		
Cybersecurity		
Derivative		
Emerging markets		
Equity	●	
ETF		
Foreign currency		
Foreign currency hedging		
Foreign investment		
Fund of funds		
Illiquidity		
Index investment	●	
Inflation-linked bonds		
Interest rate		
Large transaction		
Market	●	
Portfolio management		●
REIT		
Regional	●	
Secondary market trading		
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies	●	
Sustainability		
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN FTSE JAPAN INDEX ETF

Fund details

Fund type	Geographic equity
Securities offered	ETF series units
Eligible for registered plans	Yes
Portfolio advisors	Franklin Advisers, Inc., San Mateo, California Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

The Fund seeks to replicate, to the extent reasonably possible before fees and expenses, the performance of the FTSE Japan Index, or any successor thereto. It invests, directly or indirectly, primarily in equity securities of large- and mid-capitalization Japanese issuers.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

In order to achieve its investment objective, the Fund employs a "passive" or indexing investment approach designed to track, before fees and expenses, the performance of the FTSE Japan Index (the "**Index**"). The Portfolio Advisor seeks to achieve, over time, a correlation between this Fund's performance, before fees and expenses, and that of the Index, of 95% or better. This Fund may invest all, or substantially all, of its assets in large- and mid-capitalization Japanese equity securities that make up the Index, holding each of the index constituents of the Index in approximately the same proportion as its weighting in the Index, or it may use a "representative sampling" strategy, whereby the Fund invests in what the Portfolio Advisor believes to be a representative sample of the index constituents of the Index and/or other securities that collectively reflect the aggregate investment characteristics of the Index, including securities that resemble those included in the Index in terms of risk factors, performance attributes and other characteristics such as market capitalization and industry weightings. In certain circumstances, the Portfolio Advisor may obtain exposure to one or more securities through the use of derivatives as part of the representative sampling strategy. This representative sampling strategy may not track the Index with the same degree of accuracy as would a strategy of holding each of the index constituents of the Index in the same proportion as its weighting in the Index.

During the 12-month period immediately preceding the date of this simplified prospectus, no index constituent represented more than 10% of the Index.

FTSE Japan Index

The index is a market-capitalization weighted index comprised of stocks of large- and mid-capitalization Japanese companies that are constituents of the FTSE All-World Index. The Index is calculated by FTSE Russell based on price and total return methodologies, both real time and end of day. The Index is derived from the FTSE Global Equity Index Series (GEIS), which covers 98% of the world's investable market capitalisation.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit		
Cybersecurity		
Derivative		
Emerging markets		
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Index investment	●	
Inflation-linked bonds		
Interest rate		
Large transaction		
Market	●	
Portfolio management		●
REIT		
Regional	●	
Secondary market trading		●
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies	●	
Sustainability		
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN FTSE U.S. INDEX ETF

Fund details

Fund type	U.S. equity
Securities offered	ETF series units
Eligible for registered plans	Yes
Portfolio advisors	Franklin Advisers, Inc., San Mateo, California Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

Franklin FTSE U.S. Index ETF seeks to replicate, to the extent reasonably possible before fees and expenses, the performance of the FTSE USA Index, or any successor thereto. It invests primarily in equity securities of large- and mid-capitalization U.S. issuers.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

In order to achieve its investment objective, the Fund employs a "passive" or indexing investment approach designed to track, before fees and expenses, the performance of the FTSE USA Index (the "**Index**"). The Portfolio Advisor seeks to achieve, over time, a correlation between this Fund's performance, before fees and expenses, and that of the Index, of 95% or better. This Fund invests all, or substantially all, of its assets in U.S. large- and mid-capitalization equity securities that make up the Index, holding each of the index constituents of the Index in approximately the same proportion as its weighting in the Index. However, under various circumstances, it may not be possible or practicable to purchase all of the index constituents in their respective weightings in the Index. In these circumstances, this Fund may use a "representative sampling" strategy, whereby the Fund invests in what the Portfolio Advisor believes to be a representative sample of the index constituents of the Index and/or other securities that collectively reflect the aggregate investment characteristics of the Index, including securities that resemble those included in the Index in terms of risk factors, performance attributes and other characteristics such as market capitalization and industry weightings. In certain circumstances, the Portfolio Advisor may obtain exposure to one or more securities through the use of derivatives as part of the representative sampling strategy. This representative sampling strategy may not track the Index with the same degree of accuracy as would a strategy of holding each of the index constituents of the Index in the same proportion as its weighting in the Index.

During the 12-month period immediately preceding the date of this simplified prospectus, no index constituent represented more than 10% of the Index.

FTSE USA Index

The Index is a market-capitalization weighted index comprised of stocks of large and mid-capitalization U.S. issuers. The Index is calculated by FTSE Russell based on price and total return methodologies, both real time and end of day. The Index is derived from the FTSE Global Equity Index Series (GEIS), which covers 98% of the world's investable market capitalisation.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit		
Cybersecurity		
Derivative		
Emerging markets		
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Index investment	●	
Inflation-linked bonds		
Interest rate		
Large transaction		
Market	●	
Portfolio management		●
REIT		
Regional	●	
Secondary market trading		●
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies	●	
Sustainability		
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN GLOBAL CORE BOND FUND (FORMERLY FRANKLIN GLOBAL AGGREGATE BOND ACTIVE ETF (CAD-HEDGED))

Fund details

Fund type	Global fixed income
Securities offered	A, F, O and ETF Series units
Eligible for registered plans	Yes
Portfolio advisors	Franklin Advisers, Inc., San Mateo, California Franklin Templeton Investment Management Limited, London, England

What does the fund invest in?

Investment objective

- maximize, consistent with prudent investment management, total investment return, consisting of a combination of interest income and capital appreciation by investing primarily in investment-grade debt instruments issued by governments, government-related entities (including supranational organizations supported by several national governments) and corporations anywhere in the world

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund invests primarily in investment-grade debt instruments, but may invest up to 20% of its net assets in non-investment-grade debt instruments and may also invest in the debt instruments of issuers in emerging markets.

The Fund may invest in credit-linked securities or other structured products that derive their value from an index, security or currency, such as mortgage- and asset-backed securities, including collateralized debt obligations.

The Fund may invest in securities other than debt instruments including, but not limited to, government and corporate bonds, bonds backed by mortgages and other assets, and bonds convertible into common stock, preferred stock and warrants.

The Fund may invest in Mainland China through the Bond Connect or directly.

The Fund seeks to hedge, as completely as possible, against changes in its NAV that would otherwise result from changes in the U.S. dollar/Canadian dollar exchange rate.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may temporarily depart from its investment objectives or strategies by investing all

or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- Exclusionary screening

The Fund uses a proprietary ESG methodology, seeking to assign an ESG rating to each issuer and reviews and updates each rating at least annually. This methodology considers ESG factors including:

- direct emissions trajectory relative to peers;
- low carbon transition status;
- management of climate related risks;
- overall environmental score;
- energy resource management;
- management of environmental externalities; and
- energy security risk.

The Fund will not:

- invest in any issuer whose ESG rating is in the bottom 20% of the Fund's rated investment universe; or
- any sovereign issuer that has a not free score according to the Freedom House Index.

In addition, the Fund will seek to avoid investment in, and will not in any case hold more than 5% of its assets in, any issuer that:

- repeatedly and/or seriously violates the principles of the United Nations Global Compact;
- engages in the manufacture of military equipment and/or controversial weapons (i.e., those that are defined as being indiscriminate), or in the manufacture of components intended for use in such weapons;
- engages in the manufacture of conventional weapons, or derives more than 5% of its revenue from such products;
- engages in the manufacture of tobacco or tobacco products, or derives more than 5% of its revenue from such products;
- derives more than 5% of its revenue from thermal coal extraction; derives more than 5% of its revenue from gambling or adult entertainment; or
- has an ESG rating of CCC according to MSCI.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS	●	
Asset allocation		●
China A-securities		
China bond connect		●
Concentration		
Credit	●	

Cybersecurity		●
Derivative		●
Emerging markets		●
Equity		
ETF	●	
Foreign currency		
Foreign currency hedging	●	
Foreign investment	●	
Fund of funds		
Illiquidity		
Inflation-linked bonds	●	
Interest rate	●	
Large transaction	●	
Market	●	
Portfolio management	●	
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		●
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN GLOBAL DIVIDEND QUALITY INDEX ETF

Fund details

Fund type	Global dividend & income equity
Securities offered	ETF series units
Eligible for registered plans	Yes
Portfolio advisors	Franklin Advisers, Inc., San Mateo, California Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

The Fund seeks to replicate, to the extent reasonably possible before fees and expenses, the performance of LibertyQ Global Dividend Index-NR, or any successor thereto. It invests primarily in dividend-paying equity securities of issuers located in developed and emerging markets.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

In order to achieve its investment objective, the Fund employs a "passive" or indexing investment approach designed to track, before fees and expenses, the performance of LibertyQ Global Dividend Index-NR (the "**Index**"). The Portfolio Advisor seeks to achieve, over time, a correlation between this Fund's performance, before fees and expenses, and that of the Index, of 95% or better. This Fund invests all, or substantially all, of its assets in equity securities in developed and emerging market countries that make up the Index, holding each of the index constituents of the Index in approximately the same proportion as its weighting in the Index. However, under various circumstances, it may not be possible or practicable to purchase all of the index constituents in their respective weightings in the Index. In these circumstances, this Fund may use a "representative sampling" strategy, whereby the Fund invests in what the Portfolio Advisor believes to be a representative sample of the index constituents of the Index and/or other securities that collectively reflect the aggregate investment characteristics of the Index, including securities that resemble those included in the Index in terms of risk factors, performance attributes and other characteristics such as market capitalization and industry weightings. In certain circumstances, the Portfolio Advisor may obtain exposure to one or more securities through the use of derivatives as part of the representative sampling strategy. This representative sampling strategy may not track the Index with the same degree of accuracy as would a strategy of holding each of the index constituents of the Index in the same proportion as its weighting in the Index.

During the 12-month period immediately preceding the date of this simplified prospectus, no index constituent represented more than 10% of the Index.

LibertyQ Global Dividend Index-NR

The Index is a systematic, rules-based index calculated by MSCI that is based on an underlying index, the MSCI ACWI ex REITs Index-NR. The Index is designed to select equity securities from the MSCI ACWI ex REITs Index-NR that have favourable exposure to higher than average and sustainable dividends, and quality, while seeking a lower level of risk and higher risk-adjusted performance relative to the MSCI ACWI ex REITs Index-NR over the long term. First, dividend persistence and yield screens are applied to the equity securities of the MSCI ACWI ex REITs Index-NR in order to:

- exclude securities with negative year-over-year dividend per share growth in any of the last five years (securities with insufficient data to calculate such growth are also excluded) and

- exclude securities with a five-year average monthly dividend yield of less than 1.2 times the average of the five-year average monthly dividend yields of the securities of the MSCI ACWI ex REITs Index-NR.

