

AUDITED ANNUAL REPORT

# FRANKLIN TEMPLETON INVESTMENT FUNDS

société d'investissement à capital variable

June 30, 2024



FRANKLIN  
TEMPLETON



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société d'investissement à capital variable

## AUDITED ANNUAL REPORT

For the year ended June 30, 2024

This report shall not constitute an offer or a solicitation of an offer to buy shares of Franklin Templeton Investment Funds (the "Company"). Subscriptions are to be made on the basis of the current prospectus and its addendum as the case may be, where available the relevant Key Information Documents ("KIDs") or Key Investors Information Documents ("KIIDs"), a copy of the latest available audited annual report and, if published thereafter, the latest unaudited semi-annual report.

The auditor's report refers only to the full English version of the Annual Report and not to any translated versions.

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# General Information

As at June 30, 2024

## **société d'investissement à capital variable**

8A, rue Albert Borschette, L-1246 Luxembourg, Grand Duchy of Luxembourg

(Registered with the registre de commerce et des sociétés, Luxembourg, under number B 35 177)

## **BOARD OF DIRECTORS:**

### **Executive Chairman**

*Gregory E. Johnson*

FRANKLIN RESOURCES, INC.

One Franklin Parkway

San Mateo, CA 94403-1906

United States of America

### **Directors**

*Anouk Agnes*

Independent Director

22, rue Charles Darwin

L-1433 Luxembourg

Grand Duchy of Luxembourg

*Mark G. Holowesko*

Independent Director

President

HOLOWESKO PARTNERS LTD.

Shipston House

P.O. Box N-7776, West Bay Street, Lyford Cay,

Nassau, Bahamas

*Joseph La Rocque*

Independent Director

203 Midhurst Road

Baltimore, Maryland 21209

United States of America

*William C.P. Lockwood*

Independent Director

Poste restante, Avenue du Général de Gaulle 57570

Cattenom,

France

*Virginie Lagrange*

Independent Director

6 op der Kaul

L-5320 Contern

Grand Duchy of Luxembourg

*Jed A. Plafker*

Executive Vice President, Global Alliances and New

Business Strategies

FRANKLIN RESOURCES, INC.

One Franklin Parkway

San Mateo, CA 94403-1906

United States of America

*Craig S. Tyle*

Senior Legal Adviser

FRANKLIN RESOURCES, INC.

One Franklin Parkway

San Mateo, CA 94403-1906

United States of America

## **MANAGEMENT COMPANY:**

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.

8A, rue Albert Borschette, L-1246 Luxembourg

Grand Duchy of Luxembourg

## **REGISTERED OFFICE:**

8A, rue Albert Borschette, L-1246 Luxembourg

Grand Duchy of Luxembourg

## **ADMINISTRATIVE AGENT:**

J.P. Morgan SE, Luxembourg Branch

European Bank and Business Centre

6C route de Trèves, L-2633 Senningerberg

Grand Duchy of Luxembourg

## **REGISTRAR AND TRANSFER AGENT:**

VIRTUS PARTNERS FUND SERVICES LUXEMBOURG

S.à r.l.

8A, rue Albert Borschette

L-1246 Luxembourg

Grand Duchy of Luxembourg

## **PRINCIPAL DISTRIBUTOR:**

FRANKLIN TEMPLETON INTERNATIONAL SERVICES

S.à r.l.

8A, rue Albert Borschette, L-1246 Luxembourg

Grand Duchy of Luxembourg

## **DEPOSITARY AND LISTING AGENT:**

J.P. Morgan SE, Luxembourg Branch

European Bank and Business Centre

6C route de Trèves, L-2633 Senningerberg

Grand Duchy of Luxembourg

## **AUDITOR:**

PricewaterhouseCoopers, Société coopérative

2, rue Gerhard Mercator, L-2182 Luxembourg

Grand Duchy of Luxembourg

## **LEGAL ADVISERS:**

ELVINGER HOSS PRUSSEN, société anonyme

2, Place Winston Churchill

B.P 425, L-2014 Luxembourg

Grand Duchy of Luxembourg

# Report of the Board of Directors

## The Board of Directors

### Chairman

#### **Gregory E. Johnson**

*Director since November 28, 2003*

Greg Johnson (63) is executive chairman of the Board of Franklin Resources, Inc.

Mr. Johnson was elected co-CEO of Franklin Resources in 2004 and served as the company's CEO beginning in 2005 until February 2020. Under his tenure as CEO, Franklin Templeton became one of the most globally recognized firms in the asset management industry. In 2020, Mr. Johnson became executive chairman.

Mr. Johnson earned a B.S. in accounting and business administration in 1983 from Washington and Lee University, and his Certified Public Accountant (CPA) certificate in 1985. He is a board member and past chairman of the Investment Company Institute's Board of Governors. Mr. Johnson is a past vice chairman of the Mutual Fund Forum and a past chairman of the Western district of the Securities Industry Association. He is a current board member of Jumpstart, an early literacy and education organization. Previously, he served on the board of the San Francisco Symphony. Mr. Johnson serves as the chairman and designated control person for the San Francisco Giants and serves on Major League Baseball's audit and competition committees.

### Directors

#### **Mark G. Holowesko\***

*Director since November 30, 1994*

Mark Holowesko (64) is the founding Partner and Chief Executive Officer of Holowesko Partners Ltd (HPL). Mr. Holowesko launched the firm in the fall of 2000, under the name of Templeton Capital Advisors, to serve the needs of institutional and high-net-worth investors. Subsequently renamed Holowesko Partners, under his leadership HPL has enjoyed steady and consistent growth and now stands as one of the premier global equity hedge firms in the industry.

Mr. Holowesko's investment career began in 1985 when he joined Templeton Global Advisors Ltd. as a research analyst. By 1987, he had assumed the day-to-day management of all portfolios previously managed by Sir John Templeton, including the Templeton Growth Fund and the Templeton Foreign Fund. In 1989, Mr. Holowesko became the Director of Research of the Templeton Global Equity Funds and later, in 1996, assumed the role of Chief Investment Officer.

Mr. Holowesko served as a member of the Executive Committee of Templeton, Galbraith & Hansberger from 1987 to 1992 and as a member of the Executive Committee of Franklin Resources from 1992 to 2000. Mr. Holowesko was Director, President & Head of Investments of Templeton Global Advisors Ltd. from 1992 to 2000.

#### **William C. P. Lockwood\***

*Director since December 1, 2014*

William Lockwood (68) joined Franklin Templeton in 1992 and served as General Manager of the Franklin Templeton Luxembourg subsidiary and Franklin Templeton Investment Funds until December 2005. From December 2005 until January 2014, he was Conducting Officer of Franklin Templeton Investment Funds and of Franklin Templeton International Services S.à r.l. subsequently. The Conducting Officer role was a management, oversight and governance role under the EU UCITS legislation reporting directly to the Board of Franklin Templeton Investment Funds. Mr Lockwood has been working in the financial services industry in Luxembourg since 1982. He is a Scottish Chartered Accountant and a Member of the Chartered Institute for Securities & Investment, London. He has served as a director and international vice chairman of the Luxembourg Fund Industry Association (ALFI) and as a council member of the Institute of Chartered Accountants of Scotland.

## Report of the Board of Directors (continued)

### The Board of Directors (continued)

#### **Jed A. Plafker**

*Director since April 13, 2017*

Mr. Plafker (53) is Executive Vice President of Global Alliances and New Business Strategies for Franklin Templeton. In this position, Mr. Plafker is responsible for the expansion of the company's digital wealth management and distribution-related financial technology, ensuring that the firm fully harnesses these capabilities for financial advisors and clients. In addition, he partners closely with the CEO to drive execution of the Legg Mason acquisition, working closely with the Specialist Investment Managers, to maximize coordination and operating connectivity across all aspects of the firm. Mr. Plafker is also responsible for the company's closed-end fund business, joint ventures, product governance, seed capital allocations, fund board management, and direct-to-consumer initiatives. He serves as a director of various Franklin Templeton corporate and investment entities and is a member of the Franklin Resources' Executive Committee, a small group of the company's top leaders responsible for shaping the firm's overall strategy.

Prior to assuming his current position in 2020, Mr. Plafker was Executive Vice President of Global Advisory Services, overseeing Franklin Templeton's global distribution efforts, including retail and institutional sales, marketing and product strategy. Prior to that, he was responsible for international distribution for the firm beginning in 2006. Mr. Plafker joined Franklin Templeton as a corporate attorney in 1994 and later served as chief legal counsel - Asia. In 2001, he moved to the distribution side of the business as Country Head of Hong Kong. Thereafter, he became a Managing Director in Europe.

Mr. Plafker earned a B.A. in economics and business from Lafayette College in Easton, Pennsylvania, and a Juris Doctorate from the University of Miami in Coral Gables, Florida.

#### **Craig S. Tyle**

*Director since December 20, 2022*

Craig S. Tyle (63) is a Senior Advisor for Franklin Templeton. Prior to his current role, Mr. Tyle was Executive Vice President and General Counsel for Franklin Resources, Inc., overseeing the Legal, Regulatory Compliance and Investment Compliance departments. Mr. Tyle is also Director of Irish domiciled Franklin Templeton funds. He joined Franklin Templeton in 2005. Previously, he was a partner at Shearman & Sterling LLP in Washington D.C., where his clients included investment advisory firms, investment companies and independent directors of investment companies.

Before joining Shearman & Sterling, Mr. Tyle was General Counsel for the Investment Company Institute (ICI), the national association of the mutual fund industry. As General Counsel, Mr. Tyle helped to develop industry positions on legislative and regulatory proposals, and was responsible for the drafting of Congressional testimony and submissions to the U.S. Securities and Exchange Commission and other federal, state and foreign regulatory agencies. Prior to being appointed General Counsel, Mr. Tyle held various positions in the ICI's legal department.

He started his career as an attorney with Sullivan & Cromwell LLP in New York. Mr. Tyle earned his B.A. with high honors from Swarthmore College and graduated magna cum laude from Harvard Law School.

#### **Anouk Agnes\***

*Director since November 30, 2022*

Anouk Agnes (50) is an independent director with a focus on financial services. She is currently a member of several investment fund and management company boards in Luxembourg. Until May 2022, Mrs Agnes served as Economic Advisor to the Prime Minister of Luxembourg. She joined the Prime Minister's office after 7 years at ALFI, the Association of the Luxembourg Fund Industry, where she was the Deputy Director General and the Director for Communications and Business Development.

Mrs Agnes previously worked as an Advisor to the Minister of Finance, with her main responsibilities targeted at the development of the financial centre. As such, she acted as the Secretary General of the High-level Committee for the Financial Centre, as well as Deputy Director General of Luxembourg for Finance, the Agency for the development of the financial centre. Mrs Agnes started her career in the area of international development cooperation in the Philippines and in Namibia. She holds Master's degrees in law (LL.M) and in political science (M.Sc).

## Report of the Board of Directors (continued)

### The Board of Directors (continued)

#### **Joseph La Rocque\***

*Director since November 30, 2022*

Joseph La Rocque (57) is the Founder of and provides US tax consultancy services on behalf of Lighthouse Tax Advisors in Baltimore, Maryland, USA. Mr. LaRocque is also an Independent Director of US, UK Luxembourg and Irish domiciled funds and Management Companies. He is also the Chairman of the Irish domiciled Franklin Templeton Fund families. He is a former Managing Director in charge of Affiliate Strategic Initiatives at Legg Mason. Mr. LaRocque worked for Legg Mason from 2001 until July 2019.

He is a Certified Public Accountant and from 1991 to 2001 was employed by PricewaterhouseCoopers in Boston, Massachusetts, Dublin, Ireland and Baltimore, Maryland in several capacities, most recently as a Senior Manager in their global financial services practice.

#### **Virginie Lagrange\***

*Director since November 30, 2023*

Virginie Lagrange (53) is the current Chair of the Luxembourg Institute of Directors (ILA). She is an Independent Director certified by INSEAD and ILA and a Chartered Accountant. She sits / chairs Boards, Audit / Risk Committees and Remuneration / Nomination Committees of several Insurance Companies, Banks, Management Companies and Funds. She has 30 years of experience in the Bank and Investment Fund industry in Luxembourg. She started as bank auditor at Ernst & Young in 1993. In 2000 she joined UBS as Head Internal Audit and then as Chief Risk Officer. In 2009 she became Chief Financial Officer at Credit Suisse and in 2010 she joined Nomura Bank Luxembourg as Chief Internal Auditor before being promoted Chief Administrative Officer. Virginie holds a Master in Management from the French Ecole de Commerce of Marseille. She speaks fluent French, German and English.

*\*Independent directors*

## Roles and Responsibilities of the Board

The responsibilities of the Board is governed by the Luxembourg law. With respect to the annual accounts of the Company, the duties of the Directors are governed by the law of December 10, 2010 on, inter alia, the accounting and annual accounts of undertakings for collective investment and by the law of December 17, 2010, as amended, relating to undertakings for collective investment.

A management agreement between the Company and Franklin Templeton International Services S.à r.l. (the "Management Company") sets out the matters over which the Management Company has authority under chapter 15 of the law December 17, 2010. This includes the investment management of the assets of the Company, the administration of the Company and the implementation of the Company's distribution and marketing policies.

Prior to each Board meeting the Directors receive detailed and timely information allowing them to be prepared for the items under discussion during the meeting. For each quarterly meeting, as well as for any additional meeting where this could be relevant, the Board receives reports from, among the other contributors, the Management Company and the investment managers, as appropriate. Senior representatives for each function attend the Board meetings by invitation to enable the Directors to question the reports presented to them.

The Board has organized two sub-committees composed of Board members to enhance the level of governance and allow a more thorough and efficient review of the relevant materials and information.

The Board Operations, Valuation and Audit Committee ("BOVAC") chaired by Ms. Lagrange is convened quarterly in conjunction with the meetings of the Board of the Directors of the Company. It receives materials, updates and insights from relevant internal and external functions, approves matters within its competences, and recommends approvals to the full Board of Directors where necessary. It reports back to the full Board of Directors at the quarterly full Board of Directors' meeting.



## Report of the Board of Directors (continued)

### The Board of Directors (continued)

The Board Product Approval Committee ("BPAC") chaired by Mr. Tyle is focused on matters relevant, or impacting shareholders, from a product standpoint. It is convened on an ad-hoc basis, it receives materials from internal and external relevant functions to instruct its decisions. It may approve matters within its competences and recommend approvals to the full Board of Directors where necessary. It reports back to the full Board of Directors at the next opportunity.

The Directors take decisions in the interest of the Company and its Shareholders, as a whole, and refrain from taking part in any deliberation or decision which may create a conflict of interest between their personal interests and those of the Company and its Shareholders.

The Prospectus and the Management Company's policy on conflict of interest provide further details in this respect. the Management Company's policy on conflict of interest is available at the following link:

International Conflict of Interest Policy Overview<sup>1</sup>

The Board and its members can take independent professional advice at the Company's expenses, where considered necessary.

## THE FUND

At June 30, 2024 Franklin Templeton Investment Funds ("FTIF", or the "Company") had assets under management of USD 69.13 billion, up from USD 61.17 billion a year earlier.

The financial year was marked by the continued expansion of the range and depth of the Company's offer, as detailed below. For more information on these events, please refer to Note 1.

### Fund Closures

Franklin Emerging Market Sovereign Debt Hard Currency Fund was put into liquidation effective April 15, 2024 and closed with a final NAV on April 29, 2024.

Franklin Global Aggregate Bond Fund was put into liquidation effective January 15, 2024 and closed with a final NAV on January 25, 2024.

Franklin NextStep Dynamic Growth Fund was put into liquidation effective November 27, 2023 and closed with a final NAV on December 5, 2023.

Franklin NextStep Stable Growth Fund was put into liquidation effective November 27, 2023 and closed with a final NAV on December 5, 2023.

Templeton Global Total Return II Fund was put into liquidation effective September 25, 2023 and closed with a final NAV on October 9, 2023.

The Company will continue to make changes to the range of sub-funds when this is in the best interest of investors. We remain Committed to retaining investment techniques that have been shown, over time, to increase shareholder value.

For the full list of share classes offered as at June 30, 2024, please refer to the Statistical Information section.

### Corporate Governance and ALFI Code of Conduct

The Board is responsible for monitoring that a high level of corporate governance is met and considers that the Company is committed to comply with the best practises and standards of the Luxembourg fund industry.

In that sense, the Board has adopted the ALFI Code of Conduct (the "Code"), which provides principles of good practice.

<sup>1</sup><https://franklintempletonprod.widen.net/s/vsdwgh9nbm/mifid-ii-conflicts-of-interest-policy>

## Report of the Board of Directors (continued)

### The Board of Directors (continued)

The Code is available at the following link:

ALFI Code of Conduct<sup>2</sup>

The Board confirms that in the course of the financial year in scope the Company has adhered to the principles of the Code and followed the recommendations provided therein.

The Board has actioned the improvements that were deemed appropriate as a result of the recurring annual review performed to ensure ongoing compliance with the Code.

### Environmental Social Governance (“ESG”)

In accordance with Article 11(1) of Regulation (EU) 2019/2088, for financial products promoting environmental or social characteristics or having sustainable investments as their objective, the information on the environmental or social characteristics or sustainable investment is provided in the Additional Information section of the annual report.

### Final Considerations

Thank you for investing with Franklin Templeton. Please be advised that the prospectus, the Key Information Documents (“KIDs”) or Key Investor Information Documents (“KIIDs”) and all Funds and share classes of FTIF may not be available in your jurisdiction.

If you have any queries, comments or suggestions about your investments with us please contact your financial adviser or your local Franklin Templeton office using the contact details on the last page of the report.

### Subsequent Events

Please refer to Note 30 for details of subsequent events after the year-end.

**THE BOARD OF DIRECTORS**  
Luxembourg, July 2024

<sup>2</sup> [https://www.alfi.lu/getattachment/50c22f50-3f25-4e45-b296-222c630f842e/app\\_data-import-alfi-alfi-code-of-conduct-update-2022.pdf](https://www.alfi.lu/getattachment/50c22f50-3f25-4e45-b296-222c630f842e/app_data-import-alfi-alfi-code-of-conduct-update-2022.pdf)

# Report of the Investment Managers

## Year to June 30, 2024

Global equities overall rose substantially during the 12-month period ended 30 June 2024. Following the volatility during August through October 2023, equities worldwide trended higher during the rest of the 12-month period amid artificial intelligence (AI)-enthusiasm, a generally improving economic outlook, the eventual start of interest-rate cuts in Europe in June, and hopes for rate cuts in the United States and the United Kingdom in 2024's second half. Nonetheless, investors remained concerned about the ongoing Russia-Ukraine war, the outbreak of war between Israel and Hamas, and various political developments in Europe during 2024's busy election cycle. As measured by MSCI indexes in US-dollar (USD) terms, developed market equities—driven by the strong performance of US stocks—outperformed a global index, while emerging market and frontier market stocks significantly trailed it. In terms of investment style, global growth stocks considerably outpaced global value stocks.