Second, equity securities are then selected based on their favourable exposure to the quality investment style factor, which incorporates measurements such as return on equity, earning variability, cash return on assets and leverage.

At the time of each semi-annual reconstitution of the Index, no company shall comprise more than 2% of the Index. The Index is also constrained in its construction to limit turnover of index constituents at each semi-annual reconstitution. The Index is comprised of large- and mid-capitalization companies. While the securities of the Constituent Issuers of the Index are denominated in local currency, the Index is calculated in Canadian dollars.

The MSCI ACWI ex REITs Index-NR measures the equity market performance of 23 developed and 25 emerging markets. With more than 2,400 constituents across large and mid-cap size segments and across style and sector segments (other than real estate), the MSCI ACWI ex REITs Index-NR covers approximately 85% of the global investable equity opportunity set.

MSCI Inc. is a U.S.-based provider of equity, fixed income and hedge fund stock market indices, and equity portfolio analysis tools.

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What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit		
Cybersecurity		
Derivative		
Dividend-oriented companies	●	
Emerging markets	●	
Equity		
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Index investment	●	
Inflation-linked bonds		
Interest rate		

	Primary risk	Secondary risk
Large transaction		
Market		
Portfolio management		●
REIT		
Regional	●	
Secondary market trading		●
SLA / repo / reverse repo		

	Primary risk	Secondary risk
Series		
Short selling		
Smaller companies	●	
Sustainability		
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN GLOBAL GROWTH FUND

Fund details

Fund type	Global equity
Securities offered	Series A, F, O, T and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of growth companies with any market size capitalization, located anywhere in the world

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The sub-advisor employs a bottom-up investment approach and follows a growth investment style in selecting investments for the Fund's portfolio.

The Fund may invest up to 20% of its assets in equity securities of issuers in emerging markets.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation

ESG factors are an integral component of the sub-advisor's fundamental bottom-up research. The sub-advisor employs an economic-based approach to ESG, and ESG factors are integrated into its bottom-up analysis as it assesses how risks and opportunities may impact the returns an issuer will earn on its business.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular issuer.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		●
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		●
Secondary market trading		●
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN GROWTH ETF PORTFOLIO

Fund details

Fund type	Global equity balanced
Securities offered	Series A, F, FT, O, T and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario

What does the fund invest in?

Investment objective

- provide investors with a diversified portfolio designed to provide long-term capital appreciation with additional stability derived from income by investing primarily in a diversified mix of ETFs that invest in Canadian, U.S. and international debt instruments and equity securities
- the fund may also invest in other mutual funds or invest directly in individual debt instruments and equity securities and cash or cash equivalents
- in accordance with its investment strategies, the fund's asset allocation may change over time to reflect the portfolio advisor's current and long-term outlook for each asset class

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund will invest in ETFs managed by us or an affiliate of ours and may also invest in unlisted mutual funds, that may be managed by us or by an affiliate of ours.

The Fund may invest up to 10% of its assets in ETFs that are not managed by us or by an affiliate of ours.

The Fund may, from time to time, invest a portion of its assets directly in equity securities and debt instruments.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 60 - 90% equity securities
- 0 - 40% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		●
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF	●	
Foreign currency		●
Foreign currency hedging		●
Foreign investment		●
Fund of funds	●	
Illiquidity		
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

FRANKLIN HIGH INCOME FUND

Fund details

Fund type	High yield fixed income
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisors	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

What does the fund invest in?

Investment objective

- high current income and some long-term capital appreciation by investing primarily in high-yield, lower-rated debt instruments issued in the U.S. and anywhere else in the world

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The sub-advisor employs fundamental analysis in selecting investments for the Fund's portfolio.

The Fund invests primarily in non-investment-grade debt instruments and in preferred equity securities.

The Fund may invest in debt instruments that are in default at the time of its investment.

The Fund may invest in floating-rate debt instruments, TIPS, RRBs, ABS and MBS, and in hybrid securities, including preferred securities and convertible securities.

The Fund may invest in syndicated loans (see **INVESTMENT IN SYNDICATED LOANS** on page 153).

The Fund will not otherwise purchase equity securities, but may continue to hold equity securities, and may hold and exercise warrants or rights to acquire equity securities, that it receives:

- as part of a bond offering,
- upon the conversion of convertible securities, or
- in the course of a financial restructuring of an issuer whose debt instruments it held or holds.

The Fund uses an active currency management strategy to hedge its exposure between the U.S. and Canadian dollar exchange rate, since many of the Fund's holdings are denominated in U.S. dollars. As part of this strategy, the Fund aims to use a hedging ratio of 75% hedged to 25% unhedged (with a hedging margin of +/- 25%).The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a

manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity		●
ETF		
Foreign currency	●	
Foreign currency hedging	●	
Foreign investment	●	
Fund of funds		
Illiquidity	●	
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN INNOVATION FUND

Fund details

Fund type	Sustainable global equity
Securities offered	Series A, F, FT, O, T and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

What does the fund invest in?

Investment objective

- capital appreciation by investing primarily in equity securities of issuers with maintainable innovation-driven growth prospects while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, more than 10% and less than 90% of the Fund's equity holdings will consist of securities of Canadian or U.S. issuers.

In selecting equity investments, the sub-advisor utilizes fundamental, bottom-up research to seek companies meeting its criteria of maintainable growth driven by innovation, which are leaders in innovation, take advantage of new technologies, have superior management and/or benefit from new industry conditions in the dynamically changing global economy.

The Fund invests in equity securities that generally entitle the holder to participate in a company's general operating results. Equity securities include common shares, convertible securities and warrants on securities. Investments in convertible securities may not exceed 10% of the Fund's total net assets.

The Fund invests in companies in any economic sector and of any market capitalization.

The Fund may invest in companies located anywhere in the world, but may have a substantial part of its portfolio invested in companies located or traded in the U.S., as well as in foreign securities that are traded in the U.S, and American Depository Receipts.

The sub-advisor searches for investments across a large number of sectors, but the Fund may hold significant positions in particular sectors, such as information technology (including software and internet), communications services and health care (including biotechnology).

The Fund may invest a significant portion of its assets in a single sector or industry.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and

- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening
- engagement and stewardship activities

Alongside traditional financial and economic analyses, the sub-advisor assesses the potential impacts of material ESG factors on an issuer, which the sub-advisor believes provide a measure of the issuer's sustainability. These factors include:

- data security;
- gender diversity and inclusion;
- climate risk;
- greenhouse gas emissions; and
- carbon footprint.

For each industry under review, the sub-advisor seeks to determine which of these factors are of the greatest importance to stakeholders. Its analysts then identify specific criteria, such as data metrics and qualitative assessments, which they use to assess each issuer both in absolute terms and relative to its peers. For example, within the biotech and pharmaceutical industries, the sub-advisor considers drug pricing and affordability to be the most significant sustainability risk; within the technology sector, it emphasizes data security as well as clean tech opportunities.

The sub-advisor uses a proprietary approach to and assign one of four ESG ratings to at least 90% of the issuers represented in the Fund's investment universe:

- AAA (best in class/very good);
- AA (good);
- A (fair); and
- B (needs improvement).

The sub-advisor reviews and updates the ESG score of each issuer in the Fund's portfolio at least annually, and typically incorporates new information into its analysis as it becomes available.

The Fund will not invest in any issuer:

- that it rates "B" or does not rate;
- that repeatedly and/or seriously violates the principles of the United Nations Global Compact;
- deriving more than 10% of its revenue from the production and/or distribution of weapons;
- involved in the production, distribution or wholesale trading of dedicated and/or key components of banned weapons (*i.e.,* antipersonnel mines, biological and chemical weaponry, and cluster munitions);
- engaged in the manufacture of tobacco or tobacco products, or deriving more than 5% of its revenue from such products;

- deriving more than 10% of its revenue from thermal coal extraction or coal-based power generation; or
- that is a sovereign issuer and has insufficient scoring according to the Freedom House Index.

The sub-advisor's approach to sustainable investment includes regular dialogue with companies, monitoring material ESG issues and voting proxies.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency		●
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		●
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		●
Secondary market trading		●
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN INTERNATIONAL CORE EQUITY FUND

Fund details

Fund type	International equity
Securities offered	Series O units[1]
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified portfolio of non-North American developed market international equities

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The sub-advisor employs security-specific research in conjunction with a rules-based, multi-factor approach in selecting investments for the Fund's portfolio.

The Fund may invest up to 10% of its assets in equity securities of issuers in North America or in emerging markets.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		

	Primary risk	Secondary risk
China A-securities		
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		●
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN INTERNATIONAL EQUITY INDEX ETF

Fund details

Fund type	International equity
Securities offered	ETF series units
Eligible for registered plans	Yes
Portfolio advisors	Franklin Advisers, Inc., San Mateo, California Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

The Fund seeks to replicate, to the extent possible and before fees and expenses, the performance of the Solactive GBS Developed Markets ex North America Large & Mid Cap CAD Index-NR. It invests primarily in equity securities of large- and mid-capitalization issuers in developed markets, excluding North America.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

In order to achieve its investment objective the Fund employs a "passive" or indexing investment approach designed to track, before fees and expenses, the performance of the Solactive GBS Developed Markets ex North America Large & Mid Cap CAD Index-NR (the "**Index**"). The portfolio advisor seeks to achieve, over time, a correlation between this Fund's performance, before fees and expenses, and that of the index, of 95% or better. This Fund invests all, or substantially all, of its assets in large and mid-cap equity securities that provide coverage of the developed markets excluding North America that make up the Index, holding each of the index constituents of the Index in approximately the same proportion as its weighting in the Index. However, under various circumstances, it may not be possible or practicable to purchase all of the index constituents in their respective weightings in the Index. In these circumstances, this Fund may use a "representative sampling" strategy, whereby the Fund invests in what the portfolio advisor believes to be a representative sample of the index constituents of the Index and/or other securities that collectively reflect the aggregate investment characteristics of the Index, including securities that resemble those included in the Index in terms of risk factors, performance attributes and other characteristics such as market capitalization and industry weightings. In certain circumstances, the portfolio advisor may obtain exposure to one or more securities through the use of derivatives as part of the representative sampling strategy. This representative sampling strategy may not track the index with the same degree of accuracy as would a strategy of holding each of the index constituents of the Index in the same proportion as its weighting in the Index.

During the 12-month period immediately preceding the date of this simplified prospectus, no index constituent represented more than 10% of the Index.

Solactive GBS Developed Markets ex North America Large & Mid Cap CAD Index-NR

The Index is part of the Solactive Global Benchmark Series which includes benchmark indices for developed and emerging market countries. The index intends to track the performance of the large and mid cap segment covering approximately the largest 85% of the free- float market capitalization in developed markets excluding North America. It is calculated as a net total return index in CAD and

weighted by free-float market capitalization.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit		
Cybersecurity		
Derivative		
Dividend-oriented companies		
Emerging markets		
Equity		
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Index investment	●	
Inflation-linked bonds		
Interest rate		
Large transaction		
Market		
Portfolio management		●
REIT		
Regional	●	
Secondary market trading		●
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies	●	
Sustainability		
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN INTERNATIONAL MULTIFACTOR INDEX ETF

Fund details

Fund type	International equity
Securities offered	ETF series units
Eligible for registered plans	Yes
Portfolio advisors	Franklin Advisers, Inc., San Mateo, California Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

The Fund seeks to replicate, to the extent reasonably possible before fees and expenses, the performance of LibertyQ International Equity Index-NR, or any successor thereto. It invests primarily in equity securities of issuers located in developed markets, excluding the United States and Canada.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

In order to achieve its investment objective, the Fund employs a "passive" or indexing investment approach designed to track, before fees and expenses, the performance of LibertyQ International Equity Index-NR (the "**Index**"). The Portfolio Advisor seeks to achieve, over time, a correlation between this Fund's performance, before fees and expenses, and that of the Index, of 95% or better. This Fund invests all, or substantially all, of its assets in equity securities from the developed market countries in Europe, Australasia and the Far East that make up the Index, holding each of the index constituents of the Index in approximately the same proportion as its weighting in the Index. However, under various circumstances, it may not be possible or practicable to purchase all of the index constituents in their respective weightings in the Index. In these circumstances, this Fund may use a "representative sampling" strategy, whereby the Fund invests in what the Portfolio Advisor believes to be a representative sample of the index constituents of the Index and/or other securities that collectively reflect the aggregate investment characteristics of the Index, including securities that resemble those included in the Index in terms of risk factors, performance attributes and other characteristics such as market capitalization and industry weightings. In certain circumstances, the Portfolio Advisor may obtain exposure to one or more securities through the use of derivatives as part of the representative sampling strategy. This representative sampling strategy may not track the Index with the same degree of accuracy as would a strategy of holding each of the index constituents of the Index in the same proportion as its weighting in the Index.

During the 12-month period immediately preceding the date of this simplified prospectus, no index constituent represented more than 10% of the Index.

LibertyQ International Equity Index - NR

The Index is a systematic, rules-based index that is based on an underlying index, the MSCI EAFE Index-NR, and is calculated by MSCI. The Index utilizes the Multi-Factor Selection Process to select equity securities from the MSCI EAFE Index-NR that have favourable exposure to quality, value, momentum and low volatility, while seeking a lower level of risk and higher risk-adjusted performance relative to the MSCI EAFE Index-NR over the long term.

At the time of each semi-annual reconstitution of the Index, no company shall comprise more than 2% of the Index. The Index is also constrained in its construction to limit turnover of index constituents at each semi-annual reconstitution. The Index is comprised of large- and mid-capitalization companies. While the securities of the Constituent Issuers of the Index are denominated in local currency, the Index is calculated in Canadian dollars.

The Index is a free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the United States and Canada. With 930 constituents, the Index covers approximately 85% of the free float-adjusted market capitalization in each country.

MSCI Inc. is a U.S.-based provider of equity, fixed income and hedge fund stock market indices, and equity portfolio analysis tools.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit		
Cybersecurity		
Derivative		
Dividend-oriented companies		
Emerging markets		
Equity		
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Index investment	●	
Inflation-linked bonds		
Interest rate		
Large transaction		
Market		
Portfolio management		●
REIT		
Regional	●	
Secondary market trading		●
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies	●	
Sustainability		

	Primary risk	Secondary risk
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN MARTIN CURRIE IMPROVING SOCIETY FUND

Fund details

Fund type	Sustainable global equity
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Martin Currie Inc., New York, New York

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of issuers anywhere in the world while following a sustainable investment approach that seeks to contribute to the narrowing of the equality gap and the fairness of social opportunity by investing in issuers whose products or services improve well-being, improve inclusion, or support a just transition toward a sustainable economy

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The equity securities in which the Fund will invest may include:

- common shares;
- preferred shares;
- debt instruments that are, or are expected to be, convertible into common shares or preferred shares; and
- warrants or rights to acquire any of these types of securities.

The sub-advisor focuses on issuers that it believes have a strong history of, or future potential for, high and durable returns on invested capital over time and seeks to acquire securities of issuers with reasonable valuations based on the assessment of the issuer's long-term potential. When the sub-advisor identifies an opportunity it finds attractive, it generally seeks to invest for the long term.

The sub-advisor is expected to concentrate the Fund's investments in the securities of 20 to 35 issuers.

The Fund may invest in China A-securities directly through Stock Connect.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 252):

- use derivatives for hedging and non-hedging purposes; and
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements,
- engage in short selling;

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- integration and evaluation
- exclusionary screening
- thematic investing
- impact investing
- engagement and stewardship activities

The sub-advisor assesses ESG factors using a proprietary analytical framework. These factors may include:

- shareholder rights;
- accounting standards;
- remuneration;
- board structure;
- supply chain;
- data protection;
- pollution/hazardous waste policies;
- water usage; and
- climate change policies.

The sub-advisor assesses these factors both quantitatively and qualitatively, through its direct research and engagement process, to assign two risk ratings from 1 (low risk) to 5 (high risk)—one for governance factors and the other for environmental and social factors—to each issuer of an equity security that is held by, or under consideration as a prospective investment of, the Fund.

The Fund will not invest in any issuer that:

- the sub-advisor rates as 4 or higher (whether through its assessment of governance factors or through its assessment of environmental and social factors);

- generates more than 5% of its revenue from: tobacco production, distribution or wholesale trading; alcohol production; the ownership or operation of gambling facilities or the licensing of gambling products; the production, distribution or retail of adult entertainment; the production or distribution of conventional weapons; the production or distribution of fossil fuels; or coal-based power generation or the mining of thermal coal;

- generates more than 10% of its revenue from the generation of nuclear power;

- produces or distributes controversial weapons (*i.e.,* anti-personnel mines; cluster munitions; or nuclear, biological or chemical weaponry); or

- is assessed as 'fail' under the United Nations Global Compact.

The sub-advisor's approach to inclusionary screening relies on its own assessment of how well the activities of each issuer in the Fund's investment universe contribute to the United Nations Sustainable Development Goals (the "**UNSDGs**"). The sub-advisor assesses an issuer's alignment by evaluating its contribution against a subset of the 169 targets that underpin the UNSDGs.

In pursuit of the Fund's objective of investing in issuers whose products or services improve well-being, improve inclusion, or support a just transition

toward a sustainable economy, the sub-advisor will set Key Performance Indicators ("**KPIs**") for each issuer of an equity security that is held by, or under consideration as a prospective investment of, the Fund. Examples of KPIs, which may vary between issuers, are:

- for a medical technology company, sales growth in diagnostic testing business segment (with preference for volume growth versus increases in pricing);
- for a building company, the number of new social housing units completed;
- for an educational technology platform, the number of new user enrolments;
- for a manufacturer of agricultural equipment, the revenue growth of the segment focused on small farms; and
- for a bank in an emerging market, loan growth in priority social lending sectors.

The sub-advisor will implement a structured engagement process with issuers of equity securities held by the Fund. The goals of this process are:

- to accelerate and increase the issuer's impact on the social factors prioritized by the Fund; and
- to improve the issuer's governance or sustainability practices.

The sub-advisor will track the progress of each engagement from initial contact on the engagement topic to resolution of the engagement topic. When engaged with a particular issuer, the sub-advisor will measure the progress of its engagement using the engagement objectives it has set for that issuer.

In addition and in furtherance of the sub-advisor's commitment to the net zero asset managers initiative, additional consideration is given when analyzing certain positive or adverse factors in connection with its ESG-related investments.

The net zero asset managers initiative is an international group of asset managers committed to supporting the goal of net zero greenhouse gas emissions by 2050 or sooner. This is in line with global efforts to limit global warming and to supporting investing aligned with net zero emissions by 2050 or sooner.

In following this initiative, the sub-advisor is targeting that by 2030 a minimum percentage of the portfolio's NAV will be in companies with a science-based target (or other equivalent independently verified target), consistent with a linear increase from the portfolio's initial baseline value to 100% by 2040. The sub-advisor will actively engage with issuers it has invested in, to increase this percentage over time.

Carbon footprint analysis, Carbon Cost Analysis (which analyzes the impact of carbon pricing on investee companies) and the extent to which an issuer has reduction and efficiency targets in place in relation to climate change are incorporated into the sub-advisor's assessment of a company's sustainability risk rating, as part of its proprietary ESG analysis.

Carbon emissions data used in footprint analysis and Carbon Cost Analysis is assessed quantitively using data sourced from a third party and may be reported by the company or estimated by a third party.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		●
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency		●
Foreign currency hedging		
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		

	Primary risk	Secondary risk
Interest rate		●
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability	●	
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN MARTIN CURRIE SUSTAINABLE EMERGING MARKETS FUND

Fund details

Fund type	Sustainable emerging markets equity
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Martin Currie Inc., New York, New York

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of issuers in emerging markets while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, the Fund will invest at least 90% of its assets in equity securities of emerging markets issuers that meet the sub-advisor's ESG criteria.

The sub-advisor generally considers an issuer to be an emerging markets issuer if it is located in, has its securities primarily traded in, or derives a majority of its sales or income from, an emerging market country.

The sub-advisor may, from time to time, concentrate the Fund's investments in a particular emerging market.

The Fund may invest in China A-securities directly through Stock Connect.

The equity securities in which the Fund will invest may include:

- common shares;
- preferred shares;
- instruments that are, or are expected to be, convertible into common shares or preferred shares; and
- the publicly-traded securities of master limited partnerships or REITs.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes; and
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements,
- engage in short selling;

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening

The sub-advisor assesses ESG factors using a proprietary analytical framework. These factors may include:

- shareholder rights;
- accounting standards;
- remuneration;
- board structure;
- supply chain;
- data protection;
- pollution/hazardous waste policies;
- water usage; and
- climate change policies.

The sub-advisor assesses these factors both quantitatively and qualitatively, through its direct research and engagement process, to determine whether a particular issuer meets its specified threshold.

The Fund will not invest in any issuer that:

- does not meet the sub-advisor's specified threshold;
- generates more than 5% of its revenue from tobacco production, the production of weapons, coal-based power generation or the mining of thermal coal;
- is involved in the production, sale or distribution of dedicated and key components of anti-personnel mines and cluster munitions; or
- is assessed as 'fail' under the United Nations Global Compact.

The Fund will sell any portfolio security whose issuer ceases to meet the sub-advisor's specified threshold.

In addition and in furtherance of the sub-advisor's commitment to the net zero asset managers initiative, additional consideration is given when analyzing certain positive or adverse factors in connection with its ESG-related investments.

The net zero asset managers initiative is an international group of asset managers committed to supporting the goal of net zero greenhouse gas emissions by 2050 or sooner. This is in line with global efforts to limit global warming and to supporting investing aligned with net zero emissions by 2050 or sooner.