European stocks advanced during the 12-month period, aided by generally resilient economic growth, the European Central Bank's (ECB's) interest-rate cut in June and investor optimism the Bank of England (BoE) might follow suit in August. Despite the heightened volatility towards period-end due to the announcements of snap elections in France and the United Kingdom, all of the region's developed and emerging equity markets ended the period higher, all in USD terms. On the economic front, the eurozone's GDP grew at a modest rate sequentially in 2024's first quarter after contracting in the previous quarter. The currency bloc's manufacturing activity contracted in June for the 24th successive month, while its services activity expanded for the fifth consecutive month. The ECB cut its key refinancing rate at its June meeting, following nine months of holding the rate at a two-decade high. In the United Kingdom, GDP expanded sequentially in the first quarter after contracting for two consecutive quarters, indicating the country exited a technical recession. Following a contraction in April, UK manufacturing activity returned to growth in May and continued expanding in June, while services activity expanded in June for the eighth successive month. After raising its key bank rate in August 2023, the BoE left it unchanged during the rest of the period, holding it at the highest level in more than 16 years.

US stocks outperformed gauges of developed, emerging and frontier market equities for the 12 months under review, all in USD terms. Following the volatile months of August through October 2023, major US indexes repeatedly reached new record highs during the rest of the period amid AI fervour, stronger-than-expected earnings reports, and hopes for interest-rate cuts in the latter part of 2024. After raising the federal funds target rate in July 2023 to the highest level in more than two decades, the US Federal Reserve (Fed) paused during the rest of the period as it waited for additional data that would give it greater confidence that inflation is moving towards its 2.0% long-run goal. Annual inflation, as measured by the core personal consumption expenditures price index—the Fed's preferred inflation gauge—rose in May at the slowest rate since March 2021 but remained above the Fed's target. The US labour market cooled during the period but remained resilient. Meanwhile, gross domestic product (GDP) expanded in 2024's first quarter at a significantly slower annual rate than in the prior two quarters. Manufacturing activity contracted during most of the period except for a slight expansion in March 2024, while services activity rose during most of the period except for contractions in April and June.

In credit markets, outside of non-eurozone Europe, sovereign bond yields were generally higher over the period under review across both developed and emerging markets. The yield on the 10-year US Treasury note rose by 56 basis points (bps) to 4.40% over the period, as economic developments in the United States pushed back investor expectations of interest-rate cuts. In the eurozone, increases were more subdued, with the yield on the 10-year German Bund rising by 11 bps to 2.50%; outside the eurozone, sovereign bond yields generally fell in Europe's developed and emerging markets. Emerging Asian and Latin American government bond yields were mostly higher over the period. In Japan, the relaxation and then removal of yield curve control saw the 10-year government bond yield breach the 1% level for the first time since 2012; it rose by 66 bps to 1.05% over the period.

The global commodity complex collective rose during the 12 months under review, driven largely by price increases in crude oil, as well as certain precious and industrial metals, countered by price decreases in natural gas and major agriculture products. The USD was a mild headwind as it appreciated against a basket of its major currency counterparts, which made USD-denominated commodities more expensive for most non-US buyers. The commodity market's underpinnings appeared increasingly dependent on OPEC (Organization of the Petroleum Exporting Countries) oil-supply curbs (with oil serving as one of the most sensitive indicators of global economic growth), as well as monetary and fiscal stimulus measures in China, the record-setting US stock market, and geopolitical risk (i.e., wars in the Middle East and Europe). US and international benchmark crude oil prices touched six-month highs in April; despite declining for the second quarter amid oversupply concerns and tepid demand growth, they ended the 12-month period substantially higher. Spot gold reached new record highs and posted its third quarterly gain in a row in 2024's second quarter despite a seemingly tough fundamental backdrop for precious metals: high interest rates, tapering inflation, a strong stock market and a still-growing US economy.

As we enter the second half of 2024, global growth remains constructive in the developed world as leading indicators suggest continued expansion. Despite the optimism in equity markets, supported by an ongoing expansion in global economic activity, we see a balance of risks across assets. Improving earnings expectations support the outlook for global equities despite localised margin pressures. Longer-term equity fundamentals favour regions with proven earnings power and continued corporate resilience. In fixed income, the prospect of only a slow normalisation of inflation highlights bond risks as well. Yields are attractive, in our assessment, but may already largely discount likely policy easing. Corporate bond spreads remain low but offer adequate compensation for default risk given continued growth.

**THE INVESTMENT MANAGERS**

July, 2024



## **Audit report**

To the Shareholders of  
**FRANKLIN TEMPLETON INVESTMENT FUNDS**

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### **Our opinion**

In our opinion, the accompanying financial statements give a true and fair view of the financial position of FRANKLIN TEMPLETON INVESTMENT FUNDS (the “Fund”) and of each of its sub-funds as at 30 June 2024, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

#### *What we have audited*

The Fund’s financial statements comprise:

- the statement of net assets as at 30 June 2024;
- the statement of operations and changes in net assets for the year then ended;
- the schedule of investments as at 30 June 2024; and
- the notes to the financial statements, which include a summary of significant accounting policies.

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### **Basis for opinion**

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier” (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the “Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the financial statements” section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

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### **Other information**

The Board of Directors is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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**Responsibilities of the Board of Directors for the financial statements**

The Board of Directors is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Fund's and each of its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Fund or close any of its sub-funds or to cease operations, or has no realistic alternative but to do so.

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**Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements**

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors;



- conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's or any of its sub-funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund or any of its sub-funds to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers, Société coopérative

Luxembourg, 22 October 2024

Represented by

Electronically signed by:  
Steven Libby

A handwritten signature in blue ink, appearing to read 'SLB'.

Steven Libby

# Fund Performance

Percentage change to June 30, 2024

|                                                                    | Reference<br>Share<br>Class | Launch<br>Date | 6<br>Months <sup>a</sup><br>% | 1<br>Year<br>% | 3<br>Years <sup>a</sup><br>% | 5<br>Years <sup>a</sup><br>% | 10<br>Years <sup>a</sup><br>% | Since<br>Launch <sup>a</sup><br>% |
|--------------------------------------------------------------------|-----------------------------|----------------|-------------------------------|----------------|------------------------------|------------------------------|-------------------------------|-----------------------------------|
| Franklin Biotechnology Discovery Fund                              | A (acc) USD                 | 03 Apr 00      | 9.0                           | 25.3           | (3.2)                        | 27.9                         | 61.6                          | 316.9                             |
| Franklin Disruptive Commerce Fund                                  | A (acc) USD                 | 15 Oct 21      | 8.8                           | 18.8           | —                            | —                            | —                             | (39.4)                            |
| Franklin Diversified Balanced Fund                                 | A (acc) EUR                 | 23 Mar 15      | 4.0                           | 9.2            | 6.5                          | 22.7                         | 29.7                          | 10.6                              |
| Franklin Diversified Conservative Fund                             | A (acc) EUR                 | 23 Mar 15      | (0.9)                         | 4.1            | (9.4)                        | (6.6)                        | (5.2)                         | (13.8)                            |
| Franklin Diversified Dynamic Fund                                  | A (acc) EUR                 | 23 Mar 15      | 6.8                           | 12.7           | 16.1                         | 42.1                         | 50.0                          | 22.6                              |
| Franklin Emerging Market Corporate Debt Fund                       | I (acc) USD                 | 29 May 20      | 4.0                           | 11.1           | 3.7                          | 18.5                         | 46.0                          | 19.2                              |
| Franklin Emerging Markets Debt Opportunities<br>Hard Currency Fund | I (acc) USD                 | 18 Jan 19      | 2.9                           | 10.1           | (6.5)                        | 2.6                          | —                             | 10.1                              |
| Franklin Euro Government Bond Fund                                 | A (Ydis) EUR                | 08 Jan 99      | (1.9)                         | 2.3            | (14.3)                       | (11.1)                       | (0.9)                         | 59.3                              |
| Franklin Euro High Yield Fund                                      | A (Ydis) EUR                | 17 Apr 00      | 2.5                           | 9.3            | 1.6                          | 7.1                          | 21.6                          | 111.6                             |
| Franklin Euro Short Duration Bond Fund                             | A (acc) EUR                 | 21 Feb 14      | 0.7                           | 4.1            | 1.2                          | 2.0                          | 2.6                           | 3.6                               |
| Franklin European Corporate Bond Fund                              | A (acc) EUR                 | 30 Apr 10      | 0.2                           | 6.1            | (9.5)                        | (6.7)                        | 3.8                           | 27.5                              |
| Franklin European Social Leaders Bond Fund                         | A (acc) EUR                 | 19 Sep 22      | (0.8)                         | 3.9            | —                            | —                            | —                             | 3.0                               |
| Franklin European Total Return Fund                                | A (acc) EUR                 | 29 Aug 03      | (0.8)                         | 5.2            | (9.0)                        | (3.3)                        | 9.2                           | 51.1                              |
| Franklin Flexible Alpha Bond Fund                                  | A (acc) USD                 | 18 Mar 16      | 1.8                           | 5.8            | 4.1                          | 9.6                          | —                             | 14.8                              |
| Franklin Genomic Advancements Fund                                 | I (acc) USD                 | 15 Oct 21      | 3.8                           | 4.7            | —                            | —                            | —                             | (37.4)                            |
| Franklin Global Convertible Securities Fund                        | A (acc) USD                 | 24 Feb 12      | 3.5                           | 7.9            | (7.1)                        | 37.7                         | 80.7                          | 120.6                             |
| Franklin Global Corporate Investment Grade<br>Bond Fund            | S (Ydis) USD                | 23 Jan 19      | (1.3)                         | 3.6            | (11.4)                       | (2.4)                        | —                             | 3.3                               |
| Franklin Global Fundamental Strategies Fund                        | A (acc) USD                 | 25 Oct 07      | 6.5                           | 12.6           | (0.7)                        | 9.4                          | 11.3                          | 53.3                              |
| Franklin Global Green Bond Fund                                    | S (acc) EUR                 | 19 Sep 22      | (0.5)                         | 5.1            | —                            | —                            | —                             | 4.9                               |
| Franklin Global Growth Fund                                        | A (acc) USD                 | 14 Oct 08      | (2.5)                         | 3.8            | (13.0)                       | 19.9                         | 44.1                          | 181.7                             |
| Franklin Global Income Fund                                        | A (acc) USD                 | 18 Jun 20      | 1.4                           | 5.2            | 1.0                          | —                            | —                             | 19.7                              |
| Franklin Global Multi-Asset Income Fund                            | A (acc) EUR                 | 26 Apr 13      | 3.3                           | 7.5            | 5.5                          | 18.0                         | 25.2                          | 30.0                              |
| Franklin Global Real Estate Fund                                   | A (acc) USD                 | 29 Dec 05      | (4.4)                         | 3.4            | (15.6)                       | (5.1)                        | 11.4                          | 25.3                              |
| Franklin Gold and Precious Metals Fund                             | A (acc) USD                 | 30 Apr 10      | 11.3                          | 13.0           | (11.8)                       | 41.6                         | 15.5                          | (36.7)                            |
| Franklin Gulf Wealth Bond Fund                                     | A (acc) USD                 | 30 Aug 13      | (0.1)                         | 5.0            | (3.4)                        | 18.9                         | 50.5                          | 67.2                              |
| Franklin High Yield Fund                                           | A (Mdis) USD                | 01 Mar 96      | 3.1                           | 10.4           | 4.7                          | 18.3                         | 27.9                          | 253.0                             |
| Franklin Income Fund                                               | A (Mdis) USD                | 01 Jul 99      | 2.7                           | 6.5            | 6.3                          | 21.1                         | 29.3                          | 243.3                             |
| Franklin India Fund                                                | A (acc) USD                 | 25 Oct 05      | 13.7                          | 30.8           | 42.5                         | 80.3                         | 144.3                         | 594.4                             |
| Franklin Innovation Fund                                           | A (acc) USD                 | 08 Nov 19      | 22.0                          | 32.7           | 3.5                          | —                            | —                             | 91.8                              |
| Franklin Intelligent Machines Fund                                 | A (acc) USD                 | 15 Oct 21      | 22.2                          | 26.8           | —                            | —                            | —                             | 21.2                              |
| Franklin Japan Fund                                                | A (acc) JPY                 | 01 Sep 00      | 26.7                          | 28.2           | 58.5                         | 98.9                         | 126.2                         | 60.8                              |
| Franklin K2 Alternative Strategies Fund                            | A (acc) USD                 | 15 Sep 14      | 5.2                           | 5.7            | (1.8)                        | 7.1                          | —                             | 22.9                              |
| Franklin MENA Fund                                                 | A (acc) USD                 | 16 Jun 08      | 0.5                           | 6.9            | 23.5                         | 40.0                         | 44.4                          | 0.5                               |
| Franklin Mutual European Fund                                      | A (acc) EUR <sup>1</sup>    | 03 Apr 00      | 9.3                           | 13.9           | 25.0                         | 35.8                         | 40.1                          | 188.6                             |
| Franklin Mutual Global Discovery Fund                              | A (acc) USD                 | 25 Oct 05      | 1.8                           | 9.8            | 14.0                         | 33.7                         | 40.2                          | 162.4                             |
| Franklin Mutual U.S. Value Fund                                    | A (acc) USD                 | 07 Jul 97      | 3.1                           | 10.5           | 5.1                          | 25.4                         | 47.0                          | 342.5                             |
| Franklin Natural Resources Fund                                    | A (acc) USD                 | 12 Jul 07      | 5.7                           | 9.8            | 45.2                         | 42.1                         | (23.5)                        | (14.9)                            |
| Franklin NextStep Balanced Growth Fund                             | A (acc) USD                 | 05 Feb 16      | 5.6                           | 9.5            | (6.4)                        | 13.4                         | —                             | 42.6                              |
| Franklin NextStep Conservative Fund                                | A (acc) USD                 | 05 Feb 16      | 2.1                           | 6.5            | (5.4)                        | 6.8                          | —                             | 23.8                              |
| Franklin NextStep Growth Fund                                      | A (acc) USD                 | 05 Feb 16      | 7.5                           | 14.4           | 6.6                          | 36.9                         | —                             | 75.8                              |
| Franklin NextStep Moderate Fund                                    | A (acc) USD                 | 05 Feb 16      | 5.9                           | 12.1           | 3.4                          | 27.5                         | —                             | 59.9                              |
| Franklin Sealand China A-Shares Fund                               | A (acc) USD                 | 13 Apr 23      | (12.9)                        | (21.6)         | —                            | —                            | —                             | (31.3)                            |
| Franklin Strategic Income Fund                                     | A (acc) USD                 | 12 Jul 07      | 0.9                           | 5.5            | (4.1)                        | 2.5                          | 9.4                           | 64.4                              |
| Franklin Technology Fund                                           | A (acc) USD                 | 03 Apr 00      | 19.2                          | 32.2           | 7.3                          | 117.6                        | 380.3                         | 382.6                             |
| Franklin U.S. Dollar Short-Term Money Market<br>Fund               | A (Mdis) USD                | 01 Jun 94      | 2.6                           | 5.1            | 9.0                          | 10.1                         | 13.6                          | 79.9                              |
| Franklin U.S. Government Fund                                      | A (Mdis) USD                | 28 Feb 91      | (1.4)                         | 0.8            | (9.7)                        | (7.6)                        | (2.7)                         | 157.7                             |
| Franklin U.S. Low Duration Fund                                    | A (Mdis) USD                | 29 Aug 03      | 1.3                           | 4.8            | 0.2                          | 4.2                          | 9.8                           | 35.1                              |
| Franklin U.S. Opportunities Fund                                   | A (acc) USD                 | 03 Apr 00      | 18.7                          | 31.5           | 7.1                          | 80.7                         | 198.8                         | 235.2                             |
| Martin Currie UK Equity Income Fund                                | A (Ydis) GBP                | 14 Sep 20      | 4.2                           | 9.3            | 17.3                         | —                            | —                             | 39.4                              |
| Templeton All China Equity Fund                                    | S (acc) USD                 | 20 Oct 21      | (1.5)                         | (14.4)         | —                            | —                            | —                             | (52.4)                            |
| Templeton Asia Equity Total Return Fund                            | S (acc) USD                 | 20 Oct 20      | 5.8                           | 4.1            | (15.3)                       | —                            | —                             | —                                 |
| Templeton Asian Bond Fund                                          | A (acc) USD                 | 25 Oct 05      | (6.9)                         | (4.5)          | (12.7)                       | (15.9)                       | (19.0)                        | 51.2                              |
| Templeton Asian Growth Fund                                        | A (Ydis) USD                | 30 Jun 91      | 9.5                           | 7.3            | (24.5)                       | 3.0                          | 1.2                           | 294.2                             |
| Templeton Asian Smaller Companies Fund                             | A (acc) USD                 | 14 Oct 08      | 8.0                           | 15.3           | (2.6)                        | 29.1                         | 63.2                          | 523.1                             |
| Templeton BRIC Fund                                                | A (acc) USD                 | 25 Oct 05      | 7.3                           | 8.0            | (26.6)                       | 1.0                          | 24.4                          | 88.0                              |
| Templeton China A-Shares Fund                                      | A (acc) USD                 | 02 Feb 21      | (3.6)                         | (12.4)         | (48.6)                       | —                            | —                             | (51.1)                            |
| Templeton China Fund                                               | A (acc) USD                 | 01 Sep 94      | (0.2)                         | (14.9)         | (59.8)                       | (39.1)                       | (21.8)                        | 92.4                              |
| Templeton Eastern Europe Fund                                      | A (acc) EUR                 | 10 Nov 97      | 21.6                          | 41.4           | (45.1)                       | (34.6)                       | (25.5)                        | 85.6                              |
| Templeton Emerging Markets Bond Fund                               | A (Qdis) USD                | 05 Jul 91      | 1.6                           | 8.0            | (9.1)                        | (19.1)                       | (15.9)                        | 623.8                             |
| Templeton Emerging Markets Dynamic Income<br>Fund                  | A (acc) USD                 | 29 Apr 11      | 3.5                           | 8.1            | (12.8)                       | 1.4                          | 11.5                          | 3.1                               |
| Templeton Emerging Markets Fund                                    | A (Ydis) USD                | 28 Feb 91      | 5.5                           | 9.5            | (19.4)                       | 11.3                         | 24.7                          | 327.8                             |



## Fund Performance (continued)

Percentage change to June 30, 2024

|                                                     | Reference<br>Share<br>Class | Launch<br>Date | 6<br>Months <sup>2</sup><br>% | 1<br>Year<br>% | 3<br>Years <sup>2</sup><br>% | 5<br>Years <sup>2</sup><br>% | 10<br>Years <sup>2</sup><br>% | Since<br>Launch <sup>2</sup><br>% |
|-----------------------------------------------------|-----------------------------|----------------|-------------------------------|----------------|------------------------------|------------------------------|-------------------------------|-----------------------------------|
| Templeton Emerging Markets Local Currency Bond Fund | A (acc) USD                 | 20 Feb 18      | (3.1)                         | 2.2            | (8.4)                        | (15.9)                       | –                             | (19.2)                            |
| Templeton Emerging Markets Smaller Companies Fund   | A (acc) USD                 | 18 Oct 07      | 5.5                           | 11.1           | (4.3)                        | 27.6                         | 51.7                          | 49.7                              |
| Templeton Emerging Markets Sustainability Fund      | A (acc) USD                 | 30 Sep 20      | 0.8                           | (1.4)          | (27.2)                       | –                            | –                             | (8.9)                             |
| Templeton Euroland Fund                             | A (acc) EUR                 | 08 Jan 99      | 11.7                          | 13.5           | 18.0                         | 23.5                         | 48.9                          | 178.7                             |
| Templeton European Opportunities Fund               | A (acc) EUR                 | 29 Dec 00      | 4.3                           | 5.4            | 5.0                          | (1.8)                        | (1.8)                         | 50.8                              |
| Templeton European Small-Mid Cap Fund               | A (acc) EUR                 | 03 Dec 01      | 4.5                           | 6.7            | 13.0                         | 16.0                         | 34.4                          | 324.3                             |
| Templeton European Sustainability Improvers Fund    | A (acc) EUR                 | 29 Jul 11      | 3.6                           | 8.5            | 18.7                         | 17.0                         | 35.2                          | 97.8                              |
| Templeton Frontier Markets Fund                     | A (acc) USD                 | 14 Oct 08      | 15.7                          | 23.3           | 17.6                         | 30.8                         | 17.9                          | 140.4                             |
| Templeton Global Balanced Fund                      | A (Qdis) USD                | 01 Jun 94      | 2.4                           | 8.1            | 2.6                          | 22.9                         | 24.9                          | 329.9                             |
| Templeton Global Bond (Euro) Fund                   | A (acc) EUR                 | 29 Aug 03      | (1.8)                         | 1.1            | (7.8)                        | (18.0)                       | (18.9)                        | 24.7                              |
| Templeton Global Bond Fund                          | A (Mdis) USD                | 28 Feb 91      | (8.6)                         | (5.6)          | (13.0)                       | (20.0)                       | (17.1)                        | 357.9                             |
| Templeton Global Climate Change Fund                | A (Ydis) EUR                | 26 Apr 91      | 3.3                           | 5.1            | 12.4                         | 61.9                         | 95.1                          | 658.4                             |
| Templeton Global Equity Income Fund                 | A (acc) USD                 | 27 May 05      | 9.6                           | 12.7           | 7.8                          | 28.4                         | 26.7                          | 83.2                              |
| Templeton Global Fund                               | A (Ydis) USD                | 28 Feb 91      | 2.8                           | 8.1            | (3.8)                        | 15.0                         | 11.2                          | 399.7                             |
| Templeton Global High Yield Fund                    | A (acc) USD                 | 27 Sep 07      | 1.6                           | 8.4            | (1.5)                        | 1.4                          | 7.2                           | 62.1                              |
| Templeton Global Income Fund                        | A (acc) USD                 | 27 May 05      | 1.7                           | 6.9            | (8.0)                        | (0.8)                        | (1.5)                         | 93.5                              |
| Templeton Global Smaller Companies Fund             | A (Ydis) USD                | 08 Jul 91      | 0.8                           | 6.9            | (12.0)                       | 23.5                         | 30.7                          | 456.4                             |
| Templeton Global Total Return Fund                  | A (acc) USD                 | 29 Aug 03      | (5.2)                         | (0.6)          | (15.6)                       | (24.5)                       | (22.1)                        | 134.2                             |
| Templeton Growth (Euro) Fund                        | A (acc) EUR                 | 09 Aug 00      | 8.8                           | 15.0           | 18.2                         | 34.1                         | 54.9                          | 123.5                             |
| Templeton Latin America Fund <sup>2</sup>           | A (Ydis) USD                | 28 Feb 91      | (18.0)                        | (10.6)         | (10.5)                       | (10.9)                       | (18.1)                        | 525.0                             |

The performance is based on the net asset values as calculated on the last business day of the year June 28, 2024. Those net asset values reflect the market prices of the investments as of the last business day of the year. The performance is based on the change of the net asset value per share.

The Fund Performance disclosed in this table is the performance of the reference share class in base currency of the Fund.

Where Class A distribution “A (dis)” Shares are disclosed, the performance is calculated with all the income reinvested (total return). Information on other share classes is available on request.

<sup>2</sup> Unaudited figures.

<sup>1</sup> The launch date is for the Fund, however the reference share class launched at a later date.

<sup>2</sup> Fund performance prior to September 1996 excluded from calculation because a different portfolio allocation strategy was in use.

Information on other share classes is available on request. This report shall not constitute an offer or a solicitation of an offer to buy shares. Subscriptions are to be made on the basis of the current prospectus, where available the relevant Key Information Documents (“KIDs”) or Key Investor Information Documents (“KIIDs”), a copy of the latest available audited annual report and, if published thereafter, the latest unaudited semi-annual report. The price of shares and income from them can go down as well as up and you may not get back the full amount that you invested. Past performance is no guarantee of future performance. Currency fluctuations may affect the value of investments.

Data source: Performance – Franklin Templeton and JPMorgan

## Statement of Net Assets

As at June 30, 2024

|                                                                         | Total<br>(USD)        | Franklin<br>Biotechnology<br>Discovery<br>Fund<br>(USD) | Franklin<br>Disruptive<br>Commerce<br>Fund<br>(USD) | Franklin<br>Diversified<br>Balanced Fund<br>(EUR) |
|-------------------------------------------------------------------------|-----------------------|---------------------------------------------------------|-----------------------------------------------------|---------------------------------------------------|
| <b>ASSETS</b>                                                           |                       |                                                         |                                                     |                                                   |
| Investments in securities at market value (notes 2(b), 3)               | 67,617,548,109        | 1,630,669,233                                           | 3,476,089                                           | 181,265,029                                       |
| Cash at bank and at brokers                                             | 550,560,533           | 15,252,105                                              | 21,363                                              | 2,256,823                                         |
| Time deposits (note 4)                                                  | 930,618,260           | —                                                       | —                                                   | 400,000                                           |
| Amounts receivable on sale of investments                               | 17,395,374            | —                                                       | —                                                   | —                                                 |
| Amounts receivable on subscriptions                                     | 664,148,664           | 2,651,736                                               | 106                                                 | 85,325                                            |
| Interest and dividends receivable, net                                  | 338,883,036           | 6,314                                                   | 1,111                                               | 722,462                                           |
| Unrealised profit on forward foreign exchange contracts (notes 2(c), 5) | 20,721,575            | 10,660                                                  | —                                                   | 31,822                                            |
| Unrealised profit on financial future contracts (notes 2(d), 6)         | 4,972,663             | —                                                       | —                                                   | 277,113                                           |
| Unrealised profit on interest rate swap contracts (notes 2(e), 7)       | 378,400               | —                                                       | —                                                   | —                                                 |
| Unrealised profit on total return swap contracts (notes 2(h), 8)        | 1,533,638             | —                                                       | —                                                   | —                                                 |
| Credit default swap contracts at market value (notes 2(j), 10)          | 6,167,704             | —                                                       | —                                                   | —                                                 |
| Option contracts at market value (notes 2(k), 11)                       | 19,726,138            | —                                                       | —                                                   | 385,087                                           |
| Investment in mortgage dollar rolls at market value (notes 2(m), 12)    | 31,968,031            | —                                                       | —                                                   | —                                                 |
| Unrealised profit on contract for differences (notes 2(i), 9)           | 2,071,872             | —                                                       | —                                                   | —                                                 |
| Recoverable taxes                                                       | 8,977,181             | —                                                       | —                                                   | 58,738                                            |
| Other receivables                                                       | 1,858,721             | 485                                                     | 18,774                                              | —                                                 |
| <b>TOTAL ASSETS</b>                                                     | <b>70,217,529,899</b> | <b>1,648,590,533</b>                                    | <b>3,517,443</b>                                    | <b>185,482,399</b>                                |
| <b>LIABILITIES</b>                                                      |                       |                                                         |                                                     |                                                   |
| Amounts payable on purchases of investments                             | 420,819,538           | 4,570,627                                               | —                                                   | —                                                 |
| Amounts payable on purchase of mortgage dollar rolls (notes 2(m), 12)   | 31,910,550            | —                                                       | —                                                   | —                                                 |
| Amounts payable on redemptions                                          | 186,542,454           | 4,952,449                                               | 1,554                                               | 198,056                                           |
| Investment management fees payable (note 14)                            | 49,162,142            | 1,308,744                                               | 2,277                                               | 117,282                                           |
| Performance fees payable (note 15)                                      | 25,472                | —                                                       | —                                                   | —                                                 |
| Bank overdrafts                                                         | 31,214                | —                                                       | —                                                   | —                                                 |
| Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)   | 108,259,716           | 142,723                                                 | 766                                                 | 449,848                                           |
| Unrealised loss on financial future contracts (notes 2(d), 6)           | 3,259,070             | —                                                       | —                                                   | 11,601                                            |
| Unrealised loss on interest rate swap contracts (notes 2(e), 7)         | 34,875,268            | —                                                       | —                                                   | 32,711                                            |
| Unrealised loss on total return swap contracts (notes 2(h), 8)          | 1,407,180             | —                                                       | —                                                   | 57,480                                            |
| Credit default swap contracts at market value (notes 2(j), 10)          | 3,140,237             | —                                                       | —                                                   | —                                                 |
| Option contracts at market value (notes 2(k), 11)                       | 19,822,311            | —                                                       | —                                                   | 1,010,416                                         |
| Unrealised loss on contract for differences (notes 2(i), 9)             | 1,940,076             | —                                                       | —                                                   | —                                                 |
| Taxes payable                                                           | 171,101,212           | —                                                       | —                                                   | 11,738                                            |
| Expenses payable                                                        | 55,103,391            | 1,351,961                                               | 4,662                                               | 114,188                                           |
| <b>TOTAL LIABILITIES</b>                                                | <b>1,087,399,831</b>  | <b>12,326,504</b>                                       | <b>9,259</b>                                        | <b>2,003,320</b>                                  |
| <b>TOTAL NET ASSETS</b>                                                 | <b>69,130,130,068</b> | <b>1,636,264,029</b>                                    | <b>3,508,184</b>                                    | <b>183,479,079</b>                                |
| <b>THREE YEAR ASSET SUMMARY</b>                                         |                       |                                                         |                                                     |                                                   |
| June 30, 2023                                                           | 61,168,580,011        | 1,721,081,398                                           | 4,612,391                                           | 187,667,257                                       |
| June 30, 2022                                                           | 57,274,854,868        | 1,679,202,117                                           | 2,195,046                                           | 188,572,279                                       |
| June 30, 2021                                                           | 79,308,111,958        | 2,547,213,681                                           | —                                                   | 199,947,130                                       |

\*Please refer Note 1 for fund events.

## Statement of Net Assets

As at June 30, 2024

| Franklin<br>Diversified<br>Conservative<br>Fund<br>(EUR) | Franklin<br>Diversified<br>Dynamic Fund<br>(EUR) | Franklin<br>Emerging<br>Market<br>Corporate<br>Debt Fund<br>(USD) | Franklin<br>Emerging<br>Markets Debt<br>Opportunities<br>Hard Currency<br>Fund<br>(USD) | Franklin Euro<br>Government<br>Bond Fund<br>(EUR) | Franklin Euro<br>High Yield<br>Fund<br>(EUR) | Franklin Euro<br>Short Duration<br>Bond Fund<br>(EUR) |
|----------------------------------------------------------|--------------------------------------------------|-------------------------------------------------------------------|-----------------------------------------------------------------------------------------|---------------------------------------------------|----------------------------------------------|-------------------------------------------------------|
| 74,766,378                                               | 157,916,427                                      | 25,846,072                                                        | 200,982,445                                                                             | 109,328,964                                       | 252,958,570                                  | 2,556,114,872                                         |
| 1,063,587                                                | 1,520,378                                        | 72,940                                                            | 1,552,501                                                                               | 1,111,591                                         | 6,333,999                                    | 4,846,356                                             |
| 100,000                                                  | 5,500,000                                        | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | 2,319,350                                    | —                                                     |
| 38,112                                                   | 78,405                                           | —                                                                 | 163                                                                                     | 242,617                                           | 445,885                                      | 448,466,716                                           |
| 670,593                                                  | 320,789                                          | 428,924                                                           | 3,552,949                                                                               | 841,097                                           | 3,448,292                                    | 15,115,891                                            |
| 11,947                                                   | 30,155                                           | 28,898                                                            | 443,694                                                                                 | —                                                 | 52,430                                       | 280,491                                               |
| 127,489                                                  | 226,972                                          | —                                                                 | —                                                                                       | 53,852                                            | —                                            | —                                                     |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| 177,500                                                  | 423,512                                          | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| 16,277                                                   | 37,538                                           | —                                                                 | 11,550                                                                                  | —                                                 | 85,411                                       | 20,725                                                |
| 14,149                                                   | 89                                               | 12,788                                                            | —                                                                                       | 7,619                                             | 10,148                                       | 408,170                                               |
| <b>76,986,032</b>                                        | <b>166,054,265</b>                               | <b>26,389,622</b>                                                 | <b>206,543,302</b>                                                                      | <b>111,585,740</b>                                | <b>265,654,085</b>                           | <b>3,025,253,221</b>                                  |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | 5,305,860                                    | 362,783,322                                           |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| 143,603                                                  | 237,477                                          | 2,584                                                             | 6,060                                                                                   | 177,602                                           | 136,218                                      | 24,714,496                                            |
| 46,728                                                   | 115,806                                          | 2,460                                                             | 87,261                                                                                  | 28,671                                            | 174,832                                      | 235,607                                               |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| 222,599                                                  | 225,509                                          | 7,545                                                             | 961,825                                                                                 | —                                                 | 400,367                                      | 576,375                                               |
| 7,777                                                    | 5,015                                            | —                                                                 | —                                                                                       | 31,234                                            | —                                            | —                                                     |
| 14,353                                                   | 27,296                                           | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| 36,778                                                   | 46,501                                           | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| 475,881                                                  | 811,344                                          | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| —                                                        | —                                                | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| 1,442                                                    | 13,643                                           | —                                                                 | —                                                                                       | —                                                 | —                                            | —                                                     |
| 50,138                                                   | 117,989                                          | 1,655                                                             | 74,125                                                                                  | 58,299                                            | 214,342                                      | 937,708                                               |
| <b>999,299</b>                                           | <b>1,600,580</b>                                 | <b>14,244</b>                                                     | <b>1,129,271</b>                                                                        | <b>295,806</b>                                    | <b>6,231,619</b>                             | <b>389,247,508</b>                                    |
| <b>75,986,733</b>                                        | <b>164,453,685</b>                               | <b>26,375,378</b>                                                 | <b>205,414,031</b>                                                                      | <b>111,289,934</b>                                | <b>259,422,466</b>                           | <b>2,636,005,713</b>                                  |
| 94,619,069                                               | 144,016,675                                      | 16,323,931                                                        | 204,558,342                                                                             | 84,393,038                                        | 298,663,937                                  | 1,067,959,345                                         |
| 119,602,278                                              | 141,923,861                                      | 18,747,216                                                        | 204,842,230                                                                             | 64,639,275                                        | 266,605,004                                  | 548,942,537                                           |
| 154,114,524                                              | 149,116,036                                      | 25,102,991                                                        | 358,632,551                                                                             | 114,781,648                                       | 416,907,420                                  | 97,093,045                                            |