In following this initiative, the sub-advisor is targeting that by 2030 a minimum percentage of the portfolio's NAV will be in companies with a science-based target (or other equivalent independently verified target), consistent with a linear increase from the portfolio's 2020 baseline value to 100% by 2040. The sub-advisor will actively engage with issuer's it has invested in, to increase this percentage over time.

Carbon footprint analysis, Carbon Cost Analysis and the extent to which an issuer has reduction and efficiency targets in place in relation to climate change are incorporated into the sub-advisor's assessment of a company's sustainability risk rating, as part of its proprietary ESG analysis.

Carbon emissions data used in footprint analysis and Carbon Cost Analysis is assessed quantitively using data sourced from a third party and may be

reported by the company or estimated by a third party.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities	●	
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative		●
Emerging markets	●	
Equity	●	
ETF		●
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate		●
Large transaction		●
Market	●	
Portfolio management		●
REIT		●
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability	●	
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN MARTIN CURRIE SUSTAINABLE GLOBAL EQUITY FUND

Fund details

Fund type	Sustainable global equity
Securities offered	Series A, A-Hedged, F, F-Hedged, FT-Hedged, I-Hedged[1], O, O-Hedged, T, T-Hedged and T-USD units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Martin Currie Inc., New York, New York

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of issuers anywhere in the world while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, the Fund will invest at least 80% of its assets in equity securities of issuers anywhere in the world that meet the sub-advisor's ESG criteria.

The equity securities in which the Fund will invest may include:

- common shares,
- preferred shares,
- debt instruments that are, or are expected to be, convertible into common shares or preferred shares, and
- warrants or rights to acquire any of these types of securities

The sub-advisor focuses on issuers that it believes have a strong history of, or future potential for, high and durable returns on invested capital over time and seeks to acquire securities of issuers with reasonable valuations based on the assessment of the issuer's long-term potential. When the sub-advisor identifies an opportunity it finds attractive, it generally seeks to invest for the long term.

The sub-advisor is expected to concentrate the Fund's investments in the securities of 20 to 40 issuers.

The Fund may invest in China A-securities directly through Stock Connect.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a

manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

On the portion of its net assets attributable to its Hedged Series, the Fund employs a hedging strategy whose objective is to reduce the changes in the value of those net assets resulting from changes in the exchange rate between the Canadian dollar and the currencies in which the Fund's investments are denominated.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening

The sub-advisor assesses ESG factors using a proprietary analytical framework. These factors may include:

- shareholder rights;
- accounting standards;
- remuneration;
- board structure;
- supply chain;
- data protection;
- pollution/hazardous waste policies;
- water usage; and
- climate change policies.

The sub-advisor assesses these factors both quantitatively and qualitatively, through its direct research and engagement process, to determine whether a particular issuer meets its specified threshold.

The Fund will not invest in any issuer that:

- does not meet the sub-advisor's specified threshold;
- generates more than 5% of its revenue from tobacco production, the production of weapons, coal-based power generation or the mining of thermal coal;
- is involved in the production, sale or distribution of dedicated and key components of anti-personnel mines and cluster munitions; or
- is assessed as 'fail' under the UN Global Compact.

The Fund will sell any portfolio security whose issuer ceases to meet the sub-advisor's specified threshold.

In addition and in furtherance of the sub-advisor's commitment to the net zero asset managers initiative, additional consideration is given when analyzing certain positive or adverse factors in connection with its ESG-related investments.

The net zero asset managers initiative is an international group of asset managers committed to supporting the goal of net zero greenhouse gas emissions by 2050 or sooner. This is in line with global efforts to limit global warming and to supporting investing aligned with net zero emissions by 2050 or sooner.

In following this initiative, the sub-advisor is targeting that by 2030 a minimum percentage of the portfolio's NAV will be in companies with a science-based target (or other equivalent independently verified

target), consistent with a linear increase from the portfolio's 2020 baseline value to 100% by 2040. The sub-advisor will actively engage with issuer's it has invested in, to increase this percentage over time.

Carbon footprint analysis, CarbonVAR and the extent to which an issuer has reduction and efficiency targets in place in relation to climate change are incorporated into the sub-advisor's assessment of a company's sustainability risk rating, as part of its proprietary ESG analysis.

Carbon emissions data used in footprint analysis and CarbonVAR is assessed quantitively using data sourced from a third party and may be reported by the company or estimated by a third party.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		●
China bond connect		
Concentration		●
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency		●[1]
Foreign currency hedging		●[2]
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate		●
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability	●	
Taxation		●

[1] Does not apply to the Fund's Hedged Series.
[2] Applies to the Fund's Hedged Series only.

FRANKLIN QUOTENTIAL BALANCED GROWTH PORTFOLIO

Fund details

Fund type	Global neutral balanced
Securities offered	Series A, F, FT, I[1], O, OT, T and V[1] units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- a balance of current income and long-term capital appreciation by investing in a diversified mix of equity and income mutual funds, with a bias towards capital appreciation

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund will invest in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may invest up to 20% of its assets in ETFs that are not managed by us or by an affiliate of ours.

The Fund may invest in foreign sub-funds managed by affiliates of ours (see **INVESTMENT IN AFFILIATED FOREIGN SUB-FUNDS** on page 124).

The Fund may, from time to time, invest a portion of its assets directly in equity securities and debt instruments. Any such investments will be temporary, and will be made solely to facilitate in-kind transactions with the other mutual funds in which the Fund invests.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 45 - 70% equity securities
- 30 - 55% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes; and
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds.

The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation

In evaluating underlying funds, alongside traditional financial and economic analyses, the sub-advisor incorporates ESG criteria in the process of conducting fundamental research about people, investment process, and performance.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular fund.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		●
Credit		●
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF	●	
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds	●	
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any

such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

FRANKLIN QUOTENTIAL BALANCED INCOME PORTFOLIO

Fund details

Fund type	Global fixed income balanced
Securities offered	Series A, F, FT, I[1], O, OT, T and V[1] units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- a balance of current income and long-term capital appreciation by investing in a diversified mix of equity and income mutual funds, with a bias towards income

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund will invest in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may invest up to 20% of its assets in ETFs that are not managed by us or by an affiliate of ours.

The Fund may invest in foreign sub-funds managed by affiliates of ours (see **INVESTMENT IN AFFILIATED FOREIGN SUB-FUNDS** on page 126).

The Fund may, from time to time, invest a portion of its assets directly in equity securities and debt instruments. Any such investments will be temporary, and will be made solely to facilitate in-kind transactions with the other mutual funds in which the Fund invests.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 25 - 50% equity securities
- 50 - 75% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes; and
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for

defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation

In evaluating underlying funds, alongside traditional financial and economic analyses, the sub-advisor incorporates ESG criteria in the process of conducting fundamental research about people, investment process, and performance.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular fund.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		●
Credit		●
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF	●	
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds	●	
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk

associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

FRANKLIN QUOTENTIAL DIVERSIFIED EQUITY PORTFOLIO

Fund details

Fund type	Global equity
Securities offered	Series A, F, FT, I[1], O, OT, T and T-USD units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified mix of equity mutual funds

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund will invest in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may invest up to 20% of its assets in ETFs that are not managed by us or by an affiliate of ours.

The Fund may invest in foreign sub-funds managed by affiliates of ours (see **INVESTMENT IN AFFILIATED FOREIGN SUB-FUNDS** on page 126).

The Fund may, from time to time, invest a portion of its assets directly in equity securities and debt instruments. Any such investments will be temporary, and will be made solely to facilitate in-kind transactions with the other mutual funds in which the Fund invests.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 85 - 100% equity securities
- 0 - 15% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes; and
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation

In evaluating underlying funds, alongside traditional financial and economic analyses, the sub-advisor incorporates ESG criteria in the process of conducting fundamental research about people, investment process, and performance.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular fund.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		
Credit		●
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF	●	
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds	●	
Illiquidity		●
Inflation-linked bonds		
Interest rate		●
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN QUOTENTIAL DIVERSIFIED INCOME PORTFOLIO

Fund details

Fund type	Global fixed income balanced
Securities offered	Series A, F, FT, I[1], O, OT, T, T-USD and V[1] units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- high current income and some long-term capital appreciation by investing primarily in a diversified mix of income and bond mutual funds

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund will invest in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may invest up to 20% of its assets in ETFs that are not managed by us or by an affiliate of ours.

The Fund may invest in foreign sub-funds managed by affiliates of ours (see **INVESTMENT IN AFFILIATED FOREIGN SUB-FUNDS** on page 126).

The Fund may, from time to time, invest a portion of its assets directly in equity securities and debt instruments. Any such investments will be temporary, and will be made solely to facilitate in-kind transactions with the other mutual funds in which the Fund invests.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 5 - 30% equity securities
- 70 - 95% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes; and
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for

defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation

In evaluating underlying funds, alongside traditional financial and economic analyses, the sub-advisor incorporates ESG criteria in the process of conducting fundamental research about people, investment process, and performance.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular fund.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		
Credit		●
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF	●	
Foreign currency		●
Foreign currency hedging		●
Foreign investment		●
Fund of funds	●	
Illiquidity		●
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk

associated with investing in this Fund **(SEE LARGE** transaction risk on page 114).

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

FRANKLIN QUOTENTIAL GROWTH PORTFOLIO

Fund details

Fund type	Global equity balanced
Securities offered	Series A, F, FT, I[1], O, OT and T units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified mix of equity mutual funds, with additional stability derived from investing in income mutual funds

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The Fund will invest in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may invest up to 20% of its assets in ETFs that are not managed by us or by an affiliate of ours.

The Fund may invest in foreign sub-funds managed by affiliates of ours (see **INVESTMENT IN AFFILIATED FOREIGN SUB-FUNDS** on page 126).

The Fund may, from time to time, invest a portion of its assets directly in equity securities and debt instruments. Any such investments will be temporary, and will be made solely to facilitate in-kind transactions with the other mutual funds in which the Fund invests.

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 65 - 90% equity securities
- 10 - 35% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes; and
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for

defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation

In evaluating underlying funds, alongside traditional financial and economic analyses, the sub-advisor incorporates ESG criteria in the process of conducting fundamental research about people, investment process, and performance.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular fund.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		
Credit		●
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF	●	
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds	●	
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk

associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

FRANKLIN ROYCE GLOBAL SMALL CAP PREMIER FUND

Fund details

Fund type	Global small/mid cap equity
Securities offered	Series A, F, I[1], O, PA and PF units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Royce Investment Partners, New York, New York

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of smaller companies around the world

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, the Fund will invest at least 80% of its assets in equity securities of small-cap issuers. A small-cap issuer is an issuer whose market capitalization does not exceed the largest market capitalization among the issuers that comprise the MSCI All Country World Small Cap Index.