## Statement of Net Assets

As at June 30, 2024

|                                                                         | Franklin<br>European<br>Corporate<br>Bond Fund<br>(EUR) | Franklin<br>European<br>Social Leaders<br>Bond Fund<br>(EUR) | Franklin<br>European Total<br>Return Fund<br>(EUR) | Franklin<br>Flexible Alpha<br>Bond Fund<br>(USD) |
|-------------------------------------------------------------------------|---------------------------------------------------------|--------------------------------------------------------------|----------------------------------------------------|--------------------------------------------------|
| <b>ASSETS</b>                                                           |                                                         |                                                              |                                                    |                                                  |
| Investments in securities at market value (notes 2(b), 3)               | 39,755,035                                              | 11,344,046                                                   | 2,036,592,979                                      | 48,657,094                                       |
| Cash at bank and at brokers                                             | 98,456                                                  | 79,578                                                       | 15,217,234                                         | 741,274                                          |
| Time deposits (note 4)                                                  | —                                                       | —                                                            | —                                                  | —                                                |
| Amounts receivable on sale of investments                               | —                                                       | —                                                            | —                                                  | —                                                |
| Amounts receivable on subscriptions                                     | 58,795                                                  | —                                                            | 6,258,313                                          | 386,697                                          |
| Interest and dividends receivable, net                                  | 522,267                                                 | 51,207                                                       | 24,219,562                                         | 364,661                                          |
| Unrealised profit on forward foreign exchange contracts (notes 2(c), 5) | —                                                       | —                                                            | 1,593,867                                          | 133,159                                          |
| Unrealised profit on financial future contracts (notes 2(d), 6)         | —                                                       | —                                                            | 1,258,378                                          | —                                                |
| Unrealised profit on interest rate swap contracts (notes 2(e), 7)       | —                                                       | —                                                            | —                                                  | 49,231                                           |
| Unrealised profit on total return swap contracts (notes 2(h), 8)        | —                                                       | —                                                            | —                                                  | 70,545                                           |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                                                       | —                                                            | —                                                  | 134,750                                          |
| Option contracts at market value (notes 2(k), 11)                       | —                                                       | —                                                            | —                                                  | 42,385                                           |
| Investment in mortgage dollar rolls at market value (notes 2(m), 12)    | —                                                       | —                                                            | —                                                  | —                                                |
| Unrealised profit on contract for differences (notes 2(i), 9)           | —                                                       | —                                                            | —                                                  | —                                                |
| Recoverable taxes                                                       | 11,638                                                  | —                                                            | 118,508                                            | —                                                |
| Other receivables                                                       | 12,077                                                  | 13,469                                                       | 171,087                                            | 44,827                                           |
| <b>TOTAL ASSETS</b>                                                     | <b>40,458,268</b>                                       | <b>11,488,300</b>                                            | <b>2,085,429,928</b>                               | <b>50,624,623</b>                                |
| <b>LIABILITIES</b>                                                      |                                                         |                                                              |                                                    |                                                  |
| Amounts payable on purchases of investments                             | —                                                       | —                                                            | —                                                  | 649,607                                          |
| Amounts payable on purchase of mortgage dollar rolls (notes 2(m), 12)   | —                                                       | —                                                            | —                                                  | —                                                |
| Amounts payable on redemptions                                          | 23,993                                                  | —                                                            | 4,176,487                                          | 11,082                                           |
| Investment management fees payable (note 14)                            | 13,316                                                  | 2,867                                                        | 383,195                                            | 10,429                                           |
| Performance fees payable (note 15)                                      | —                                                       | —                                                            | —                                                  | —                                                |
| Bank overdrafts                                                         | —                                                       | —                                                            | —                                                  | —                                                |
| Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)   | —                                                       | 3,078                                                        | 1,761,329                                          | 201,146                                          |
| Unrealised loss on financial future contracts (notes 2(d), 6)           | —                                                       | —                                                            | —                                                  | 125,120                                          |
| Unrealised loss on interest rate swap contracts (notes 2(e), 7)         | —                                                       | —                                                            | —                                                  | 47,524                                           |
| Unrealised loss on total return swap contracts (notes 2(h), 8)          | —                                                       | —                                                            | —                                                  | —                                                |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                                                       | —                                                            | —                                                  | 31,617                                           |
| Option contracts at market value (notes 2(k), 11)                       | —                                                       | —                                                            | —                                                  | 37,039                                           |
| Unrealised loss on contract for differences (notes 2(i), 9)             | —                                                       | —                                                            | —                                                  | —                                                |
| Taxes payable                                                           | —                                                       | —                                                            | —                                                  | —                                                |
| Expenses payable                                                        | 23,084                                                  | 315                                                          | 955,395                                            | 22,042                                           |
| <b>TOTAL LIABILITIES</b>                                                | <b>60,393</b>                                           | <b>6,260</b>                                                 | <b>7,276,406</b>                                   | <b>1,135,606</b>                                 |
| <b>TOTAL NET ASSETS</b>                                                 | <b>40,397,875</b>                                       | <b>11,482,040</b>                                            | <b>2,078,153,522</b>                               | <b>49,489,017</b>                                |
| <b>THREE YEAR ASSET SUMMARY</b>                                         |                                                         |                                                              |                                                    |                                                  |
| June 30, 2023                                                           | 48,713,162                                              | 10,963,469                                                   | 1,310,735,869                                      | 40,209,226                                       |
| June 30, 2022                                                           | 56,527,866                                              | —                                                            | 1,187,349,798                                      | 33,131,353                                       |
| June 30, 2021                                                           | 77,867,726                                              | —                                                            | 1,415,244,743                                      | 35,570,184                                       |

\*Please refer Note 1 for fund events.

## Statement of Net Assets

As at June 30, 2024

| Franklin<br>Genomic<br>Advancements<br>Fund<br>(USD) | Franklin<br>Global<br>Convertible<br>Securities<br>Fund<br>(USD) | Franklin<br>Global<br>Corporate<br>Investment<br>Grade Bond<br>Fund<br>(USD) | Franklin<br>Global<br>Fundamental<br>Strategies<br>Fund<br>(USD) | Franklin<br>Global Green<br>Bond Fund<br>(EUR) | Franklin<br>Global Growth<br>Fund<br>(USD) | Franklin<br>Global Income<br>Fund<br>(USD) |
|------------------------------------------------------|------------------------------------------------------------------|------------------------------------------------------------------------------|------------------------------------------------------------------|------------------------------------------------|--------------------------------------------|--------------------------------------------|
| 3,649,192                                            | 752,091,049                                                      | 6,873,589                                                                    | 1,077,701,651                                                    | 8,301,862                                      | 201,765,956                                | 131,085,475                                |
| 10,511                                               | 1,931,519                                                        | 250,667                                                                      | 10,406,288                                                       | 22,166                                         | 62,053                                     | 573,402                                    |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | 4,700,000                                  | —                                          |
| —                                                    | —                                                                | —                                                                            | 237,806                                                          | —                                              | —                                          | —                                          |
| 107                                                  | —                                                                | —                                                                            | 110,028                                                          | —                                              | 287,114                                    | 376,384                                    |
| 300                                                  | 2,213,469                                                        | 82,778                                                                       | 5,840,161                                                        | 101,833                                        | 29,803                                     | 1,382,474                                  |
| —                                                    | 1,145                                                            | —                                                                            | 2,056,412                                                        | 108                                            | —                                          | 45                                         |
| —                                                    | —                                                                | —                                                                            | 214,959                                                          | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | 718,382                                                          | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| —                                                    | 357,609                                                          | —                                                                            | 558,746                                                          | —                                              | 76,621                                     | —                                          |
| 19,184                                               | 563                                                              | 8,312                                                                        | 4,492                                                            | 11,554                                         | 396                                        | 31,840                                     |
| <b>3,679,294</b>                                     | <b>756,595,354</b>                                               | <b>7,215,346</b>                                                             | <b>1,097,848,925</b>                                             | <b>8,437,523</b>                               | <b>206,921,943</b>                         | <b>133,449,620</b>                         |
| —                                                    | —                                                                | —                                                                            | 430,000                                                          | —                                              | —                                          | 771,640                                    |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| 1,544                                                | 503,256                                                          | —                                                                            | 1,736,812                                                        | —                                              | 614,702                                    | 48,631                                     |
| 2,436                                                | 474,341                                                          | 1,170                                                                        | 892,845                                                          | 2,065                                          | 169,853                                    | 74,617                                     |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| 438                                                  | 1,046,175                                                        | —                                                                            | 3,943,658                                                        | 39,985                                         | —                                          | 40,394                                     |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | 1,450,099                                                        | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | 65,267                                                           | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | 614,827                                                          | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | —                                                                | —                                              | —                                          | —                                          |
| —                                                    | —                                                                | —                                                                            | 384,484                                                          | —                                              | —                                          | —                                          |
| 4,937                                                | 476,366                                                          | 2,344                                                                        | 997,760                                                          | 127                                            | 204,041                                    | 66,127                                     |
| <b>9,355</b>                                         | <b>2,500,138</b>                                                 | <b>3,514</b>                                                                 | <b>10,515,752</b>                                                | <b>42,177</b>                                  | <b>988,596</b>                             | <b>1,001,409</b>                           |
| <b>3,669,939</b>                                     | <b>754,095,216</b>                                               | <b>7,211,832</b>                                                             | <b>1,087,333,173</b>                                             | <b>8,395,346</b>                               | <b>205,933,347</b>                         | <b>132,448,211</b>                         |
| 3,213,560                                            | 926,305,628                                                      | 7,190,346                                                                    | 1,065,787,510                                                    | 7,980,141                                      | 242,806,724                                | 38,176,341                                 |
| 3,412,648                                            | 1,002,581,942                                                    | 7,260,743                                                                    | 1,033,412,727                                                    | —                                              | 221,841,371                                | 26,396,094                                 |
| —                                                    | 1,748,556,128                                                    | 8,919,992                                                                    | 1,432,638,411                                                    | —                                              | 324,944,911                                | 30,026,482                                 |

## Statement of Net Assets

As at June 30, 2024

|                                                                         | Franklin<br>Global Multi-<br>Asset Income<br>Fund<br>(EUR) | Franklin<br>Global Real<br>Estate Fund<br>(USD) | Franklin Gold<br>and Precious<br>Metals Fund<br>(USD) | Franklin Gulf<br>Wealth Bond<br>Fund<br>(USD) |
|-------------------------------------------------------------------------|------------------------------------------------------------|-------------------------------------------------|-------------------------------------------------------|-----------------------------------------------|
| <b>ASSETS</b>                                                           |                                                            |                                                 |                                                       |                                               |
| Investments in securities at market value (notes 2(b), 3)               | 122,021,543                                                | 97,698,714                                      | 416,844,790                                           | 264,397,668                                   |
| Cash at bank and at brokers                                             | 901,993                                                    | 84,152                                          | 1,348,238                                             | 5,484,213                                     |
| Time deposits (note 4)                                                  | 3,200,000                                                  | 500,000                                         | —                                                     | 2,800,000                                     |
| Amounts receivable on sale of investments                               | —                                                          | 599,622                                         | —                                                     | —                                             |
| Amounts receivable on subscriptions                                     | 351,187                                                    | 19,346                                          | 950,277                                               | 263,026                                       |
| Interest and dividends receivable, net                                  | 568,869                                                    | 262,966                                         | 7,950                                                 | 3,681,027                                     |
| Unrealised profit on forward foreign exchange contracts (notes 2(c), 5) | 160,119                                                    | —                                               | 777                                                   | 13,017                                        |
| Unrealised profit on financial future contracts (notes 2(d), 6)         | 180,564                                                    | —                                               | —                                                     | —                                             |
| Unrealised profit on interest rate swap contracts (notes 2(e), 7)       | —                                                          | —                                               | —                                                     | —                                             |
| Unrealised profit on total return swap contracts (notes 2(h), 8)        | —                                                          | —                                               | —                                                     | —                                             |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                                                          | —                                               | —                                                     | —                                             |
| Option contracts at market value (notes 2(k), 11)                       | 291,587                                                    | —                                               | —                                                     | —                                             |
| Investment in mortgage dollar rolls at market value (notes 2(m), 12)    | —                                                          | —                                               | —                                                     | —                                             |
| Unrealised profit on contract for differences (notes 2(i), 9)           | —                                                          | —                                               | —                                                     | —                                             |
| Recoverable taxes                                                       | 64,759                                                     | 7,524                                           | —                                                     | —                                             |
| Other receivables                                                       | 5,784                                                      | 510                                             | 61,837                                                | 26                                            |
| <b>TOTAL ASSETS</b>                                                     | <b>127,746,405</b>                                         | <b>99,172,834</b>                               | <b>419,213,869</b>                                    | <b>276,638,977</b>                            |
| <b>LIABILITIES</b>                                                      |                                                            |                                                 |                                                       |                                               |
| Amounts payable on purchases of investments                             | —                                                          | 702,923                                         | —                                                     | —                                             |
| Amounts payable on purchase of mortgage dollar rolls (notes 2(m), 12)   | —                                                          | —                                               | —                                                     | —                                             |
| Amounts payable on redemptions                                          | 1,284,711                                                  | 77,268                                          | 599,934                                               | 366,070                                       |
| Investment management fees payable (note 14)                            | 81,503                                                     | 74,820                                          | 332,893                                               | 157,348                                       |
| Performance fees payable (note 15)                                      | —                                                          | —                                               | —                                                     | —                                             |
| Bank overdrafts                                                         | —                                                          | —                                               | —                                                     | —                                             |
| Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)   | 207,955                                                    | 100,936                                         | 149,167                                               | 141,152                                       |
| Unrealised loss on financial future contracts (notes 2(d), 6)           | —                                                          | —                                               | —                                                     | —                                             |
| Unrealised loss on interest rate swap contracts (notes 2(e), 7)         | 21,247                                                     | —                                               | —                                                     | 3,660,893                                     |
| Unrealised loss on total return swap contracts (notes 2(h), 8)          | 36,920                                                     | —                                               | —                                                     | —                                             |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                                                          | —                                               | —                                                     | —                                             |
| Option contracts at market value (notes 2(k), 11)                       | 80,057                                                     | —                                               | —                                                     | —                                             |
| Unrealised loss on contract for differences (notes 2(i), 9)             | —                                                          | —                                               | —                                                     | —                                             |
| Taxes payable                                                           | 678                                                        | —                                               | —                                                     | —                                             |
| Expenses payable                                                        | 107,353                                                    | 79,991                                          | 371,453                                               | 169,107                                       |
| <b>TOTAL LIABILITIES</b>                                                | <b>1,820,424</b>                                           | <b>1,035,938</b>                                | <b>1,453,447</b>                                      | <b>4,494,570</b>                              |
| <b>TOTAL NET ASSETS</b>                                                 | <b>125,925,981</b>                                         | <b>98,136,896</b>                               | <b>417,760,422</b>                                    | <b>272,144,407</b>                            |
| <b>THREE YEAR ASSET SUMMARY</b>                                         |                                                            |                                                 |                                                       |                                               |
| June 30, 2023                                                           | 125,019,860                                                | 102,352,839                                     | 407,930,908                                           | 367,788,422                                   |
| June 30, 2022                                                           | 129,705,578                                                | 131,849,766                                     | 384,416,719                                           | 491,820,731                                   |
| June 30, 2021                                                           | 140,560,603                                                | 150,687,465                                     | 427,920,956                                           | 377,585,159                                   |

\*Please refer Note 1 for fund events.

## Statement of Net Assets

As at June 30, 2024

| Franklin High<br>Yield Fund<br>(USD) | Franklin<br>Income Fund<br>(USD) | Franklin India<br>Fund<br>(USD) | Franklin<br>Innovation<br>Fund<br>(USD) | Franklin<br>Intelligent<br>Machines<br>Fund<br>(USD) | Franklin Japan<br>Fund<br>(JPY) | Franklin K2<br>Alternative<br>Strategies<br>Fund<br>(USD) |
|--------------------------------------|----------------------------------|---------------------------------|-----------------------------------------|------------------------------------------------------|---------------------------------|-----------------------------------------------------------|
| 990,577,379                          | 5,449,103,152                    | 2,831,643,254                   | 476,295,588                             | 23,739,079                                           | 19,347,061,000                  | 298,169,194                                               |
| 3,367,925                            | 50,138,244                       | 437,518                         | 1,587,006                               | 130,775                                              | 1,449,462,236                   | 54,201,880                                                |
| —                                    | —                                | 16,400,000                      | —                                       | —                                                    | —                               | 290,172,600                                               |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 1,490,181                                                 |
| 540,808                              | 54,019,511                       | 14,056,722                      | 714,486                                 | 527,064                                              | 223,613,495                     | 739,449                                                   |
| 17,056,620                           | 59,436,960                       | 3,760,876                       | 39,637                                  | 4,415                                                | 21,573,518                      | 1,851,096                                                 |
| 12,561                               | 658,788                          | 27,104                          | 47,123                                  | 130                                                  | 61,357,861                      | 2,519,152                                                 |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 1,611,546                                                 |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 329,169                                                   |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 261,740                                                   |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 4,168,860                                                 |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 486,655                                                   |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | —                                                         |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 2,071,872                                                 |
| —                                    | 415,466                          | 530,219                         | —                                       | —                                                    | —                               | 360,805                                                   |
| 38                                   | 5,795                            | 15,447                          | 2,118                                   | 13,290                                               | 2,715,730                       | 5,300                                                     |
| <b>1,011,555,331</b>                 | <b>5,613,777,916</b>             | <b>2,866,871,140</b>            | <b>478,685,958</b>                      | <b>24,414,753</b>                                    | <b>21,105,783,840</b>           | <b>658,439,499</b>                                        |
| 9,500,000                            | —                                | —                               | —                                       | 23,330                                               | —                               | 4,698,659                                                 |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | —                                                         |
| 1,082,076                            | 26,086,407                       | 3,996,762                       | 2,250,902                               | 48,708                                               | 738,384,950                     | 3,532,636                                                 |
| 637,366                              | 3,875,309                        | 1,942,858                       | 367,236                                 | 17,541                                               | 15,268,092                      | 869,019                                                   |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 25,472                                                    |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | —                                                         |
| 69,983                               | 7,204,411                        | 294,483                         | 1,567,263                               | 11,127                                               | 754,328                         | 3,745,242                                                 |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 2,266,367                                                 |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 266,873                                                   |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 1,216,864                                                 |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 2,967,375                                                 |
| —                                    | 1,329,100                        | —                               | —                                       | —                                                    | —                               | 650,675                                                   |
| —                                    | —                                | —                               | —                                       | —                                                    | —                               | 1,940,076                                                 |
| —                                    | —                                | 93,202,171                      | —                                       | —                                                    | —                               | —                                                         |
| 706,816                              | 5,400,096                        | 2,089,397                       | 337,312                                 | 20,046                                               | 14,384,122                      | 854,474                                                   |
| <b>11,996,241</b>                    | <b>43,895,323</b>                | <b>101,525,671</b>              | <b>4,522,713</b>                        | <b>120,752</b>                                       | <b>768,791,492</b>              | <b>23,033,732</b>                                         |
| <b>999,559,090</b>                   | <b>5,569,882,593</b>             | <b>2,765,345,469</b>            | <b>474,163,245</b>                      | <b>24,294,001</b>                                    | <b>20,336,992,348</b>           | <b>635,405,767</b>                                        |
| 948,529,566                          | 3,800,287,627                    | 1,334,994,536                   | 392,377,235                             | 7,236,856                                            | 9,064,963,673                   | 896,346,291                                               |
| 993,989,029                          | 2,720,846,379                    | 1,103,505,822                   | 330,274,890                             | 3,985,555                                            | 6,595,631,627                   | 1,555,809,158                                             |
| 1,330,934,207                        | 1,694,579,613                    | 1,319,163,867                   | 409,715,705                             | —                                                    | 9,413,082,982                   | 1,846,391,837                                             |

## Statement of Net Assets

As at June 30, 2024

|                                                                         | Franklin MENA<br>Fund<br>(USD) | Franklin<br>Mutual<br>European<br>Fund<br>(EUR) | Franklin<br>Mutual Global<br>Discovery<br>Fund<br>(USD) | Franklin<br>Mutual U.S.<br>Value Fund<br>(USD) |
|-------------------------------------------------------------------------|--------------------------------|-------------------------------------------------|---------------------------------------------------------|------------------------------------------------|
| <b>ASSETS</b>                                                           |                                |                                                 |                                                         |                                                |
| Investments in securities at market value (notes 2(b), 3)               | 68,190,852                     | 539,713,982                                     | 517,211,456                                             | 244,371,699                                    |
| Cash at bank and at brokers                                             | 22,133                         | 7,433,385                                       | 1,563,423                                               | 758,666                                        |
| Time deposits (note 4)                                                  | 500,000                        | —                                               | —                                                       | —                                              |
| Amounts receivable on sale of investments                               | —                              | —                                               | —                                                       | —                                              |
| Amounts receivable on subscriptions                                     | 238,538                        | 146,987                                         | 229,326                                                 | 18,591                                         |
| Interest and dividends receivable, net                                  | 1,224                          | 594,397                                         | 833,105                                                 | 324,506                                        |
| Unrealised profit on forward foreign exchange contracts (notes 2(c), 5) | 29                             | 86,927                                          | 55,738                                                  | —                                              |
| Unrealised profit on financial future contracts (notes 2(d), 6)         | —                              | —                                               | —                                                       | —                                              |
| Unrealised profit on interest rate swap contracts (notes 2(e), 7)       | —                              | —                                               | —                                                       | —                                              |
| Unrealised profit on total return swap contracts (notes 2(h), 8)        | —                              | —                                               | —                                                       | —                                              |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                              | —                                               | —                                                       | —                                              |
| Option contracts at market value (notes 2(k), 11)                       | —                              | —                                               | —                                                       | —                                              |
| Investment in mortgage dollar rolls at market value (notes 2(m), 12)    | —                              | —                                               | —                                                       | —                                              |
| Unrealised profit on contract for differences (notes 2(i), 9)           | —                              | —                                               | —                                                       | —                                              |
| Recoverable taxes                                                       | —                              | 645,573                                         | 53,111                                                  | —                                              |
| Other receivables                                                       | 1,793                          | 358                                             | 550                                                     | 201                                            |
| <b>TOTAL ASSETS</b>                                                     | <b>68,954,569</b>              | <b>548,621,609</b>                              | <b>519,946,709</b>                                      | <b>245,473,663</b>                             |
| <b>LIABILITIES</b>                                                      |                                |                                                 |                                                         |                                                |
| Amounts payable on purchases of investments                             | —                              | 509,719                                         | 1,728,268                                               | —                                              |
| Amounts payable on purchase of mortgage dollar rolls (notes 2(m), 12)   | —                              | —                                               | —                                                       | —                                              |
| Amounts payable on redemptions                                          | 86,393                         | 3,264,458                                       | 2,023,893                                               | 157,697                                        |
| Investment management fees payable (note 14)                            | 80,172                         | 436,744                                         | 393,758                                                 | 194,363                                        |
| Performance fees payable (note 15)                                      | —                              | —                                               | —                                                       | —                                              |
| Bank overdrafts                                                         | —                              | —                                               | —                                                       | —                                              |
| Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)   | 35,253                         | 286,078                                         | 98,222                                                  | 20,020                                         |
| Unrealised loss on financial future contracts (notes 2(d), 6)           | —                              | —                                               | —                                                       | —                                              |
| Unrealised loss on interest rate swap contracts (notes 2(e), 7)         | —                              | —                                               | —                                                       | —                                              |
| Unrealised loss on total return swap contracts (notes 2(h), 8)          | —                              | —                                               | —                                                       | —                                              |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                              | —                                               | —                                                       | —                                              |
| Option contracts at market value (notes 2(k), 11)                       | —                              | —                                               | —                                                       | —                                              |
| Unrealised loss on contract for differences (notes 2(i), 9)             | —                              | —                                               | —                                                       | —                                              |
| Taxes payable                                                           | —                              | —                                               | —                                                       | —                                              |
| Expenses payable                                                        | 171,569                        | 449,880                                         | 396,320                                                 | 209,097                                        |
| <b>TOTAL LIABILITIES</b>                                                | <b>373,387</b>                 | <b>4,946,879</b>                                | <b>4,640,461</b>                                        | <b>581,177</b>                                 |
| <b>TOTAL NET ASSETS</b>                                                 | <b>68,581,182</b>              | <b>543,674,730</b>                              | <b>515,306,248</b>                                      | <b>244,892,486</b>                             |
| <b>THREE YEAR ASSET SUMMARY</b>                                         |                                |                                                 |                                                         |                                                |
| June 30, 2023                                                           | 57,746,962                     | 540,576,510                                     | 514,327,080                                             | 277,306,239                                    |
| June 30, 2022                                                           | 67,125,364                     | 560,968,613                                     | 494,466,470                                             | 291,270,547                                    |
| June 30, 2021                                                           | 55,112,500                     | 649,560,892                                     | 556,441,053                                             | 380,242,473                                    |

\*Please refer Note 1 for fund events.



## Statement of Net Assets

As at June 30, 2024

| Franklin<br>Natural<br>Resources<br>Fund<br>(USD) | Franklin<br>NextStep<br>Balanced<br>Growth Fund<br>(USD) | Franklin<br>NextStep<br>Conservative<br>Fund<br>(USD) | Franklin<br>NextStep<br>Growth Fund<br>(USD) | Franklin<br>NextStep<br>Moderate Fund<br>(USD) | Franklin<br>Sealand China<br>A-Shares Fund<br>(USD) | Franklin<br>Strategic<br>Income Fund<br>(USD) |
|---------------------------------------------------|----------------------------------------------------------|-------------------------------------------------------|----------------------------------------------|------------------------------------------------|-----------------------------------------------------|-----------------------------------------------|
| 267,489,657                                       | 15,630,301                                               | 26,132,519                                            | 21,752,016                                   | 60,998,422                                     | 60,306,347                                          | 529,434,247                                   |
| 1,232,744                                         | 17,953                                                   | 30,252                                                | 14,548                                       | 24,191                                         | 3,192                                               | 4,091,468                                     |
| —                                                 | 300,000                                                  | 500,000                                               | 400,000                                      | 1,200,000                                      | 2,400,000                                           | —                                             |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| 456,900                                           | —                                                        | 10,000                                                | 54,439                                       | 64,664                                         | 17,927                                              | 5,119,141                                     |
| 254,077                                           | 132                                                      | 221                                                   | 177                                          | 530                                            | 707                                                 | 5,617,763                                     |
| 64,523                                            | —                                                        | 24,044                                                | 2,854                                        | 35,885                                         | 3                                                   | 137,931                                       |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | 27,553                                        |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | 751,181                                       |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | 1,123,651                                     |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | 31,968,031                                    |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| 25,113                                            | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| 7,415                                             | 11,369                                                   | 10,695                                                | 12,668                                       | 12,720                                         | 14,601                                              | 90,106                                        |
| <b>269,530,429</b>                                | <b>15,959,755</b>                                        | <b>26,707,731</b>                                     | <b>22,236,702</b>                            | <b>62,336,412</b>                              | <b>62,742,777</b>                                   | <b>578,361,072</b>                            |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | 299,992                                       |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | 31,910,550                                    |
| 722,692                                           | 143                                                      | 156,901                                               | 7,351                                        | 506,367                                        | 1,349,124                                           | 1,007,502                                     |
| 216,173                                           | 11,085                                                   | 17,301                                                | 17,706                                       | 46,979                                         | 25,076                                              | 319,717                                       |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| 16,299                                            | 5,174                                                    | 12,789                                                | 8,442                                        | 14,403                                         | 141                                                 | 485,920                                       |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | 344,148                                       |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | 18,579                                        |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | 12,419                                        |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| —                                                 | —                                                        | —                                                     | —                                            | —                                              | —                                                   | —                                             |
| 253,947                                           | 12,768                                                   | 26,773                                                | 23,508                                       | 66,281                                         | 21,709                                              | 504,755                                       |
| <b>1,209,111</b>                                  | <b>29,170</b>                                            | <b>213,764</b>                                        | <b>57,007</b>                                | <b>634,030</b>                                 | <b>1,396,050</b>                                    | <b>34,903,582</b>                             |
| <b>268,321,318</b>                                | <b>15,930,585</b>                                        | <b>26,493,967</b>                                     | <b>22,179,695</b>                            | <b>61,702,382</b>                              | <b>61,346,727</b>                                   | <b>543,457,490</b>                            |
| 319,888,129                                       | 21,918,499                                               | 38,735,641                                            | 21,175,124                                   | 66,231,320                                     | 57,754,961                                          | 451,978,146                                   |
| 464,112,653                                       | 28,940,693                                               | 51,173,347                                            | 19,449,154                                   | 81,534,473                                     | —                                                   | 515,639,724                                   |
| 733,238,468                                       | 45,380,902                                               | 57,551,841                                            | 19,011,114                                   | 69,382,746                                     | —                                                   | 735,279,732                                   |

## Statement of Net Assets

As at June 30, 2024

|                                                                         | Franklin<br>Technology<br>Fund<br>(USD) | Franklin U.S.<br>Dollar Short-<br>Term Money<br>Market Fund<br>(USD) | Franklin U.S.<br>Government<br>Fund<br>(USD) | Franklin U.S.<br>Low Duration<br>Fund<br>(USD) |
|-------------------------------------------------------------------------|-----------------------------------------|----------------------------------------------------------------------|----------------------------------------------|------------------------------------------------|
| <b>ASSETS</b>                                                           |                                         |                                                                      |                                              |                                                |
| Investments in securities at market value (notes 2(b), 3)               | 11,509,058,713                          | 1,106,201,575                                                        | 790,674,553                                  | 268,682,609                                    |
| Cash at bank and at brokers                                             | 23,702,544                              | 1,166,195                                                            | 4,152,720                                    | 4,335,240                                      |
| Time deposits (note 4)                                                  | —                                       | —                                                                    | —                                            | —                                              |
| Amounts receivable on sale of investments                               | —                                       | —                                                                    | —                                            | —                                              |
| Amounts receivable on subscriptions                                     | 20,643,542                              | 9,618,480                                                            | 844,858                                      | 4,006,832                                      |
| Interest and dividends receivable, net                                  | 1,525,091                               | 612,816                                                              | 2,490,929                                    | 1,977,586                                      |
| Unrealised profit on forward foreign exchange contracts (notes 2(c), 5) | 68,603                                  | —                                                                    | 39,534                                       | 576                                            |
| Unrealised profit on financial future contracts (notes 2(d), 6)         | —                                       | —                                                                    | 502,295                                      | 340,075                                        |
| Unrealised profit on interest rate swap contracts (notes 2(e), 7)       | —                                       | —                                                                    | —                                            | —                                              |
| Unrealised profit on total return swap contracts (notes 2(h), 8)        | —                                       | —                                                                    | —                                            | 450,172                                        |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                                       | —                                                                    | —                                            | 740,443                                        |
| Option contracts at market value (notes 2(k), 11)                       | —                                       | —                                                                    | —                                            | —                                              |
| Investment in mortgage dollar rolls at market value (notes 2(m), 12)    | —                                       | —                                                                    | —                                            | —                                              |
| Unrealised profit on contract for differences (notes 2(i), 9)           | —                                       | —                                                                    | —                                            | —                                              |
| Recoverable taxes                                                       | —                                       | —                                                                    | —                                            | —                                              |
| Other receivables                                                       | 11,687                                  | 241,102                                                              | 94,831                                       | 32,796                                         |
| <b>TOTAL ASSETS</b>                                                     | <b>11,555,010,180</b>                   | <b>1,117,840,168</b>                                                 | <b>798,799,720</b>                           | <b>280,566,329</b>                             |
| <b>LIABILITIES</b>                                                      |                                         |                                                                      |                                              |                                                |
| Amounts payable on purchases of investments                             | —                                       | —                                                                    | —                                            | —                                              |
| Amounts payable on purchase of mortgage dollar rolls (notes 2(m), 12)   | —                                       | —                                                                    | —                                            | —                                              |
| Amounts payable on redemptions                                          | 26,731,809                              | 15,042,367                                                           | 2,547,596                                    | 593,800                                        |
| Investment management fees payable (note 14)                            | 8,554,457                               | 267,259                                                              | 378,019                                      | 104,543                                        |
| Performance fees payable (note 15)                                      | —                                       | —                                                                    | —                                            | —                                              |
| Bank overdrafts                                                         | —                                       | —                                                                    | —                                            | —                                              |
| Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)   | 2,991,851                               | —                                                                    | 780,151                                      | 718,356                                        |
| Unrealised loss on financial future contracts (notes 2(d), 6)           | —                                       | —                                                                    | 228,415                                      | 231,744                                        |
| Unrealised loss on interest rate swap contracts (notes 2(e), 7)         | —                                       | —                                                                    | —                                            | —                                              |
| Unrealised loss on total return swap contracts (notes 2(h), 8)          | —                                       | —                                                                    | —                                            | —                                              |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                                       | —                                                                    | —                                            | 63,559                                         |
| Option contracts at market value (notes 2(k), 11)                       | —                                       | —                                                                    | —                                            | —                                              |
| Unrealised loss on contract for differences (notes 2(i), 9)             | —                                       | —                                                                    | —                                            | —                                              |
| Taxes payable                                                           | —                                       | —                                                                    | —                                            | —                                              |
| Expenses payable                                                        | 8,478,147                               | 446,646                                                              | 522,080                                      | 133,099                                        |
| <b>TOTAL LIABILITIES</b>                                                | <b>46,756,264</b>                       | <b>15,756,272</b>                                                    | <b>4,456,261</b>                             | <b>1,845,101</b>                               |
| <b>TOTAL NET ASSETS</b>                                                 | <b>11,508,253,916</b>                   | <b>1,102,083,896</b>                                                 | <b>794,343,459</b>                           | <b>278,721,228</b>                             |
| <b>THREE YEAR ASSET SUMMARY</b>                                         |                                         |                                                                      |                                              |                                                |
| June 30, 2023                                                           | 9,434,970,262                           | 480,563,573                                                          | 739,462,759                                  | 293,979,801                                    |
| June 30, 2022                                                           | 7,372,187,364                           | 329,019,964                                                          | 636,215,405                                  | 273,964,512                                    |
| June 30, 2021                                                           | 10,081,258,003                          | 352,689,674                                                          | 1,098,245,797                                | 338,439,089                                    |

\*Please refer Note 1 for fund events.

## Statement of Net Assets

As at June 30, 2024

| Franklin U.S.<br>Opportunities<br>Fund<br>(USD) | Martin Currie<br>UK Equity<br>Income Fund*<br>(GBP) | Templeton All<br>China Equity<br>Fund<br>(USD) | Templeton<br>Asia Equity<br>Total Return<br>Fund<br>(USD) | Templeton<br>Asian Bond<br>Fund<br>(USD) | Templeton<br>Asian Growth<br>Fund<br>(USD) | Templeton<br>Asian Smaller<br>Companies<br>Fund<br>(USD) |
|-------------------------------------------------|-----------------------------------------------------|------------------------------------------------|-----------------------------------------------------------|------------------------------------------|--------------------------------------------|----------------------------------------------------------|
| 7,396,022,268                                   | 23,760,130                                          | 1,860,653                                      | 7,624,605                                                 | 88,797,500                               | 1,858,284,446                              | 1,018,747,690                                            |
| 69,873,873                                      | 27,601                                              | 32,323                                         | 62,288                                                    | 1,940,933                                | 734,414                                    | 1,493,843                                                |
| —                                               | 500,000                                             | —                                              | 300,000                                                   | —                                        | 13,800,000                                 | 34,200,000                                               |
| —                                               | 274,380                                             | —                                              | 20,343                                                    | —                                        | —                                          | —                                                        |
| 19,888,177                                      | 5,801                                               | —                                              | —                                                         | 287,106                                  | 3,437,611                                  | 21,988,008                                               |
| 376,268                                         | 136,515                                             | 5,512                                          | 27,847                                                    | 1,039,033                                | 4,847,606                                  | 3,733,606                                                |
| 266,929                                         | —                                                   | —                                              | —                                                         | 67,557                                   | 34,191                                     | —                                                        |
| —                                               | —                                                   | —                                              | 777                                                       | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| —                                               | 5,460                                               | —                                              | 718                                                       | 38,821                                   | 187,176                                    | 19,536                                                   |
| 6,956                                           | 553                                                 | 11,462                                         | 12,570                                                    | 476                                      | 61                                         | 5,868                                                    |
| <b>7,486,434,471</b>                            | <b>24,710,440</b>                                   | <b>1,909,950</b>                               | <b>8,049,148</b>                                          | <b>92,171,426</b>                        | <b>1,881,325,505</b>                       | <b>1,080,188,551</b>                                     |
| —                                               | —                                                   | 1,716                                          | —                                                         | —                                        | —                                          | 1,008                                                    |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| 17,976,297                                      | 16,793                                              | —                                              | —                                                         | 414,367                                  | 3,504,239                                  | 1,768,926                                                |
| 5,555,687                                       | 584                                                 | 1,604                                          | 5,205                                                     | 55,702                                   | 1,951,305                                  | 981,116                                                  |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| 4,928,645                                       | —                                                   | —                                              | —                                                         | 1,507,107                                | 636,404                                    | 4,361                                                    |
| —                                               | —                                                   | —                                              | 3,693                                                     | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | —                                                         | —                                        | —                                          | —                                                        |
| —                                               | —                                                   | —                                              | 38,270                                                    | —                                        | 29,595,353                                 | 17,080,021                                               |
| 5,590,898                                       | 10,584                                              | 3,437                                          | 3,067                                                     | 78,423                                   | 1,667,922                                  | 729,044                                                  |
| <b>34,051,527</b>                               | <b>27,961</b>                                       | <b>6,757</b>                                   | <b>50,235</b>                                             | <b>2,055,599</b>                         | <b>37,355,223</b>                          | <b>20,564,476</b>                                        |
| <b>7,452,382,944</b>                            | <b>24,682,479</b>                                   | <b>1,903,193</b>                               | <b>7,998,913</b>                                          | <b>90,115,827</b>                        | <b>1,843,970,282</b>                       | <b>1,059,624,075</b>                                     |
| 6,419,577,901                                   | 23,830,305                                          | 2,224,437                                      | 7,689,791                                                 | 124,003,568                              | 1,974,758,426                              | 745,518,257                                              |
| 5,658,651,422                                   | 7,976,632                                           | 3,047,352                                      | 7,630,200                                                 | 162,036,721                              | 2,200,671,286                              | 803,866,982                                              |
| 8,702,534,822                                   | 5,723,120                                           | —                                              | 9,441,335                                                 | 224,842,027                              | 3,380,387,794                              | 1,068,648,860                                            |