The Fund may also invest in issuers with larger market capitalizations.

The Fund may, from time to time and depending on market conditions, invest in debt instruments.

Relative to its benchmark index, the Fund may substantially overweight or underweight its exposure to issuers of a particular country, sector, or industry.

In selecting investments for the Fund's portfolio, the sub-advisor seeks to identify issuers with discernible competitive advantages, high returns on invested capital, and franchises that can be maintained and defended.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation

The sub-advisor assesses material ESG factors and issuers' management of these material factors using proprietary frameworks. The sub-advisor defines material factors as those that can have an impact on an issuer's cash flows, balance sheet, reputation and, ultimately, corporate value. The sub-advisor then incorporates these material ESG factors into its assessment of enterprise quality, which it defines as the issuer's ability to generate high and consistent returns.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		●
Illiquidity	●	
Inflation-linked bonds		
Interest rate		●
Large transaction		●
Market	●	
Portfolio management	●	
REIT		●
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies	●	
Sustainability	●	
Taxation		●

FRANKLIN S&P 500 DIVIDEND ARISTOCRATS COVERED CALL INDEX ETF

Fund details

Fund type	U.S. dividend and income equity
Securities offered	ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisory Services, LLC, San Mateo, California Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

The Fund seeks to replicate, to the extent possible, the performance of the S&P 500 Dividend Aristocrats Enhanced Covered Call Index (CAD) TR (the "**Index**") by establishing, directly or indirectly, a long or short position in:

- each instrument included in the Index (each an "**Index Constituent**") in proportion to its positive or negative weight in the Index; or
- instruments that are not Index Constituents but that have, in the aggregate, investment characteristics similar to the Index or a subset of the Index Constituents.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, the Fund will invest substantially all of its assets, directly or indirectly, in the Index Constituents, in substantially the same proportions as the Index Constituents are represented in the Index.

During the 12-month period immediately preceding the date of this simplified prospectus, no Index Constituent represented more than 10% of the Index.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

S&P 500 Dividend Aristocrats Enhanced Covered Call Index (CAD) TR

The Index measures the performance of a long position in the S&P 500 Dividend Aristocrats Net Total Return Index and a short position in a standard S&P 500 monthly call option. The Index targets an annual yield from the option premium.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative	●	
Emerging markets		
Equity	●	
ETF		●
Foreign currency		●
Foreign currency hedging		
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Index investment	●	
Inflation-linked bonds		
Interest rate		●
Large transaction		
Market	●	
Portfolio management		●
REIT		
Secondary market trading		●
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies		
Sustainability		
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN S&P/TSX CANADIAN DIVIDEND ARISTOCRATS COVERED CALL INDEX ETF

Fund details

Fund type	Canadian dividend and income equity
Securities offered	ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisory Services, LLC, San Mateo, California Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

The Fund seeks to replicate, to the extent possible, the performance of the S&P/TSX Canadian Dividend Aristocrats Enhanced Covered Call Index (CAD) TR (the "**Index**") by establishing, directly or indirectly, a long or short position in:

- each instrument included in the Index (each an "**Index Constituent**") in proportion to its positive or negative weight in the Index; or
- instruments that are not Index Constituents but that have, in the aggregate, investment characteristics similar to the Index or a subset of the Index Constituents.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, the Fund will invest substantially all of its assets, directly or indirectly, in the Index Constituents, in substantially the same proportions as the Index Constituents are represented in the Index.

During the 12-month period immediately preceding the date of this simplified prospectus, no Index Constituent represented more than 10% of the Index.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for

defensive purposes, for liquidity purposes, or for other reasons.

S&P/TSX Canadian Dividend Aristocrats Enhanced Covered Call Index (CAD) TR

The Index measures the performance of a long position in the S&P/TSX Canadian Dividend Aristocrats Total Return Index and a short position in a standard S&P/TSX 60 Index monthly call option. The Index aims to generate a target annual yield from the option premium.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative	●	
Emerging markets		
Equity	●	
ETF		●
Foreign currency hedging		
Foreign investment		
Fund of funds		●
Illiquidity		●
Index investment	●	
Inflation-linked bonds		
Interest rate		●
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		●
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies		
Sustainability		
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN SUSTAINABLE CANADIAN CORE EQUITY FUND

Fund details

Fund type	Sustainable Canadian equity
Securities offered	Series O units[1]
Eligible for registered plans	No
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of issuers in Canada while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, at least 90% of the value of the Fund's equity holdings will consist of securities of Canadian issuers.

The sub-advisor employs security-specific research, in conjunction with a rules-based, multi-factor approach that integrates sustainability considerations, to select investments for the Fund's portfolio.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening
- inclusionary screening

The sub-advisor uses a proprietary analytical framework to assess ESG factors and assign an ESG rating to each equity security in the Fund's investment universe.

The ESG rating assigned to an equity security is based on factors that may include:

- climate change;
- ecological impact;
- waste;
- human capital;
- social capital;
- product liability;
- data privacy and security;
- corporate governance and leadership; and
- ethics and corruption.

The sub-advisor seeks to manage the Fund's portfolio so that the weighted average of the ESG ratings it has assigned to the equity securities in the Fund's portfolio is higher than the weighted average of the ESG ratings it has assigned to the securities in the S&P/TSX Composite Index. Typically, the sub-advisor performs this comparison monthly, and rebalances the Fund's portfolio quarterly to this end; however, rebalancing may also occur at other times at the discretion of the sub-advisor.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		
Equity	●	
ETF		
Foreign currency		●
Foreign currency hedging		
Foreign investment		●
Fund of funds		
Illiquidity		
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies		
Sustainability	●	
Taxation	●	

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN SUSTAINABLE INTERNATIONAL CORE EQUITY FUND

Fund details

Fund type	Sustainable international equity
Securities offered	Series O units[1]
Eligible for registered plans	No
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of issuers outside Canada and the U.S. while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The sub-advisor employs security-specific research, in conjunction with a rules-based, multi-factor approach that integrates sustainability considerations, to select investments for the Fund's portfolio.

The Fund may invest up to 10% of its assets in equity securities of issuers in North America or in the emerging markets.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening
- inclusionary screening

The sub-advisor uses a proprietary analytical framework to assess ESG factors and assign an

ESG rating to each equity security in the Fund's investment universe.

The ESG rating assigned to an equity security is based on factors that may include:

- climate change;
- ecological impact;
- waste;
- human capital;
- social capital;
- product liability;
- data privacy and security;
- corporate governance and leadership; and
- ethics and corruption.

The sub-advisor seeks to manage the Fund's portfolio so that the weighted average of the ESG ratings it has assigned to the equity securities in the Fund's portfolio is higher than the weighted average of the ESG ratings it has assigned to the securities in the MSCI EAFE Index. Typically, the sub-advisor performs this comparison monthly, and rebalances the Fund's portfolio quarterly to this end; however, rebalancing may also occur at other times at the discretion of the sub-advisor.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies		
Sustainability	●	
Taxation	●	

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN SUSTAINABLE U.S. CORE EQUITY FUND

Fund details

Fund type	Sustainable U.S. equity
Securities offered	Series O units[1]
Eligible for registered plans	No
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of issuers in the U.S. while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, at least 90% of the value of the Fund's equity holdings will consist of securities of U.S. issuers.

The sub-advisor employs security-specific research, in conjunction with a rules-based, multi-factor approach that integrates sustainability considerations, to select investments for the Fund's portfolio.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening
- inclusionary screening

The sub-advisor uses a proprietary analytical framework to assess ESG factors and assign an

ESG rating to each equity security in the Fund's investment universe.

The ESG rating assigned to an equity security is based on factors that may include:

- climate change;
- ecological impact;
- waste;
- human capital;
- social capital;
- product liability;
- data privacy and security;
- corporate governance and leadership; and
- ethics and corruption.

The sub-advisor seeks to manage the Fund's portfolio so that the weighted average of the ESG ratings it has assigned to the equity securities in the Fund's portfolio is higher than the weighted average of the ESG ratings it has assigned to the securities in the S&P 500 Index. Typically, the sub-advisor performs this comparison monthly, and rebalances the Fund's portfolio quarterly to this end; however, rebalancing may also occur at other times at the discretion of the sub-advisor.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		
Equity	●	
ETF		
Foreign currency		●
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies		
Sustainability	●	
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN U.S. CORE EQUITY FUND

Fund details

Fund type	U.S. equity
Securities offered	Series O units[1]
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified portfolio of U.S. equity securities

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, at least 90% of the value of the Fund's equity holdings will consist of securities of U.S. issuers.

The sub-advisor employs security-specific research in conjunction with a rules-based, multi-factor approach in selecting investments for the Fund's portfolio.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		

	Primary risk	Secondary risk
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		
Equity	●	
ETF		
Foreign currency		●
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies		
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN U.S. LARGE CAP MULTIFACTOR INDEX ETF

Fund details

Fund type	U.S. equity
Securities offered	ETF series units
Eligible for registered plans	Yes
Portfolio advisors	Franklin Advisers, Inc., San Mateo, California Franklin Templeton Institutional, LLC, New York, New York

What does the fund invest in?

Investment objective

The Fund seeks to seeks to replicate, to the extent reasonably possible before fees and expenses, the performance of LibertyQ U.S. Large Cap Equity Index-NR, or any successor thereto. It invests primarily in equity securities of large- and mid-capitalization U.S. issuers.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

In order to achieve its investment objective, the Fund employs a "passive" or indexing investment approach designed to track, before fees and expenses, the performance of LibertyQ U.S. Large Cap Equity Index-NR (the "**Index**"). The Portfolio Advisor seeks to achieve, over time, a correlation between this Fund's performance, before fees and expenses, and that of the Index, of 95% or better. This Fund invests all, or substantially all, of its assets in the U.S. equity securities that make up the Index, holding each of the index constituents of the Index in approximately the same proportion as its weighting in the Index. However, under various circumstances, it may not be possible or practicable to purchase all of the index constituents in their respective weightings in the Index. In these circumstances, this Fund may use a "representative sampling" strategy, whereby the Fund invests in what the Portfolio Advisor believes to be a representative sample of the index constituents of the Index and/or other securities that collectively reflect the aggregate investment characteristics of the Index, including securities that resemble those included in the Index in terms of risk factors, performance attributes and other characteristics such as market capitalization and industry weightings. In certain circumstances, the Portfolio Advisor may obtain exposure to one or more securities through the use of derivatives as part of the representative sampling strategy. This representative sampling strategy may not track the Index with the same degree of accuracy as would a strategy of holding each of the index constituents of the Index in the same proportion as its weighting in the Index.

During the 12-month period immediately preceding the date of this simplified prospectus, no index constituent represented more than 10% of the Index.