## Statement of Net Assets

As at June 30, 2024

|                                                                         | Templeton<br>BRIC Fund<br>(USD) | Templeton<br>China<br>A-Shares Fund<br>(USD) | Templeton<br>China Fund<br>(USD) | Templeton<br>Eastern<br>Europe Fund<br>(EUR) |
|-------------------------------------------------------------------------|---------------------------------|----------------------------------------------|----------------------------------|----------------------------------------------|
| <b>ASSETS</b>                                                           |                                 |                                              |                                  |                                              |
| Investments in securities at market value (notes 2(b), 3)               | 350,945,855                     | 15,815,546                                   | 254,369,757                      | 129,272,401                                  |
| Cash at bank and at brokers                                             | 38,763                          | 294,884                                      | 16,883                           | 156,628                                      |
| Time deposits (note 4)                                                  | 21,200,000                      | 1,400,000                                    | 10,900,000                       | 3,600,000                                    |
| Amounts receivable on sale of investments                               | —                               | —                                            | —                                | 67,840                                       |
| Amounts receivable on subscriptions                                     | 118,906                         | 11,865                                       | 197,847                          | 734,968                                      |
| Interest and dividends receivable, net                                  | 2,269,503                       | 618                                          | 1,006,137                        | 414,259                                      |
| Unrealised profit on forward foreign exchange contracts (notes 2(c), 5) | —                               | —                                            | —                                | —                                            |
| Unrealised profit on financial future contracts (notes 2(d), 6)         | —                               | —                                            | —                                | —                                            |
| Unrealised profit on interest rate swap contracts (notes 2(e), 7)       | —                               | —                                            | —                                | —                                            |
| Unrealised profit on total return swap contracts (notes 2(h), 8)        | —                               | —                                            | —                                | —                                            |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                               | —                                            | —                                | —                                            |
| Option contracts at market value (notes 2(k), 11)                       | —                               | —                                            | —                                | —                                            |
| Investment in mortgage dollar rolls at market value (notes 2(m), 12)    | —                               | —                                            | —                                | —                                            |
| Unrealised profit on contract for differences (notes 2(i), 9)           | —                               | —                                            | —                                | —                                            |
| Recoverable taxes                                                       | 34,171                          | —                                            | —                                | 819,172                                      |
| Other receivables                                                       | 358                             | 9,333                                        | 4,990                            | 581                                          |
| <b>TOTAL ASSETS</b>                                                     | <b>374,607,556</b>              | <b>17,532,246</b>                            | <b>266,495,614</b>               | <b>135,065,849</b>                           |
| <b>LIABILITIES</b>                                                      |                                 |                                              |                                  |                                              |
| Amounts payable on purchases of investments                             | 22,199                          | —                                            | 536,191                          | —                                            |
| Amounts payable on purchase of mortgage dollar rolls (notes 2(m), 12)   | —                               | —                                            | —                                | —                                            |
| Amounts payable on redemptions                                          | 492,194                         | —                                            | 705,910                          | 361,739                                      |
| Investment management fees payable (note 14)                            | 483,144                         | 583                                          | 350,717                          | 173,995                                      |
| Performance fees payable (note 15)                                      | —                               | —                                            | —                                | —                                            |
| Bank overdrafts                                                         | —                               | —                                            | —                                | —                                            |
| Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)   | 27,566                          | —                                            | —                                | —                                            |
| Unrealised loss on financial future contracts (notes 2(d), 6)           | —                               | —                                            | —                                | —                                            |
| Unrealised loss on interest rate swap contracts (notes 2(e), 7)         | —                               | —                                            | —                                | —                                            |
| Unrealised loss on total return swap contracts (notes 2(h), 8)          | —                               | —                                            | —                                | —                                            |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                               | —                                            | —                                | —                                            |
| Option contracts at market value (notes 2(k), 11)                       | —                               | —                                            | —                                | —                                            |
| Unrealised loss on contract for differences (notes 2(i), 9)             | —                               | —                                            | —                                | —                                            |
| Taxes payable                                                           | 3,972,716                       | —                                            | —                                | —                                            |
| Expenses payable                                                        | 400,247                         | 58                                           | 264,940                          | 202,760                                      |
| <b>TOTAL LIABILITIES</b>                                                | <b>5,398,066</b>                | <b>641</b>                                   | <b>1,857,758</b>                 | <b>738,494</b>                               |
| <b>TOTAL NET ASSETS</b>                                                 | <b>369,209,490</b>              | <b>17,531,605</b>                            | <b>264,637,856</b>               | <b>134,327,355</b>                           |
| <b>THREE YEAR ASSET SUMMARY</b>                                         |                                 |                                              |                                  |                                              |
| June 30, 2023                                                           | 369,916,516                     | 19,187,462                                   | 392,400,894                      | 90,425,882                                   |
| June 30, 2022                                                           | 382,055,535                     | 26,584,448                                   | 424,348,428                      | 53,789,155                                   |
| June 30, 2021                                                           | 632,779,326                     | 31,216,251                                   | 623,048,591                      | 224,407,510                                  |

\*Please refer Note 1 for fund events.

## Statement of Net Assets

As at June 30, 2024

| Templeton<br>Emerging<br>Markets Bond<br>Fund<br>(USD) | Templeton<br>Emerging<br>Markets<br>Dynamic<br>Income Fund<br>(USD) | Templeton<br>Emerging<br>Markets Fund<br>(USD) | Templeton<br>Emerging<br>Markets Local<br>Currency<br>Bond Fund<br>(USD) | Templeton<br>Emerging<br>Markets<br>Smaller<br>Companies<br>Fund<br>(USD) | Templeton<br>Emerging<br>Markets<br>Sustainability<br>Fund<br>(USD) | Templeton<br>Euroland Fund<br>(EUR) |
|--------------------------------------------------------|---------------------------------------------------------------------|------------------------------------------------|--------------------------------------------------------------------------|---------------------------------------------------------------------------|---------------------------------------------------------------------|-------------------------------------|
| 1,825,487,950                                          | 103,836,893                                                         | 726,191,031                                    | 7,605,530                                                                | 377,123,987                                                               | 14,083,124                                                          | 145,624,230                         |
| 25,426,724                                             | 612,737                                                             | 418,464                                        | 59,773                                                                   | 2,883,220                                                                 | 58,671                                                              | 52,367                              |
| —                                                      | —                                                                   | 13,500,000                                     | —                                                                        | —                                                                         | 400,000                                                             | 6,100,000                           |
| —                                                      | —                                                                   | —                                              | —                                                                        | 14,172                                                                    | —                                                                   | —                                   |
| 1,237,330                                              | 11,409                                                              | 803,215                                        | —                                                                        | 296,111                                                                   | 79                                                                  | 124,452                             |
| 50,998,126                                             | 1,487,276                                                           | 3,550,750                                      | 159,693                                                                  | 1,215,266                                                                 | 59,538                                                              | 55,589                              |
| 818,924                                                | 16,134                                                              | —                                              | 3,541                                                                    | —                                                                         | —                                                                   | 3,402                               |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| 126,332                                                | 8,563                                                               | 69,762                                         | 1,436                                                                    | 21,888                                                                    | 599                                                                 | 445,716                             |
| 88,627                                                 | 21,445                                                              | 6,679                                          | 25,146                                                                   | 1,251                                                                     | 22,053                                                              | 1,897                               |
| <b>1,904,184,013</b>                                   | <b>105,994,457</b>                                                  | <b>744,539,901</b>                             | <b>7,855,119</b>                                                         | <b>381,555,895</b>                                                        | <b>14,624,064</b>                                                   | <b>152,407,653</b>                  |
| —                                                      | 26,691                                                              | 109,439                                        | —                                                                        | 234,433                                                                   | —                                                                   | —                                   |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| 1,659,438                                              | 91,346                                                              | 1,812,079                                      | —                                                                        | 216,102                                                                   | —                                                                   | 673,828                             |
| 1,547,999                                              | 83,290                                                              | 633,757                                        | 5,244                                                                    | 384,355                                                                   | 10,362                                                              | 123,424                             |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| 7,010,347                                              | 457,008                                                             | 218,225                                        | 48,715                                                                   | 1,131                                                                     | 2,937                                                               | 34                                  |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| —                                                      | —                                                                   | —                                              | —                                                                        | —                                                                         | —                                                                   | —                                   |
| 2,805,075                                              | 450,966                                                             | 5,161,269                                      | 2,758                                                                    | 4,780,020                                                                 | 84,180                                                              | —                                   |
| 2,086,990                                              | 111,833                                                             | 628,275                                        | 3,624                                                                    | 310,085                                                                   | 11,037                                                              | 137,920                             |
| <b>15,109,849</b>                                      | <b>1,221,134</b>                                                    | <b>8,563,044</b>                               | <b>60,341</b>                                                            | <b>5,926,126</b>                                                          | <b>108,516</b>                                                      | <b>935,206</b>                      |
| <b>1,889,074,164</b>                                   | <b>104,773,323</b>                                                  | <b>735,976,857</b>                             | <b>7,794,778</b>                                                         | <b>375,629,769</b>                                                        | <b>14,515,548</b>                                                   | <b>151,472,447</b>                  |
| 2,030,363,864                                          | 113,092,497                                                         | 691,768,275                                    | 9,389,430                                                                | 412,637,275                                                               | 32,757,180                                                          | 163,554,070                         |
| 2,453,536,148                                          | 115,934,078                                                         | 716,894,817                                    | 8,217,262                                                                | 412,449,901                                                               | 27,132,913                                                          | 144,311,731                         |
| 4,441,241,305                                          | 186,347,498                                                         | 1,202,482,690                                  | 9,539,872                                                                | 564,399,741                                                               | 38,219,647                                                          | 199,775,419                         |

## Statement of Net Assets

As at June 30, 2024

|                                                                         | Templeton<br>European<br>Opportunities<br>Fund<br>(EUR) | Templeton<br>European<br>Small-Mid Cap<br>Fund<br>(EUR) | Templeton<br>European<br>Sustainability<br>Improvers<br>Fund*<br>(EUR) | Templeton<br>Frontier<br>Markets Fund<br>(USD) |
|-------------------------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------|------------------------------------------------------------------------|------------------------------------------------|
| <b>ASSETS</b>                                                           |                                                         |                                                         |                                                                        |                                                |
| Investments in securities at market value (notes 2(b), 3)               | 71,656,235                                              | 84,131,708                                              | 22,983,417                                                             | 273,397,017                                    |
| Cash at bank and at brokers                                             | —                                                       | 35,558                                                  | 80,845                                                                 | 434,291                                        |
| Time deposits (note 4)                                                  | —                                                       | 5,900,000                                               | 800,000                                                                | 2,800,000                                      |
| Amounts receivable on sale of investments                               | 3,510,693                                               | 1,027,536                                               | —                                                                      | —                                              |
| Amounts receivable on subscriptions                                     | 1,560                                                   | 262,847                                                 | 54,014                                                                 | 254,986                                        |
| Interest and dividends receivable, net                                  | 36,440                                                  | 40,257                                                  | 28,861                                                                 | 749,793                                        |
| Unrealised profit on forward foreign exchange contracts (notes 2(c), 5) | 12,606                                                  | 2,479                                                   | 29,306                                                                 | 14,046                                         |
| Unrealised profit on financial future contracts (notes 2(d), 6)         | —                                                       | —                                                       | —                                                                      | —                                              |
| Unrealised profit on interest rate swap contracts (notes 2(e), 7)       | —                                                       | —                                                       | —                                                                      | —                                              |
| Unrealised profit on total return swap contracts (notes 2(h), 8)        | —                                                       | —                                                       | —                                                                      | —                                              |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                                                       | —                                                       | —                                                                      | —                                              |
| Option contracts at market value (notes 2(k), 11)                       | —                                                       | —                                                       | —                                                                      | —                                              |
| Investment in mortgage dollar rolls at market value (notes 2(m), 12)    | —                                                       | —                                                       | —                                                                      | —                                              |
| Unrealised profit on contract for differences (notes 2(i), 9)           | —                                                       | —                                                       | —                                                                      | —                                              |
| Recoverable taxes                                                       | 196,084                                                 | 129,985                                                 | 109,096                                                                | 84,732                                         |
| Other receivables                                                       | 1,338                                                   | 1,708                                                   | 3,395                                                                  | —                                              |
| <b>TOTAL ASSETS</b>                                                     | <b>75,414,956</b>                                       | <b>91,532,078</b>                                       | <b>24,088,934</b>                                                      | <b>277,734,865</b>                             |
| <b>LIABILITIES</b>                                                      |                                                         |                                                         |                                                                        |                                                |
| Amounts payable on purchases of investments                             | —                                                       | 457,069                                                 | —                                                                      | 808,647                                        |
| Amounts payable on purchase of mortgage dollar rolls (notes 2(m), 12)   | —                                                       | —                                                       | —                                                                      | —                                              |
| Amounts payable on redemptions                                          | 83,164                                                  | 24,738                                                  | 55,133                                                                 | 288,977                                        |
| Investment management fees payable (note 14)                            | 81,930                                                  | 70,192                                                  | 19,350                                                                 | 329,476                                        |
| Performance fees payable (note 15)                                      | —                                                       | —                                                       | —                                                                      | —                                              |
| Bank overdrafts                                                         | 29,141                                                  | —                                                       | —                                                                      | —                                              |
| Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)   | —                                                       | —                                                       | 2,655                                                                  | 223,673                                        |
| Unrealised loss on financial future contracts (notes 2(d), 6)           | —                                                       | —                                                       | —                                                                      | —                                              |
| Unrealised loss on interest rate swap contracts (notes 2(e), 7)         | —                                                       | —                                                       | —                                                                      | —                                              |
| Unrealised loss on total return swap contracts (notes 2(h), 8)          | —                                                       | —                                                       | —                                                                      | —                                              |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                                                       | —                                                       | —                                                                      | —                                              |
| Option contracts at market value (notes 2(k), 11)                       | —                                                       | —                                                       | —                                                                      | —                                              |
| Unrealised loss on contract for differences (notes 2(i), 9)             | —                                                       | —                                                       | —                                                                      | —                                              |
| Taxes payable                                                           | —                                                       | —                                                       | —                                                                      | 2,274,776                                      |
| Expenses payable                                                        | 89,860                                                  | 87,357                                                  | 21,418                                                                 | 413,128                                        |
| <b>TOTAL LIABILITIES</b>                                                | <b>284,095</b>                                          | <b>639,356</b>                                          | <b>98,556</b>                                                          | <b>4,338,677</b>                               |
| <b>TOTAL NET ASSETS</b>                                                 | <b>75,130,861</b>                                       | <b>90,892,722</b>                                       | <b>23,990,378</b>                                                      | <b>273,396,188</b>                             |
| <b>THREE YEAR ASSET SUMMARY</b>                                         |                                                         |                                                         |                                                                        |                                                |
| June 30, 2023                                                           | 116,809,857                                             | 80,992,904                                              | 28,435,527                                                             | 236,989,884                                    |
| June 30, 2022                                                           | 118,207,444                                             | 71,007,079                                              | 93,158,018                                                             | 253,078,398                                    |
| June 30, 2021                                                           | 142,702,370                                             | 98,818,392                                              | 96,023,087                                                             | 333,085,180                                    |

\*Please refer Note 1 for fund events.

## Statement of Net Assets

As at June 30, 2024

| Templeton<br>Global<br>Balanced Fund<br>(USD) | Templeton<br>Global Bond<br>(Euro) Fund<br>(EUR) | Templeton<br>Global Bond<br>Fund<br>(USD) | Templeton<br>Global Climate<br>Change Fund<br>(EUR) | Templeton<br>Global Equity<br>Income Fund<br>(USD) | Templeton<br>Global Fund<br>(USD) | Templeton<br>Global High<br>Yield Fund<br>(USD) |
|-----------------------------------------------|--------------------------------------------------|-------------------------------------------|-----------------------------------------------------|----------------------------------------------------|-----------------------------------|-------------------------------------------------|
| 483,948,690                                   | 37,537,490                                       | 2,621,519,264                             | 1,244,771,845                                       | 61,464,889                                         | 563,533,894                       | 86,683,585                                      |
| 3,247,115                                     | 2,400,391                                        | 127,527,910                               | 271,760                                             | 36,755                                             | 90,315                            | 767,965                                         |
| —                                             | 1,500,000                                        | —                                         | 84,353,768                                          | 200,000                                            | 28,400,000                        | —                                               |
| —                                             | —                                                | —                                         | —                                                   | 557,976                                            | —                                 | —                                               |
| 479,679                                       | 79,659                                           | 1,257,080                                 | 1,965,156                                           | 36,485                                             | 229,859                           | 710,464                                         |
| 3,210,864                                     | 789,677                                          | 40,400,000                                | 1,217,128                                           | 51,528                                             | 708,256                           | 1,911,427                                       |
| 97                                            | 569,069                                          | 2,082,266                                 | 427,360                                             | 54                                                 | —                                 | 2,979                                           |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | —                                                | 10,844,454                                | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| 91,905                                        | 3,649                                            | 254,606                                   | 237,922                                             | 23,342                                             | 246,844                           | 2,960                                           |
| 4,658                                         | 522                                              | 7,280                                     | 210                                                 | 17,877                                             | 50                                | 2,629                                           |
| <b>490,983,008</b>                            | <b>42,880,457</b>                                | <b>2,803,892,860</b>                      | <b>1,333,245,149</b>                                | <b>62,388,906</b>                                  | <b>593,209,218</b>                | <b>90,082,009</b>                               |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | 400,000                                         |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| 827,849                                       | 140,349                                          | 4,742,235                                 | 2,437,991                                           | 90,157                                             | 197,649                           | 378,661                                         |
| 325,788                                       | 25,298                                           | 1,667,653                                 | 1,022,555                                           | 51,321                                             | 491,142                           | 61,358                                          |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| 84,238                                        | 416,064                                          | 36,384,133                                | 8,087                                               | 187                                                | —                                 | 415,153                                         |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | 255,985                                          | 21,683,841                                | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | —                                                | 9,281,319                                 | —                                                   | —                                                  | —                                 | —                                               |
| —                                             | —                                                | —                                         | —                                                   | —                                                  | —                                 | —                                               |
| 25,020                                        | 356                                              | 46,800                                    | 3,526,603                                           | —                                                  | —                                 | 58,159                                          |
| 458,778                                       | 36,723                                           | 2,515,835                                 | 993,161                                             | 48,724                                             | 510,867                           | 83,491                                          |
| <b>1,721,673</b>                              | <b>874,775</b>                                   | <b>76,321,816</b>                         | <b>7,988,397</b>                                    | <b>190,389</b>                                     | <b>1,199,658</b>                  | <b>1,396,822</b>                                |
| <b>489,261,335</b>                            | <b>42,005,682</b>                                | <b>2,727,571,044</b>                      | <b>1,325,256,752</b>                                | <b>62,198,517</b>                                  | <b>592,009,560</b>                | <b>88,685,187</b>                               |
| 491,043,122                                   | 46,173,602                                       | 3,493,575,517                             | 1,362,948,539                                       | 60,858,969                                         | 600,802,071                       | 80,705,779                                      |
| 477,296,908                                   | 50,199,085                                       | 4,024,347,071                             | 972,545,333                                         | 58,942,475                                         | 548,136,949                       | 83,039,013                                      |
| 587,976,883                                   | 77,293,639                                       | 6,104,669,852                             | 904,666,591                                         | 77,986,365                                         | 847,214,503                       | 111,196,701                                     |

## Statement of Net Assets

As at June 30, 2024

|                                                                         | Templeton<br>Global Income<br>Fund<br>(USD) | Templeton<br>Global Smaller<br>Companies<br>Fund<br>(USD) | Templeton<br>Global Total<br>Return Fund<br>(USD) | Templeton<br>Growth (Euro)<br>Fund<br>(EUR) |
|-------------------------------------------------------------------------|---------------------------------------------|-----------------------------------------------------------|---------------------------------------------------|---------------------------------------------|
| <b>ASSETS</b>                                                           |                                             |                                                           |                                                   |                                             |
| Investments in securities at market value (notes 2(b), 3)               | 177,395,491                                 | 95,325,002                                                | 1,875,856,759                                     | 7,319,521,957                               |
| Cash at bank and at brokers                                             | 1,441,985                                   | 62,020                                                    | 56,840,755                                        | 9,159,291                                   |
| Time deposits (note 4)                                                  | —                                           | 4,000,000                                                 | —                                                 | 312,600,000                                 |
| Amounts receivable on sale of investments                               | 805,342                                     | —                                                         | —                                                 | 5,512,985                                   |
| Amounts receivable on subscriptions                                     | 43,785                                      | 26,765                                                    | 1,614,877                                         | 240,239                                     |
| Interest and dividends receivable, net                                  | 2,186,443                                   | 61,623                                                    | 43,278,290                                        | 4,447,397                                   |
| Unrealised profit on forward foreign exchange contracts (notes 2(c), 5) | 165,927                                     | —                                                         | 6,554,293                                         | —                                           |
| Unrealised profit on financial future contracts (notes 2(d), 6)         | —                                           | —                                                         | —                                                 | —                                           |
| Unrealised profit on interest rate swap contracts (notes 2(e), 7)       | —                                           | —                                                         | —                                                 | —                                           |
| Unrealised profit on total return swap contracts (notes 2(h), 8)        | —                                           | —                                                         | —                                                 | —                                           |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                                           | —                                                         | —                                                 | —                                           |
| Option contracts at market value (notes 2(k), 11)                       | —                                           | —                                                         | 6,265,704                                         | —                                           |
| Investment in mortgage dollar rolls at market value (notes 2(m), 12)    | —                                           | —                                                         | —                                                 | —                                           |
| Unrealised profit on contract for differences (notes 2(i), 9)           | —                                           | —                                                         | —                                                 | —                                           |
| Recoverable taxes                                                       | 183,153                                     | 90,482                                                    | 154,440                                           | 1,603,769                                   |
| Other receivables                                                       | 3,304                                       | 2,502                                                     | 82,907                                            | 2,477                                       |
| <b>TOTAL ASSETS</b>                                                     | <b>182,225,430</b>                          | <b>99,568,394</b>                                         | <b>1,990,648,025</b>                              | <b>7,653,088,115</b>                        |
| <b>LIABILITIES</b>                                                      |                                             |                                                           |                                                   |                                             |
| Amounts payable on purchases of investments                             | —                                           | —                                                         | —                                                 | —                                           |
| Amounts payable on purchase of mortgage dollar rolls (notes 2(m), 12)   | —                                           | —                                                         | —                                                 | —                                           |
| Amounts payable on redemptions                                          | 227,457                                     | 139,888                                                   | 6,176,952                                         | 896,894                                     |
| Investment management fees payable (note 14)                            | 125,278                                     | 82,259                                                    | 1,184,459                                         | 6,286,753                                   |
| Performance fees payable (note 15)                                      | —                                           | —                                                         | —                                                 | —                                           |
| Bank overdrafts                                                         | —                                           | —                                                         | —                                                 | —                                           |
| Unrealised loss on forward foreign exchange contracts (notes 2(c), 5)   | 1,125,276                                   | —                                                         | 25,236,024                                        | —                                           |
| Unrealised loss on financial future contracts (notes 2(d), 6)           | —                                           | —                                                         | —                                                 | —                                           |
| Unrealised loss on interest rate swap contracts (notes 2(e), 7)         | 171,633                                     | —                                                         | 7,199,228                                         | —                                           |
| Unrealised loss on total return swap contracts (notes 2(h), 8)          | —                                           | —                                                         | —                                                 | —                                           |
| Credit default swap contracts at market value (notes 2(j), 10)          | —                                           | —                                                         | —                                                 | —                                           |
| Option contracts at market value (notes 2(k), 11)                       | —                                           | —                                                         | 5,362,545                                         | —                                           |
| Unrealised loss on contract for differences (notes 2(i), 9)             | —                                           | —                                                         | —                                                 | —                                           |
| Taxes payable                                                           | 347,586                                     | 223,894                                                   | 1,390,740                                         | 5,013,144                                   |
| Expenses payable                                                        | 185,467                                     | 84,169                                                    | 1,919,982                                         | 6,397,285                                   |
| <b>TOTAL LIABILITIES</b>                                                | <b>2,182,697</b>                            | <b>530,210</b>                                            | <b>48,469,930</b>                                 | <b>18,594,076</b>                           |
| <b>TOTAL NET ASSETS</b>                                                 | <b>180,042,733</b>                          | <b>99,038,184</b>                                         | <b>1,942,178,095</b>                              | <b>7,634,494,039</b>                        |
| <b>THREE YEAR ASSET SUMMARY</b>                                         |                                             |                                                           |                                                   |                                             |
| June 30, 2023                                                           | 197,904,467                                 | 98,779,704                                                | 2,458,073,822                                     | 6,927,993,611                               |
| June 30, 2022                                                           | 207,580,604                                 | 95,762,804                                                | 3,041,706,164                                     | 6,401,429,968                               |
| June 30, 2021                                                           | 334,527,482                                 | 132,708,301                                               | 5,492,303,432                                     | 7,117,471,133                               |

\*Please refer Note 1 for fund events.



Statement of Net Assets

As at June 30, 2024

Templeton  
Latin America  
Fund  
(USD)

541,147,070

1,533,574

24,800,000

—

527,693

3,535,786

404,598

—

—

—

—

—

—

—

—

57

**571,948,778**

—

—

1,560,424

656,596

—

—

201,318

—

—

—

—

—

—

611,545

**3,029,883**

**568,918,895**

763,929,924

680,664,731

816,458,588

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

|                                                                                  | Total<br>(USD)        | Franklin<br>Biotechnology<br>Discovery Fund<br>(USD) | Franklin Disruptive<br>Commerce Fund<br>(USD) |
|----------------------------------------------------------------------------------|-----------------------|------------------------------------------------------|-----------------------------------------------|
| <b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>                                   | <b>61,168,580,011</b> | <b>1,721,081,398</b>                                 | <b>4,612,391</b>                              |
| Currency translation adjustment                                                  | (264,232,268)         | —                                                    | —                                             |
|                                                                                  | 60,904,347,743        | 1,721,081,398                                        | 4,612,391                                     |
| <b>INCOME</b>                                                                    |                       |                                                      |                                               |
| Dividends (net of withholding taxes) (note 2(n))                                 | 599,535,378           | 5,940,912                                            | 18,967                                        |
| Interest income on debt securities (net of withholding taxes) (note 2(n))        | 1,154,419,160         | 1,528,036                                            | 264                                           |
| Bank interest (note 2(n))                                                        | 10,386,488            | 88,600                                               | 3,000                                         |
| Securities lending (notes 2(o), 13)                                              | 2,514,048             | 30,191                                               | —                                             |
| Net interest income on swaps (note 2(n))                                         | 4,176,699             | —                                                    | —                                             |
| Sundry income (note 2(n))                                                        | 25,307,320            | —                                                    | —                                             |
| <b>TOTAL INCOME</b>                                                              | <b>1,796,339,093</b>  | <b>7,587,739</b>                                     | <b>22,231</b>                                 |
| <b>EXPENSES</b>                                                                  |                       |                                                      |                                               |
| Investment management fees, maintenance and service charges (notes 14,17 and 19) | 837,770,997           | 25,398,409                                           | 42,405                                        |
| Performance fees (note 15)                                                       | 25,472                | —                                                    | —                                             |
| Administration and transfer agency fees                                          | 144,320,300           | 3,887,910                                            | 10,583                                        |
| Directors fees (note 20)                                                         | 404,191               | 10,605                                               | 26                                            |
| Subscription tax (note 18)                                                       | 28,463,193            | 810,282                                              | 1,172                                         |
| Custodian fees                                                                   | 7,228,835             | 61,595                                               | —                                             |
| Audit fees                                                                       | 1,130,672             | 14,085                                               | 10,795                                        |
| Printing and publishing expenses                                                 | 2,816,191             | 60,513                                               | 3,578                                         |
| Bank charges                                                                     | 283,533               | —                                                    | —                                             |
| Net interest expenses on swaps                                                   | 18,788,981            | —                                                    | —                                             |
| Other charges (note 22)                                                          | 16,753,162            | 362,204                                              | 17,082                                        |
| <b>TOTAL EXPENSES</b>                                                            | <b>1,057,985,527</b>  | <b>30,605,603</b>                                    | <b>85,641</b>                                 |
| Expenses reimbursement (note 21)                                                 | (21,581,250)          | —                                                    | (34,472)                                      |
| <b>NET EXPENSES</b>                                                              | <b>1,036,404,277</b>  | <b>30,605,603</b>                                    | <b>51,169</b>                                 |
| <b>NET INCOME/(EXPENSES) FROM INVESTMENTS</b>                                    | <b>759,934,816</b>    | <b>(23,017,864)</b>                                  | <b>(28,938)</b>                               |
| Net realised profit/(loss) on sale of investments                                | 2,199,040,967         | 164,403,802                                          | (46,340)                                      |
| Net realised profit/(loss) on forward foreign exchange contracts                 | (287,573,785)         | (844,326)                                            | (2,325)                                       |
| Net realised profit/(loss) on financial future contracts                         | 286,812               | —                                                    | —                                             |
| Net realised profit/(loss) on cross currency swap contracts                      | 4,013                 | —                                                    | —                                             |
| Net realised profit/(loss) on interest rate swap contracts                       | (982,475)             | —                                                    | —                                             |
| Net realised profit/(loss) on total return swap contracts                        | 2,636,445             | —                                                    | —                                             |
| Net realised profit/(loss) on contract for differences                           | (9,769)               | —                                                    | —                                             |
| Net realised profit/(loss) on credit default swap contracts                      | (10,569,291)          | —                                                    | —                                             |
| Net realised profit/(loss) on option contracts                                   | (20,759,069)          | —                                                    | —                                             |
| Net realised profit/(loss) on mortgage dollar rolls                              | 614,965               | —                                                    | —                                             |
| Net realised profit/(loss) on foreign exchange transactions                      | 27,299,920            | 695,501                                              | (499)                                         |
| <b>NET REALISED PROFIT/(LOSS) FOR THE YEAR</b>                                   | <b>2,669,923,549</b>  | <b>141,237,113</b>                                   | <b>(78,102)</b>                               |
| Change in net unrealised appreciation/(depreciation) on:                         |                       |                                                      |                                               |
| Investments                                                                      | 6,229,399,098         | 253,187,599                                          | 887,424                                       |
| Forward foreign exchange contracts                                               | (102,929,716)         | (479,556)                                            | (1,108)                                       |
| Financial future contracts                                                       | 3,821,017             | —                                                    | —                                             |
| Cross currency swap contracts                                                    | (1,040)               | —                                                    | —                                             |
| Interest rate swap contracts                                                     | (19,247,800)          | —                                                    | —                                             |
| Total return swap contracts                                                      | (642,034)             | —                                                    | —                                             |
| Credit default swap contracts                                                    | 2,580,555             | —                                                    | —                                             |
| Option contracts                                                                 | (7,379,980)           | —                                                    | —                                             |
| Contract for differences                                                         | 6,130,895             | —                                                    | —                                             |
| Mortgage dollar rolls                                                            | 57,481                | —                                                    | —                                             |
| Foreign exchange transactions                                                    | (7,895,534)           | 21                                                   | —                                             |
| Capital gains tax                                                                | (121,431,498)         | —                                                    | —                                             |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>           | <b>8,652,384,993</b>  | <b>393,945,177</b>                                   | <b>808,214</b>                                |
| <b>MOVEMENT OF CAPITAL</b>                                                       |                       |                                                      |                                               |
| Issue of shares                                                                  | 22,029,101,214        | 472,099,386                                          | 442,792                                       |
| Redemption of shares                                                             | (21,609,977,500)      | (950,861,932)                                        | (2,355,213)                                   |
| Equalisation (note 25)                                                           | 30,815,857            | —                                                    | —                                             |
|                                                                                  | <b>449,939,571</b>    | <b>(478,762,546)</b>                                 | <b>(1,912,421)</b>                            |
| Dividends paid/accumulated                                                       | (876,542,239)         | —                                                    | —                                             |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL</b>  | <b>(426,602,668)</b>  | <b>(478,762,546)</b>                                 | <b>(1,912,421)</b>                            |
| <b>NET ASSETS AT THE END OF THE YEAR</b>                                         | <b>69,130,130,068</b> | <b>1,636,264,029</b>                                 | <b>3,508,184</b>                              |

\*Please refer Note 1 for fund events.

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

| Franklin<br>Diversified<br>Balanced Fund<br>(EUR) | Franklin<br>Diversified<br>Conservative<br>Fund<br>(EUR) | Franklin<br>Diversified<br>Dynamic Fund<br>(EUR) | Franklin<br>Emerging<br>Market<br>Corporate Debt<br>Fund<br>(USD) | Franklin<br>Emerging<br>Market<br>Sovereign Debt<br>Hard Currency<br>Fund<br>(USD) | Franklin<br>Emerging<br>Markets Debt<br>Opportunities<br>Hard Currency<br>Fund<br>(USD) | Franklin Euro<br>Government<br>Bond Fund<br>(EUR) | Franklin Euro<br>High Yield Fund<br>(EUR) |
|---------------------------------------------------|----------------------------------------------------------|--------------------------------------------------|-------------------------------------------------------------------|------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|---------------------------------------------------|-------------------------------------------|
| 187,667,257                                       | 94,619,069                                               | 144,016,675                                      | 16,323,931                                                        | 15,383,138                                                                         | 204,558,342                                                                             | 84,393,038                                        | 298,663,937                               |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| 187,667,257                                       | 94,619,069                                               | 144,016,675                                      | 16,323,931                                                        | 15,383,138                                                                         | 204,558,342                                                                             | 84,393,038                                        | 298,663,937                               |
| 2,442,916                                         | 472,498                                                  | 2,364,411                                        | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| 2,791,105                                         | 2,013,080                                                | 976,815                                          | 1,542,388                                                         | 819,504                                                                            | 13,693,788                                                                              | 2,089,286                                         | 16,496,559                                |
| 68,975                                            | 20,990                                                   | 52,080                                           | 1,923                                                             | 870                                                                                | 82,198                                                                                  | 36,445                                            | 425,983                                   |
| 8,752                                             | 970                                                      | 10,177                                           | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | 134                                       |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| 23,394                                            | 12,111                                                   | 17,917                                           | 6,481                                                             | —                                                                                  | —                                                                                       | 8,143                                             | —                                         |
| 5,335,142                                         | 2,519,649                                                | 3,421,400                                        | 1,550,792                                                         | 820,374                                                                            | 13,775,986                                                                              | 2,133,874                                         | 16,922,676                                |
| 1,924,936                                         | 908,846                                                  | 1,876,357                                        | 60,600                                                            | 52,620                                                                             | 1,190,201                                                                               | 476,833                                           | 3,436,197                                 |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| 420,558                                           | 204,632                                                  | 336,647                                          | 22,329                                                            | 26,311                                                                             | 431,926                                                                                 | 207,874                                           | 667,708                                   |
| 1,159                                             | 526                                                      | 965                                              | 144                                                               | 69                                                                                 | 1,295                                                                                   | 606                                               | 1,777                                     |
| 62,402                                            | 31,207                                                   | 61,568                                           | 2,984                                                             | 1,270                                                                              | 21,179                                                                                  | 26,550                                            | 123,604                                   |
| 21,243                                            | 8,175                                                    | 18,635                                           | 1,777                                                             | 156                                                                                | 19,735                                                                                  | 10,107                                            | 19,187                                    |
| 12,125                                            | 12,585                                                   | 12,569                                           | 13,159                                                            | 11,771                                                                             | 12,944                                                                                  | 8,327                                             | 11,985                                    |
| 11,983                                            | 8,439                                                    | 10,486                                           | 6,261                                                             | 1,359                                                                              | 13,570                                                                                  | 9,373                                             | 17,338                                    |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| 305,344                                           | 216,679                                                  | 211,881                                          | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| 92,406                                            | 80,436                                                   | 82,789                                           | 29,623                                                            | 27,390                                                                             | 67,425                                                                                  | 32,687                                            | 88,443                                    |
| 2,852,156                                         | 1,471,525                                                | 2,611,897                                        | 136,877                                                           | 120,946                                                                            | 1,758,275                                                                               | 772,357                                           | 4,366,239                                 |
| (21)                                              | (74,825)                                                 | (6,487)                                          | (44,048)                                                          | (41,432)                                                                           | (163,858)                                                                               | (89,517)                                          | (485,044)                                 |
| 2,852,135                                         | 1,396,700                                                | 2,605,410                                        | 92,829                                                            | 79,514                                                                             | 1,594,417                                                                               | 682,840                                           | 3,881,195                                 |
| 2,483,007                                         | 1,122,949                                                | 815,990                                          | 1,457,963                                                         | 740,860                                                                            | 12,181,569                                                                              | 1,451,034                                         | 13,041,481                                |
| 5,673,716                                         | 62,638                                                   | 6,205,439                                        | (75,413)                                                          | (2,757,689)                                                                        | (2,519,036)                                                                             | (7,209,649)                                       | (6,675,978)                               |
| (926,229)                                         | (511,317)                                                | (381,540)                                        | (20,625)                                                          | 37,108                                                                             | (3,831,353)                                                                             | —                                                 | (474,003)                                 |
| 555,082                                           | 332,795                                                  | 273,840                                          | —                                                                 | —                                                                                  | —                                                                                       | 315,611                                           | —                                         |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| (453,590)                                         | (215,935)                                                | (354,873)                                        | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| 35,331                                            | 27,858                                                   | 21,750                                           | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| (2,484,078)                                       | (889,965)                                                | (1,207,073)                                      | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| (49,110)                                          | 23,750                                                   | (69,667)                                         | 6,993                                                             | (1,947)                                                                            | 1,158,125                                                                               | (80)                                              | 75,473                                    |
| 4,834,129                                         | (47,227)                                                 | 5,303,866                                        | 1,368,918                                                         | (1,981,668)                                                                        | 6,989,305                                                                               | (5,443,084)                                       | 5,966,973                                 |
| 12,225,408                                        | 3,588,202                                                | 13,212,315                                       | 920,580                                                           | 3,162,355                                                                          | 10,191,565                                                                              | 7,257,807                                         | 21,148,225                                |
| (252,590)                                         | (97,469)                                                 | (113,578)                                        | 27,740                                                            | (2,486)                                                                            | (2,184,940)                                                                             | —                                                 | (158,183)                                 |
| 265,512                                           | 123,356                                                  | 221,957                                          | —                                                                 | —                                                                                  | —                                                                                       | (24,123)                                          | —                                         |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| (32,711)                                          | (14,353)                                                 | (27,296)                                         | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| (125,913)                                         | (90,737)                                                 | (88,629)                                         | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| (47,638)                                          | (59,640)                                                 | (6,696)                                          | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| —                                                 | —                                                        | —                                                | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| 9,651                                             | 3,034                                                    | (3,211)                                          | (531)                                                             | 97                                                                                 | (15,505)                                                                                | 3                                                 | 3,934                                     |
| (11,743)                                          | (1,442)                                                  | (13,652)                                         | —                                                                 | —                                                                                  | —                                                                                       | —                                                 | —                                         |
| 16,864,105                                        | 3,403,724                                                | 18,485,076                                       | 2,316,707                                                         | 1,178,298                                                                          | 14,980,425                                                                              | 1,790,603                                         | 26,960,949                                |
| 8,611,292                                         | 2,586,691                                                | 10,018,032                                       | 17,678,417                                                        | 1,987,860                                                                          | 19,833,325                                                                              | 68,768,192                                        | 55,821,024                                |
| (28,557,561)                                      | (23,711,313)                                             | (7,912,588)                                      | (9,261,605)                                                       | (18,519,882)                                                                       | (23,742,233)                                                                            | (43,622,138)                                      | (110,805,962)                             |
| (246,599)                                         | (211,085)                                                | (2,186)                                          | 80,851                                                            | (29,414)                                                                           | (699,016)                                                                               | 198,863                                           | (2,086,976)                               |
| (20,192,868)                                      | (21,335,707)                                             | 2,103,258                                        | 8,497,663                                                         | (16,561,436)                                                                       | (4,607,924)                                                                             | 25,344,917                                        | (57,071,914)                              |
| (859,415)                                         | (700,353)                                                | (151,324)                                        | (762,923)                                                         | —                                                                                  | (9,516,812)                                                                             | (238,624)                                         | (9,130,506)                               |
| (21,052,283)                                      | (22,036,060)                                             | 1,951,934                                        | 7,734,740                                                         | (16,561,436)                                                                       | (14,124,736)                                                                            | 25,106,293                                        | (66,202,420)                              |
| 183,479,079                                       | 75,986,733                                               | 164,453,685                                      | 26,375,378                                                        | —                                                                                  | 205,414,031                                                                             | 111,289,934                                       | 259,422,466                               |