LibertyQ U.S. Large Cap Equity Index - NR

The Index is a systematic, rules-based index that is based on an underlying index, the Russell 1000 Index-NR, and is calculated by Russell. The Index utilizes the Multi-Factor Selection Process to select equity securities from the Russell 1000 Index-NR that have exposure to quality, value and momentum while seeking a lower level of risk and higher risk-adjusted performance relative to the Russell 1000 Index-NR over the long term.

At the time of each quarterly reconstitution of the Index, securities with a benchmark weight of 1% or higher will be included in the Index along with the top

20% of the remaining securities comprising the Index's investable universe, as assessed by factors determined by the Index Provider. To reduce turnover and enhance Index stability, the Index is also subject to buffer rules relating to security selection, turnover rates and stock weight caps. The Index is comprised of large- and mid-capitalization companies. While the securities of the Constituent Issuers of the Index are denominated in U.S. dollars, the Index is calculated in Canadian dollars.

The Russell 1000 Index-NR is a subset of the Russell 3000 Index and includes approximately 1,000 of the largest securities in the United States based on a combination of their market cap and current index membership. With 1,000 constituents, the Russell 1000 Index-NR covers over 90% of the total market capitalization of all listed U.S. equities.

Russell is an international provider of market indices for a variety of asset classes and benchmarking, analytics and data solutions.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration	●	
Credit		
Cybersecurity		
Derivative		
Dividend-oriented companies		
Emerging markets		
Equity		
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		
Index investment	●	
Inflation-linked bonds		
Interest rate		
Large transaction		
Market		
Portfolio management		●
REIT		
Regional	●	
Secondary market trading		
SLA / repo / reverse repo		
Series		
Short selling		
Smaller companies	●	

	Primary risk	Secondary risk
Sustainability	●	
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FRANKLIN U.S. MONTHLY INCOME FUND

Fund details

Fund type	Global neutral balanced
Securities offered	Series A, A-Hedged, F, F-Hedged, FT, FT-Hedged, I[1], O, O-Hedged, OT, OT-Hedged, T, T-Hedged and T-USD units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Advisers, Inc., San Mateo, California

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- maximize income while maintaining prospects for long-term capital appreciation by investing primarily in a diversified portfolio of debt and equity securities issued in the U.S.

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor employs fundamental analysis in selecting investments for the Fund's portfolio.

The portfolio advisor may, from time to time, concentrate the Fund's investments in a particular sector.

The Fund may invest up to 25% of its assets in securities of non-U.S. issuers.

The Fund may invest in debt instruments, including fixed-income and floating-rate instruments, government and corporate bonds, inflation-linked bonds, ABS and MBS, corporate loans and convertible securities.

The Fund may invest all of its assets in non-investment-grade debt instruments.

The Fund may invest in debt instruments that are in default at the time of its investment.

The Fund may invest in syndicated loans (see **INVESTMENT IN SYNDICATED LOANS** on page 153).

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

On the portion of its net assets attributable to its Hedged Series, the Fund employs a hedging strategy whose objective is to reduce the changes in the value of those net assets resulting from changes in the exchange rate between the Canadian dollar and the U.S. dollar.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation

ESG factors are an integral component of the sub-advisor's fundamental bottom-up research. The sub-advisor employs an economic-based approach to ESG, and ESG factors are integrated into its bottom-up analysis as it assesses how risks and opportunities may impact the returns an issuer will earn on its business. The sub-advisor believes that the importance of particular ESG factors may vary depending on an issuer's sector and/or industry, but will generally consider the following factors:

- greenhouse gas emissions;
- data privacy and protection;
- board structure; and
- labour relations.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular issuer.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		●
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		●
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		
Equity	●	
ETF		
Foreign currency	●[1]	
Foreign currency hedging		●[2]
Foreign investment	●	
Fund of funds		
Illiquidity		●
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	

	Primary risk	Secondary risk
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

[1] Does not apply to the Fund's Hedged Series.
[2] Applies to the Fund's Hedged Series only.

FRANKLIN U.S. OPPORTUNITIES FUND

Fund details

Fund type	Sustainable U.S. equity
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

What does the fund invest in?

Investment objective

- capital appreciation by investing primarily in equities securities of U.S. issuers that demonstrate accelerating growth, increasing profitability, or above-average growth or growth potential compared to the overall economy while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, at least 90% of the value of the Fund's equity holdings will consist of securities of U.S. issuers.

The sub-advisor employs a bottom-up investment approach and follows a growth investment style in selecting investments for the Fund's portfolio.

Although the sub-advisor generally seeks to diversify the Fund's investments across sectors, the sub-advisor may, from time to time, concentrate the Fund's investments in one or more of the following sectors:

- technology,
- health care and biotechnology, and
- consumer discretionary.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market

instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening
- engagement and stewardship activities

Alongside traditional financial and economic analyses, the sub-advisor assesses the potential impacts of material ESG factors on an issuer, which the sub-advisor believes provide a measure of the issuer's sustainability. These factors include:

- gender diversity and inclusion;
- climate risk;
- greenhouse gas emissions; and
- carbon footprint.

For each industry under review, the sub-advisor seeks to determine which of these factors are of the greatest importance to stakeholders. Its analysts then identify specific criteria, such as data metrics and qualitative assessments, which they use to assess each issuer both in absolute terms and relative to its peers. For example, within the biotech and pharmaceutical industries, the sub-advisor considers drug pricing and affordability to be the most significant sustainability risk; within the technology sector, it emphasizes data security as well as clean tech opportunities.

The sub-advisor uses a proprietary approach to and assign one of four ESG ratings to at least 90% of the issuers represented in the Fund's investment universe:

- AAA (best in class/very good);
- AA (good);
- A (fair); and
- B (needs improvement).

The sub-advisor reviews and updates the ESG score of each issuer in the Fund's portfolio at least annually, and typically incorporates new information into its analysis as it becomes available.

The Fund will not invest in any issuer:

- that it rates "B" or does not rate;
- that repeatedly and/or seriously violates the principles of the United Nations Global Compact;
- deriving more than 10% of its revenue from the production and/or distribution of weapons;
- involved in the production, distribution or wholesale trading of dedicated and/or key components of banned weapons (*i.e.,* antipersonnel mines, biological and chemical weaponry, and cluster munitions);
- engaged in the manufacture of tobacco or tobacco products, or deriving more than 5% of its revenue from such products;
- deriving more than 10% of its revenue from thermal coal extraction or coal-based power generation; or
- that is a sovereign issuer and has insufficient scoring according to the Freedom House Index.

The sub-advisor's approach to sustainable investment includes regular dialogue with companies, monitoring material ESG issues and voting proxies.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		●
Inflation-linked bonds		
Interest rate		●
Large transaction		●
Market	●	
Portfolio management		●
REIT		●
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

FRANKLIN U.S. RISING DIVIDENDS FUND

Fund details

Fund type	U.S. equity
Securities offered	Series A, A-Hedged, F, F-Hedged, FT, O, O-Hedged, T and T-Hedged units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified portfolio of American equities, with a focus on investing in companies that have paid consistently rising dividends

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, at least 90% of the value of the Fund's equity holdings will consist of securities of U.S. issuers.

Generally, the Fund will invest at least 80% of its assets in equity securities that pay a periodic dividend that has not decreased in the preceding four years.

Furthermore, the Fund will invest at least 65% of its assets in equity securities that satisfy at least one of the following criteria:

- the periodic dividend has increased in at least eight of the preceding ten years, and has not decreased during that time,
- the periodic dividend has increased by 100% or more during the preceding ten years,
- except for an issuer that is a utility company, the current dividend represents less than 65% of the issuer's current earnings, and/or
- except for an issuer that is a utility company, the issuer's long-term debt does not exceed 50% of its total capitalization, or the issuer's senior debt has been assigned an investment-grade rating by at least one major credit rating agency.

The sub-advisor may, from time to time, concentrate the Fund's investments in a particular sector.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

On the portion of its net assets attributable to its Hedged Series, the Fund employs a hedging strategy whose objective is to reduce the changes in the value of those net assets resulting from changes in the exchange rate between the Canadian dollar and the U.S. dollar.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation

ESG factors are an integral component of the sub-advisor's fundamental bottom-up research. The sub-advisor employs an economic-based approach to ESG, and ESG factors are integrated into its bottom-up analysis as it assesses how risks and opportunities may impact the returns an issuer will earn on its business.

Consideration of ESG factors and risks is only one component of the sub-advisor's assessment of eligible investments and may not be a determinative factor in its final decision on whether to invest in a particular issuer.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency	●[1]	
Foreign currency hedging		●[2]
Foreign investment	●	
Fund of funds		
Illiquidity		●
Inflation-linked bonds		
Interest rate		●
Large transaction		●
Market	●	

	Primary risk	Secondary risk
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

[1] Does not apply to the Fund's Hedged Series.
[2] Applies to the Fund's Hedged Series only.

FRANKLIN WESTERN ASSET CORE PLUS BOND FUND

Fund details

Fund type	Sustainable global fixed income
Securities offered	Series A, F, O and ETF Series units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Western Asset Management Company, LLC, Pasadena, California

What does the fund invest in?

Investment objective

- maximize total return by investing primarily in investment-grade debt instruments of issuers anywhere in the world while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, the Fund will invest at least 80% of its assets in debt instruments of issuers anywhere in the world.

The Fund may invest in Mainland China through the Bond Connect or directly.

The Fund may invest in debt instruments of any maturity, but will normally maintain a portfolio whose average effective duration is within 30% of the average duration of the U.S. bond market as a whole, as estimated by the sub-advisor.

The Fund may invest:

- up to 20% of its assets in debt instruments not denominated in U.S. dollars; and
- up to 30% of its assets in non-investment-grade or unrated debt instruments.

The Fund may invest a substantial portion of its assets in ABS and MBS.

The Fund may invest in corporate loans, including syndicated loans (see **INVESTMENT IN SYNDICATED LOANS** on page 153).

The Fund seeks to hedge, as completely as possible, against changes in its NAV that would otherwise result from changes in the U.S. dollar/Canadian dollar exchange rate.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling;

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may invest in foreign sub-funds managed by affiliates of ours (see **INVESTMENT IN AFFILIATED FOREIGN SUB-FUNDS** on page 126).

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under Strategies for sustainable investment on page 60, the Fund employs the following:

- Integration and evaluation
- exclusionary screening
- inclusionary screening
- engagement and stewardship activities

The sub-advisor's research analysts have developed a proprietary ESG research framework by sector, which highlights key ESG factors that are material to creditworthiness and serve as a basis for the independent assessment of an issuer's ESG quality and risks. These sector-specific frameworks enable the research analysts to evaluate issuers across all fixed-income asset classes, including sovereigns, securitized products, and corporates.

In contrast to third party ratings providers, the sub-advisor's research analysts take a forward-looking approach to an issuer's ESG performance, consider qualitative as well as quantitative factors, and view issuers from a holistic perspective of related subsectors. While the proprietary research frameworks do not rely on any specific third-party sources, the assessment may leverage data from a variety of external providers where available, including ISS, S&P TruCost, Bloomberg, the World Bank, non-governmental organizations, and academic institutions.

The sub-advisor's approach to sustainable investment relies on both MSCI's ESG ratings and its own assessment of how well the activities of each issuer in the Fund's investment align with the United Nations Sustainable Development Goals (the "**UNSDGs**"). The sub-advisor assesses an issuer's alignment by considering factors including:

- its issuance of thematic bonds (e.g., green, social, sustainability or sustainability-linked bonds and thematic asset-backed securities) whose proceeds of issuance directly finance projects that advance the UNSDGs;

- its contribution to the positive transformation of its industry through best-in-class sustainable business practices; and

- the extent to which it operates in industries that provide products and services that advance the UNSDGs, which may include, without limitation, biotech, pharmaceuticals, medical equipment and devices, renewable energy, carbon capture and emissions reduction, water purification and recycling, gender and income inequality.

The Fund will not invest in any issuer:

- engaged in the manufacture of controversial weapons (i.e., anti-personnel mines, biological and chemical weaponry, depleted uranium and cluster munitions) or that owns or is owned by a controversial weapons company;

- deriving more than 5% of its revenue from the production of nuclear weapons;

- deriving more than 10% of its revenue from the production and/or distribution of conventional weapons or civilian firearms;

- deriving more than 10% of its revenue from the production and/or distribution of thermal coal;
- deriving more than 5% of its revenue from the manufacture or distribution of tobacco; or
- assessed as 'fail' under the United Nations Global Compact.

The sub-advisor seeks to manage the Fund's portfolio so that:

- the weighted average MSCI ESG rating of the issuers in the Fund's portfolio is BBB or higher (and for the purposes of making this determination, the sub-advisor may assign its own ESG rating to an issuer where MSCI ESG rating data is unavailable);
- the weighted average carbon intensity of the issuers in the Fund's portfolio is at least 20% less than that of the Bloomberg US Aggregate Bond Index, according to metrics reported by third-party providers; and
- at least 20% of the Fund's portfolio is invested in issuers whose activities contribute to the UNSDGs, as determined by the sub-advisor following the approach described above.

Measuring carbon intensity

The calculation of carbon intensity depends on the nature of the issuer.

For a corporate issuer, it is typically expressed in metric tons of CO2 per USD 1 million of revenue.

For a sovereign issuer, it is typically expressed in metric tons of CO2 per USD 1 million (at purchasing power parity) of GDP.

A particular issuer's carbon intensity reflects both its Scope 1 and Scope 2 carbon emissions as defined by the Greenhouse Gas Protocol.

Scope 1 emissions are direct greenhouse gas emissions from sources that are controlled or owned by the issuer (e.g., emissions associated with fuel combustion in boilers, furnaces, vehicles).

Scope 2 emissions are indirect greenhouse gas emissions associated with the purchase of electricity, steam, heat, or cooling.

The sub-advisor's approach to sustainable investment includes engagement with issuers on ESG practices through conversations with management. The sub-advisor's engagement process seeks to align with the United Nations Global Compact principles, widely-accepted corporate sustainability guidelines that meet fundamental responsibilities in the following areas:

- anti-corruption;
- human rights;
- labour; and
- the environment.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS	●	
Asset allocation		
China-A securities		
China bond connect		●

Concentration		●
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity		●
ETF		●
Foreign currency		●
Foreign currency hedging		●
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		●
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

Investors who purchase or sell the Fund's ETF Series units in the secondary market are exposed to the risks associated with that market (see **SECONDARY MARKET TRADING RISK** on page 115).

FT BALANCED GROWTH PRIVATE WEALTH POOL

Fund details

Fund type	Global neutral balanced
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario
Sub-advisors	Franklin Templeton Investments Corp., Calgary, Alberta[1] Fiduciary Trust Company International, New York, New York

[1] Canadian fixed-income and equity portion only.

What does the fund invest in?

Investment objective

- a balance of current income and long-term capital appreciation by investing in a diversified mix of equity and income securities, with a bias towards capital appreciation

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 45 - 70% equity securities
- 30 - 55% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes; and
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may invest in foreign sub-funds managed by affiliates of ours (see **INVESTMENT IN AFFILIATED FOREIGN SUB-FUNDS** on page 126).

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		●
Credit		●
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

FT BALANCED INCOME PRIVATE WEALTH POOL

Fund details

Fund type	Global fixed income balanced
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario
Sub-advisors	Franklin Templeton Investments Corp., Calgary, Alberta[1] Fiduciary Trust Company International, New York, New York

[1] Canadian fixed-income and equity portion only.

What does the fund invest in?

Investment objective

- a balance of current income and long-term capital appreciation by investing in a diversified mix of equity and income securities, with a bias towards income

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 25 - 50% equity securities
- 50 - 75% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes; and
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may invest in foreign sub-funds managed by affiliates of ours (see **INVESTMENT IN AFFILIATED FOREIGN SUB-FUNDS** on page 126).

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		
Credit		●
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		
Taxation		●

FT GROWTH PRIVATE WEALTH POOL

Fund details

Fund type	Global equity balanced
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisor	Fiduciary Trust Company of Canada, Toronto, Ontario
Sub-advisors	Franklin Templeton Investments Corp., Calgary, Alberta[1] Fiduciary Trust Company International, New York, New York

[1] Canadian fixed-income and equity portion only.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in a diversified mix of equity securities, with additional stability derived from investing in income securities

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The portfolio advisor will generally keep the Fund's asset class allocations within the following ranges:

- 65 - 90% equity securities
- 10 - 35% debt instruments

The portfolio advisor may review and adjust the Fund's asset class allocations in its sole discretion, based on its assessment of economic conditions and the prospects for each of these asset classes.

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes; and
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may invest in foreign sub-funds managed by affiliates of ours (see **INVESTMENT IN AFFILIATED FOREIGN SUB-FUNDS** on page 126).

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		
Concentration		●
Credit		●
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

TEMPLETON EMERGING MARKETS FUND

Fund details

Fund type	Sustainable emerging markets equity
Securities offered	Series A, F and O units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisors	Franklin Templeton Investment Management Limited, London, England Templeton Asset Management Ltd., Singapore

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equities of issuers in emerging markets while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

Generally, at least 90% of the Fund's net assets will consist of equity securities of issuers located or operating in countries considered to be developing or emerging by:

- the authorities of those countries,
- the United Nations, or
- any of the following index providers: S&P Dow Jones, MSCI or Russell.

The sub-advisor considers frontier markets to be a subset of developing markets and any investments in frontier markets will be counted toward the aforementioned 90% threshold. Countries considered to be frontier markets are typically located in the Asia-Pacific region (including Hong Kong), Eastern Europe, Central and South America, the Middle East and Africa.

The Fund may invest in China A-securities directly through Stock Connect.

The sub-advisor employs fundamental analysis and follows a long-term, bottom-up approach in selecting investments for the Fund's portfolio.

The sub-advisor seeks to diversify the Fund's investments across many different industries and emerging-market countries.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation
- exclusionary screening
- engagement and stewardship activities

The Fund seeks to invest in issuers with appropriate and/or good management of material ESG issues. In analyzing ESG factors, the sub-advisor conducts a materiality-based ESG assessment through both in-depth research and engagement with issuers as appropriate to assess how an issuer's practices are aimed at improving or maintaining its ESG practices.

When assessing an issuer, the sub-advisor will consider factors that may include:

- resource efficiency;
- carbon emissions management;
- waste prevention and recycling;
- pollution prevention and control;
- labour standards;
- fair wages;
- diversity and gender balance;
- health and safety practices;
- product safety;
- appropriate accounting practices;
- alignment of interests;
- board effectiveness;
- capital allocation;
- shareholder rights; and
- quality of disclosure.

The Fund will not invest in any issuer:

- that repeatedly and/or seriously violates the principles of the United Nations Global Compact;
- engaged in the manufacture of nuclear or controversial weapons (*i.e.,* anti-personnel mines, biological and chemical weaponry, depleted uranium and cluster munitions) or components intended for use in such weapons, or deriving more than 5% of its revenue from weapons of any kind;
- deriving more than 25% of its revenue from thermal coal extraction; or
- engaged in the manufacture of tobacco or tobacco products.

The sub-advisor assesses the potential for improvement through the Fund's engagement as an active owner. These are targeted engagements with specific goals and objectives based on scope for improvement. The sub-advisor seeks issuers that are good or improving stewards aligned with shareholder interest and the sub-advisor's governance assessment includes regular dialogue with issuers, monitoring material ESG issues and voting proxies.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		

	Primary risk	Secondary risk
China A-securities		●
China bond connect		
Concentration		
Credit		
Cybersecurity		●
Derivative		●
Emerging markets	●	
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		
Foreign investment	●	
Fund of funds		
Illiquidity		●
Inflation-linked bonds		
Interest rate		
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies	●	
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

TEMPLETON GLOBAL BOND FUND

Fund details

Fund type	Global fixed income
Securities offered	Series A, A-Hedged, F, F-Hedged, I[1], O, O-Hedged, PA, PA-Hedged, PF and PF-Hedged units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Franklin Advisers, Inc., San Mateo, California

[1] Closed to new investments, except as described under Permitted investments in closed series on page 152.

What does the fund invest in?

Investment objective

- high current income with capital appreciation by investing primarily in debt instruments and preferred securities issued around the world

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The sub-advisor employs fundamental analysis in selecting investments for the Fund's portfolio.

The Fund may not invest more than 25% of its invested assets, excluding cash, in the securities of issuers in any single industry. The Fund may invest in non-investment-grade debt instruments.

The Fund invests in bonds issued by governments, government related entities and government agencies located around the world.

The Fund may invest more than 10% of its net assets in securities issued or guaranteed by a single Permitted Issuer (see **INVESTMENT IN FOREIGN SOVEREIGN DEBT** on page 125.)

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in the exchange rate between the U.S. dollar and one or more of the currencies in which the Fund's investments are denominated.

The Fund may invest in Mainland China through the Bond Connect or directly.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

On the portion of its net assets attributable to its Hedged Series, the Fund employs a hedging strategy whose objective is to reduce the changes in the value of those net assets resulting from changes in the exchange rate between the Canadian dollar and the U.S. dollar.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 154, the Fund employs the following:

- Integration and evaluation

The sub-advisor employs a proprietary rating methodology to assess the sustainability practices of each sovereign issuer of bonds within the Fund's investment universe.

The ESG rating assigned to a sovereign issuer is based on factors including:

- a variety of sub-categories that the sub-advisor has determined to have significant impacts on macroeconomic conditions; and
- any expected improvement or deterioration in the country's ESG practices.

In analyzing the aforementioned ESG sub-categories, the sub-advisor uses baseline rankings from a set of recognized third-party index providers. The sub-advisor then uses proprietary internal research to determine whether a particular country's sub-category rankings are expected to improve or deteriorate.

In selecting investments for the Fund's portfolio, the sub-advisor typically favours countries with higher ESG ratings or projected neutral-to-improving ESG ratings; however, the sub-advisor may deviate from this approach in constructing the Fund's portfolio.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		
China bond connect		●
Concentration	●	
Credit	●	
Cybersecurity		●
Derivative	●	
Emerging markets	●	
Equity		
ETF		
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds		●

	Primary risk	Secondary risk
Illiquidity		●
Inflation-linked bonds		●
Interest rate	●	
Large transaction		●
Market	●	
Portfolio management	●	
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 155. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION** risk on page 114).

If, as of April 30, 2024, the Fund invested more than 10% of its NAV in a single issuer, that holding is identified in Table 72 on page 158. Any such holding may increase the concentration risk associated with investing in this Fund (see **CONCENTRATION RISK** on page 109).

TEMPLETON GROWTH FUND

Fund details

Fund type	Global equity
Securities offered	Series A, A-Hedged, F, I[1], O, PA, PA-Hedged and PF units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisor	Templeton Global Advisors Limited, Nassau, Bahamas Templeton Asset Management Ltd. Singapore

[1] Closed to new investors, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.

What does the fund invest in?

Investment objective

- long-term capital appreciation by investing primarily in equity securities of companies around the world, and debt instruments issued by governments or companies of any country

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The sub-advisor employs fundamental analysis and follows a value investment style in selecting investments for the Fund's portfolio.

Although the sub-advisor generally seeks to diversify the Fund's investments across countries and sectors, the sub-advisor may, from time to time, concentrate the Fund's investments in a particular country and/or sector.

The Fund will generally invest at least 75% of its assets in equity securities.

The Fund may invest in China A-securities directly through Stock Connect.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;
- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and
- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

On the portion of its net assets attributable to its Hedged Series, the Fund employs a hedging

strategy whose objective is to reduce the changes in the value of those net assets resulting from changes in the exchange rate between the Canadian dollar and the currencies in which the Fund's investments are denominated.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation		
China A-securities		●
China bond connect		
Concentration		●
Credit		
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency		●[1]
Foreign currency hedging		●[2]
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		
Interest rate		●
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		
Taxation		●

[1] Does not apply to the Fund's Hedged Series.
[2] Applies to the Fund's Hedged Series only.

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 154. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION RISK** on page 114).

TEMPLETON SUSTAINABLE GLOBAL BALANCED FUND

Fund details

Fund type	Sustainable global neutral balanced
Securities offered	Series A, F, FT, I[1], O, T, T-USD and V[1] units
Eligible for registered plans	Yes
Portfolio advisor	Franklin Templeton Investments Corp., Toronto, Ontario
Sub-advisors	Franklin Advisers, Inc., San Mateo, California[2] Franklin Templeton Investment Management Limited[3] Templeton Asset Management Limited[2]

[1] Closed to new investments, except as described under **PERMITTED INVESTMENTS IN CLOSED SERIES** on page 152.
[2] Fixed-income portion only.
[3] Equity portion only.

What does the fund invest in?

Investment objective

- current income and long-term capital appreciation by investing primarily in debt instruments and equity securities of issuers anywhere in the world while following a sustainable investment approach

The fundamental investment objective may only be changed with the approval of a majority of the votes cast at a meeting of the Fund's investors called for that purpose.

Investment strategies

The sub-advisors will generally keep the Fund's asset class allocations within the following ranges:

- 40 - 60% equity securities
- 40 - 60% debt instruments

The sub-advisors may review and adjust the Fund's asset class allocations in their sole discretion, based on their assessment of economic conditions and the prospects for each of these asset classes.

The sub-advisors employ fundamental analysis and follow a value investment style in selecting investments for the Fund's portfolio.

The sub-advisors may, from time to time, concentrate the Fund's investments in a particular sector.

The Fund may invest in China A-securities directly through Stock Connect.

The Fund may invest in investment-grade and non-investment-grade debt instruments.

The Fund may invest more than 10% of its net assets in securities issued or guaranteed by a single Permitted Issuer (see **INVESTMENT IN FOREIGN SOVEREIGN DEBT** on page 125.)

The Fund may, from time to time, seek to hedge some or all of its exposure to changes in currency exchange rates.

The Fund may invest in Mainland China through the Bond Connect or directly.

The Fund may, in accordance with applicable securities regulations or as permitted by the exemptions from these regulations, and as further described elsewhere (see **WHAT DOES THE FUND INVEST IN?** on page 153):

- use derivatives for hedging and non-hedging purposes;

- enter into securities lending agreements, repurchase agreements and/or reverse repurchase agreements; and

- engage in short selling, subject to providing 60 days' notice to investors,

provided that if the Fund does so, it will do so in conjunction with its other investment strategies in a manner considered appropriate to pursuing its investment objectives and enhancing its returns.

The Fund may invest a portion of its assets in securities of other mutual funds, including ETFs, that may be managed by us or by an affiliate of ours.

The Fund may temporarily depart from its investment objectives or strategies by investing all or a portion of its assets in cash, money market instruments, and/or money market mutual funds. The portfolio advisor may take this action for defensive purposes, for liquidity purposes, or for other reasons.

Strategies for sustainable investment

Of the investment strategies described under **STRATEGIES FOR SUSTAINABLE INVESTMENT** on page 60, the Fund employs the following:

- Integration and evaluation
- exclusionary screening
- inclusionary screening
- engagement and stewardship activities

The equity sub-advisor utilizes a proprietary approach to assess ESG factors and seeks to assign an ESG rating to the issuers within the Fund's investment universe that are actively covered by the equity sub-advisor. Issuers are assigned scores from 1 (exceptional sustainability profile) to 5 (unacceptable sustainability risk). The ESG rating assigned to an issuer by the equity sub-advisor is based on a broad range of factors that the equity sub-advisor considers material to the industry in which that issuer operates.

The equity sub-advisor's security selection process places particular emphasis on:

- greenhouse gas emissions; and
- board gender diversity.

The fixed-income sub-advisor employs a proprietary scoring methodology to assess the sustainability practices of each sovereign issuer within the Fund's investment universe that are actively covered by the fixed-income sub-advisor, and seeks to assign a current and projected ESG score to those sovereign issuers. Issuers are assigned scores based on factors including:

- a variety of sub-categories that the sub-advisor has determined to have a significant impact on macroeconomic conditions; and

- any expected improvement or deterioration in the country's ESG practices.

In analyzing the aforementioned ESG sub-categories, the fixed-income sub-advisor uses baseline rankings from a set of recognized third-party index providers. The fixed-income sub-advisor then uses proprietary internal research to determine whether a particular country's sub-category rankings are expected to improve or deteriorate.

The fixed-income sub-advisor employs ratings provided by MSCI to assess the sustainability practices of each supranational and corporate issuer within the Fund's investment universe.

The Fund's equity portfolio will not invest in the securities of an issuer that:

- is assigned a 5 rating, or has not been assigned a rating, by the equity sub-advisor.

The Fund's fixed-income portfolio will not invest in the securities of:

- a sovereign issuer that is among the poorest performers, based on either the

current environmental, social, or governance score as assigned by the fixed-income sub-advisor, until the bottom decile of its peer group is excluded, or that has not been assigned an ESG score;

- a corporate issuer whose MSCI rating is in the bottom decile of its peer group, or that has not been assigned an MSCI rating; or

- an issuer that has been sanctioned by the Office of Foreign Asset Control, the European Union or the United Nations.

The sub-advisors seek to manage the Fund's portfolio so that:

- the weighted average ESG rating assigned by MSCI to the issuers in the Fund's equity portfolio is higher than the average ESG rating assigned by MSCI to the issuers that comprise the equity component of the Fund's benchmark index;

- the weighted average base ESG score assigned by the fixed-income sub-advisor to the sovereign (including supranational) issuers in the Fund's fixed-income portfolio is higher than the average ESG score assigned by the fixed-income sub-advisor to the sovereign issuers that comprise the fixed-income portfolio's investment universe (and for the purposes of calculating this score, the notional amount of any derivative that increases the Fund's long exposure to the currency, interest rate risk and/or credit risk of a sovereign issuer will be assigned the ESG score of that issuer); and

- the weighted average ESG rating assigned by MSCI to the corporate issuers in the Fund's fixed-income portfolio is higher than the average ESG rating assigned by MSCI to the corporate issuers that comprise the fixed-income portfolio's investment universe.

Typically, the sub-advisors perform these comparisons quarterly and rebalance the Fund's portfolio quarterly to this end; however, rebalancing may also occur at other times at the discretion of the sub-advisors.

The equity sub-advisor engages with issuers in the Fund's equity portfolio, either proactively or in response to a particular event. Issuer engagement is prioritized based on factors such as the severity or materiality of the issue and the size of the Fund's investment, but will include the following:

- an issuer assigned a 4 rating will be prioritized for engagement;

- an issuer whose greenhouse gas emissions are in the bottom quintile of its peer group will be encouraged to establish an emissions reduction target or to move out of the bottom quintile within three years; and

- an issuer with no females on its board will be encouraged to add a female board member within three years.

What are the risks of investing in the fund?

For an explanation of the following table, see **WHAT ARE THE RISKS OF INVESTING IN THE FUND?** on page 155.

	Primary risk	Secondary risk
ABS / MBS		
Asset allocation	●	
China A-securities		●

	Primary risk	Secondary risk
China bond connect		●
Concentration		
Credit	●	
Cybersecurity		●
Derivative		●
Emerging markets		●
Equity	●	
ETF		
Foreign currency	●	
Foreign currency hedging		●
Foreign investment	●	
Fund of funds		●
Illiquidity		●
Inflation-linked bonds		●
Interest rate		●
Large transaction		●
Market	●	
Portfolio management		●
REIT		
Secondary market trading		
SLA / repo / reverse repo		
Series		●
Short selling		
Smaller companies		●
Sustainability		●
Taxation		●

If, as of April 30, 2024, any investor held units of the Fund representing more than 10% of its NAV, that holding is identified in Table 71 on page 154. Any such holding may increase the large transaction risk associated with investing in this Fund (see **LARGE TRANSACTION RISK** on page 114).

Money Market Fund

Fixed Income Funds

Balanced Funds

Canadian Equity Funds

U.S. Equity Funds

Other Equity Funds

ETF Portfolios

Quotential Portfolios

Private Wealth Pools

Index ETFs

Additional information about the Funds is available in the Funds' fund facts, ETF facts, management reports of fund performance and/or financial statements. These documents are incorporated by reference into this simplified prospectus, which means that they legally form part of this document just as if they were printed as sections of it.

These documents and other information about the Funds, such as information circulars and material contracts, are also available at www.sedar.com or on the Funds' designated website at www.franklintempleton.ca.

You can get a free copy of any or all of these documents from your dealer, or from us by emailing us at service.CAN.franklintempleton@fisglobal.com or by calling us toll-free at 1-800-387-0830.

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