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

|                                                                                  | Franklin Euro Short<br>Duration Bond Fund<br>(EUR) | Franklin European<br>Corporate Bond<br>Fund<br>(EUR) | Franklin European<br>Social Leaders Bond<br>Fund<br>(EUR) |
|----------------------------------------------------------------------------------|----------------------------------------------------|------------------------------------------------------|-----------------------------------------------------------|
| <b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>                                   | <b>1,067,959,345</b>                               | <b>48,713,162</b>                                    | <b>10,963,469</b>                                         |
| Currency translation adjustment                                                  | —                                                  | —                                                    | —                                                         |
|                                                                                  | 1,067,959,345                                      | 48,713,162                                           | 10,963,469                                                |
| <b>INCOME</b>                                                                    |                                                    |                                                      |                                                           |
| Dividends (net of withholding taxes) (note 2(n))                                 | —                                                  | —                                                    | —                                                         |
| Interest income on debt securities (net of withholding taxes) (note 2(n))        | 38,643,285                                         | 1,414,566                                            | 362,402                                                   |
| Bank interest (note 2(n))                                                        | 539,620                                            | 14,663                                               | 2,208                                                     |
| Securities lending (notes 2(o), 13)                                              | —                                                  | —                                                    | —                                                         |
| Net interest income on swaps (note 2(n))                                         | —                                                  | —                                                    | —                                                         |
| Sundry income (note 2(n))                                                        | 8,731                                              | 994                                                  | 336                                                       |
| <b>TOTAL INCOME</b>                                                              | <b>39,191,636</b>                                  | <b>1,430,223</b>                                     | <b>364,946</b>                                            |
| <b>EXPENSES</b>                                                                  |                                                    |                                                      |                                                           |
| Investment management fees, maintenance and service charges (notes 14,17 and 19) | 2,338,135                                          | 309,880                                              | 36,769                                                    |
| Performance fees (note 15)                                                       | —                                                  | —                                                    | —                                                         |
| Administration and transfer agency fees                                          | 2,721,172                                          | 93,295                                               | 24,327                                                    |
| Directors fees (note 20)                                                         | 9,157                                              | 264                                                  | 71                                                        |
| Subscription tax (note 18)                                                       | 701,323                                            | 15,474                                               | 1,955                                                     |
| Custodian fees                                                                   | 120,283                                            | 3,351                                                | 372                                                       |
| Audit fees                                                                       | 10,703                                             | 8,977                                                | 11,049                                                    |
| Printing and publishing expenses                                                 | 67,622                                             | 7,665                                                | 6,335                                                     |
| Bank charges                                                                     | —                                                  | —                                                    | —                                                         |
| Net interest expenses on swaps                                                   | —                                                  | —                                                    | —                                                         |
| Other charges (note 22)                                                          | 288,186                                            | 32,417                                               | 27,066                                                    |
| <b>TOTAL EXPENSES</b>                                                            | <b>6,256,581</b>                                   | <b>471,323</b>                                       | <b>107,944</b>                                            |
| Expenses reimbursement (note 21)                                                 | (3,175,327)                                        | (85,990)                                             | (53,039)                                                  |
| <b>NET EXPENSES</b>                                                              | <b>3,081,254</b>                                   | <b>385,333</b>                                       | <b>54,905</b>                                             |
| <b>NET INCOME/(EXPENSES) FROM INVESTMENTS</b>                                    | <b>36,110,382</b>                                  | <b>1,044,890</b>                                     | <b>310,041</b>                                            |
| Net realised profit/(loss) on sale of investments                                | (1,902,735)                                        | (1,903,732)                                          | (46,261)                                                  |
| Net realised profit/(loss) on forward foreign exchange contracts                 | 213,865                                            | —                                                    | (5,328)                                                   |
| Net realised profit/(loss) on financial future contracts                         | 1,590,180                                          | 2,464                                                | 29,826                                                    |
| Net realised profit/(loss) on cross currency swap contracts                      | —                                                  | —                                                    | —                                                         |
| Net realised profit/(loss) on interest rate swap contracts                       | —                                                  | —                                                    | —                                                         |
| Net realised profit/(loss) on total return swap contracts                        | —                                                  | —                                                    | —                                                         |
| Net realised profit/(loss) on contract for differences                           | —                                                  | —                                                    | —                                                         |
| Net realised profit/(loss) on credit default swap contracts                      | —                                                  | —                                                    | —                                                         |
| Net realised profit/(loss) on option contracts                                   | —                                                  | —                                                    | —                                                         |
| Net realised profit/(loss) on mortgage dollar rolls                              | —                                                  | —                                                    | —                                                         |
| Net realised profit/(loss) on foreign exchange transactions                      | (92,068)                                           | 11,498                                               | 73                                                        |
| <b>NET REALISED PROFIT/(LOSS) FOR THE YEAR</b>                                   | <b>35,919,624</b>                                  | <b>(844,880)</b>                                     | <b>288,351</b>                                            |
| Change in net unrealised appreciation/(depreciation) on:                         |                                                    |                                                      |                                                           |
| Investments                                                                      | 16,141,876                                         | 3,377,536                                            | 198,231                                                   |
| Forward foreign exchange contracts                                               | (234,333)                                          | —                                                    | (3,078)                                                   |
| Financial future contracts                                                       | (18,019)                                           | (9,790)                                              | —                                                         |
| Cross currency swap contracts                                                    | —                                                  | —                                                    | —                                                         |
| Interest rate swap contracts                                                     | —                                                  | —                                                    | —                                                         |
| Total return swap contracts                                                      | —                                                  | —                                                    | —                                                         |
| Credit default swap contracts                                                    | —                                                  | —                                                    | —                                                         |
| Option contracts                                                                 | —                                                  | —                                                    | —                                                         |
| Contract for differences                                                         | —                                                  | —                                                    | —                                                         |
| Mortgage dollar rolls                                                            | —                                                  | —                                                    | —                                                         |
| Foreign exchange transactions                                                    | 25,945                                             | 128                                                  | 129                                                       |
| Capital gains tax                                                                | —                                                  | —                                                    | —                                                         |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>           | <b>51,835,093</b>                                  | <b>2,522,994</b>                                     | <b>483,633</b>                                            |
| <b>MOVEMENT OF CAPITAL</b>                                                       |                                                    |                                                      |                                                           |
| Issue of shares                                                                  | 2,244,703,122                                      | 13,208,361                                           | 422,043                                                   |
| Redemption of shares                                                             | (754,074,048)                                      | (23,647,752)                                         | (252,133)                                                 |
| Equalisation (note 25)                                                           | 25,800,802                                         | (96,145)                                             | (2,722)                                                   |
|                                                                                  | <b>1,516,429,876</b>                               | <b>(10,535,536)</b>                                  | <b>167,188</b>                                            |
| Dividends paid/accumulated                                                       | (218,601)                                          | (302,745)                                            | (132,250)                                                 |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL</b>  | <b>1,516,211,275</b>                               | <b>(10,838,281)</b>                                  | <b>34,938</b>                                             |
| <b>NET ASSETS AT THE END OF THE YEAR</b>                                         | <b>2,636,005,713</b>                               | <b>40,397,875</b>                                    | <b>11,482,040</b>                                         |

\*Please refer Note 1 for fund events.

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

| Franklin European Total Return Fund (EUR) | Franklin Flexible Alpha Bond Fund (USD) | Franklin Genomic Advancements Fund (USD) | Franklin Global Aggregate Bond Fund* (USD) | Franklin Global Convertible Securities Fund (USD) | Franklin Global Corporate Investment Grade Bond Fund (USD) | Franklin Global Fundamental Strategies Fund (USD) | Franklin Global Green Bond Fund (EUR) |
|-------------------------------------------|-----------------------------------------|------------------------------------------|--------------------------------------------|---------------------------------------------------|------------------------------------------------------------|---------------------------------------------------|---------------------------------------|
| 1,310,735,869                             | 40,209,226                              | 3,213,560                                | 9,428,156                                  | 926,305,628                                       | 7,190,346                                                  | 1,065,787,510                                     | 7,980,141                             |
| —                                         | —                                       | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| 1,310,735,869                             | 40,209,226                              | 3,213,560                                | 9,428,156                                  | 926,305,628                                       | 7,190,346                                                  | 1,065,787,510                                     | 7,980,141                             |
| —                                         | —                                       | 6,295                                    | —                                          | 1,579,817                                         | —                                                          | 5,680,097                                         | —                                     |
| 49,388,117                                | 1,933,216                               | 3,088                                    | 210,867                                    | 11,127,614                                        | 267,388                                                    | 25,346,987                                        | 325,504                               |
| 767,228                                   | 15,133                                  | 1,443                                    | 15,715                                     | 104,542                                           | 11,394                                                     | 280,156                                           | 15                                    |
| —                                         | —                                       | —                                        | —                                          | 313                                               | —                                                          | —                                                 | —                                     |
| —                                         | 238,204                                 | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| 142,756                                   | 20,010                                  | —                                        | 580                                        | —                                                 | —                                                          | 258,243                                           | 296                                   |
| <b>50,298,101</b>                         | <b>2,206,563</b>                        | <b>10,826</b>                            | <b>227,162</b>                             | <b>12,812,286</b>                                 | <b>278,782</b>                                             | <b>31,565,483</b>                                 | <b>325,815</b>                        |
| 4,893,011                                 | 145,073                                 | 34,183                                   | 59,654                                     | 8,052,590                                         | 28,246                                                     | 16,217,358                                        | 24,544                                |
| —                                         | —                                       | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| 3,675,345                                 | 28,729                                  | 7,777                                    | 16,250                                     | 1,805,806                                         | 15,389                                                     | 2,522,845                                         | 17,823                                |
| 11,332                                    | 273                                     | 21                                       | 23                                         | 4,944                                             | 44                                                         | 5,556                                             | 51                                    |
| 706,069                                   | 9,136                                   | 1,102                                    | 2,380                                      | 250,271                                           | 3,568                                                      | 534,835                                           | 4,139                                 |
| 142,350                                   | 1,991                                   | —                                        | 273                                        | 27,139                                            | 343                                                        | 114,138                                           | —                                     |
| 10,340                                    | 15,241                                  | 10,983                                   | 13,446                                     | 13,385                                            | 11,273                                                     | 12,680                                            | 9,244                                 |
| 88,937                                    | 7,055                                   | 3,566                                    | 689                                        | 34,792                                            | 2,360                                                      | 44,466                                            | 5,399                                 |
| —                                         | —                                       | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| —                                         | 102,156                                 | —                                        | —                                          | —                                                 | —                                                          | 692,096                                           | —                                     |
| 382,175                                   | 128,673                                 | 16,945                                   | 44,700                                     | 176,021                                           | 19,091                                                     | 284,742                                           | 11,279                                |
| <b>9,909,559</b>                          | <b>438,327</b>                          | <b>74,577</b>                            | <b>137,415</b>                             | <b>10,364,948</b>                                 | <b>80,314</b>                                              | <b>20,428,716</b>                                 | <b>72,479</b>                         |
| (2,958,723)                               | (130,506)                               | (33,399)                                 | (66,298)                                   | (1,046)                                           | (37,945)                                                   | (4,631)                                           | (35,662)                              |
| <b>6,950,836</b>                          | <b>307,821</b>                          | <b>41,178</b>                            | <b>71,117</b>                              | <b>10,363,902</b>                                 | <b>42,369</b>                                              | <b>20,424,085</b>                                 | <b>36,817</b>                         |
| <b>43,347,265</b>                         | <b>1,898,742</b>                        | <b>(30,352)</b>                          | <b>156,045</b>                             | <b>2,448,384</b>                                  | <b>236,413</b>                                             | <b>11,141,398</b>                                 | <b>288,998</b>                        |
| (85,539,692)                              | (795,115)                               | (462,985)                                | (570,520)                                  | 657,821                                           | (272,990)                                                  | 9,844,979                                         | (57,403)                              |
| 3,810,583                                 | (286,793)                               | (1,901)                                  | (103,993)                                  | (4,995,832)                                       | —                                                          | (7,124,242)                                       | (73,027)                              |
| 6,676,372                                 | 344,057                                 | —                                        | 26,044                                     | —                                                 | —                                                          | (4,640,368)                                       | 22,859                                |
| —                                         | —                                       | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| —                                         | (90,035)                                | —                                        | —                                          | —                                                 | —                                                          | (41,043)                                          | —                                     |
| —                                         | 13,898                                  | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| —                                         | —                                       | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| —                                         | 81,843                                  | —                                        | —                                          | —                                                 | —                                                          | (51,174)                                          | —                                     |
| —                                         | (70,425)                                | —                                        | —                                          | —                                                 | —                                                          | (840,849)                                         | —                                     |
| —                                         | —                                       | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| 35,658                                    | 31,358                                  | 390                                      | (13,307)                                   | 1,174,328                                         | 3,145                                                      | 788,091                                           | 12                                    |
| <b>(31,669,814)</b>                       | <b>1,127,530</b>                        | <b>(494,848)</b>                         | <b>(505,731)</b>                           | <b>(715,299)</b>                                  | <b>(33,432)</b>                                            | <b>9,076,792</b>                                  | <b>181,439</b>                        |
| 119,042,025                               | 1,068,910                               | 635,143                                  | 876,444                                    | 57,374,714                                        | 292,401                                                    | 119,234,840                                       | 243,462                               |
| (440,720)                                 | (21,586)                                | (701)                                    | 21,014                                     | (3,314,855)                                       | —                                                          | (2,237,919)                                       | (10,208)                              |
| 1,691,934                                 | (156,993)                               | —                                        | 5,571                                      | —                                                 | —                                                          | 260,928                                           | —                                     |
| —                                         | —                                       | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| —                                         | 15,661                                  | —                                        | —                                          | —                                                 | —                                                          | (848,964)                                         | —                                     |
| —                                         | 70,545                                  | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| —                                         | (14,337)                                | —                                        | —                                          | —                                                 | —                                                          | (69,685)                                          | —                                     |
| —                                         | 67                                      | —                                        | —                                          | —                                                 | —                                                          | (335,599)                                         | —                                     |
| —                                         | —                                       | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| —                                         | —                                       | —                                        | —                                          | —                                                 | —                                                          | —                                                 | —                                     |
| 53,001                                    | (2,695)                                 | 1                                        | (18,043)                                   | (19,600)                                          | (6,283)                                                    | (225,651)                                         | 512                                   |
| —                                         | —                                       | —                                        | —                                          | —                                                 | —                                                          | (294,165)                                         | —                                     |
| <b>88,676,426</b>                         | <b>2,087,102</b>                        | <b>139,595</b>                           | <b>379,255</b>                             | <b>53,324,960</b>                                 | <b>252,686</b>                                             | <b>124,560,577</b>                                | <b>415,205</b>                        |
| 1,149,105,067                             | 14,068,629                              | 363,250                                  | 5,732,712                                  | 1,829,242                                         | —                                                          | 48,611,210                                        | —                                     |
| (468,019,051)                             | (7,074,448)                             | (46,466)                                 | (15,476,806)                               | (226,992,156)                                     | —                                                          | (147,887,117)                                     | —                                     |
| 7,977,890                                 | 223,223                                 | —                                        | (26,950)                                   | (372,458)                                         | —                                                          | (427,232)                                         | —                                     |
| <b>689,063,906</b>                        | <b>7,217,404</b>                        | <b>316,784</b>                           | <b>(9,771,044)</b>                         | <b>(225,535,372)</b>                              | <b>—</b>                                                   | <b>(99,703,139)</b>                               | <b>—</b>                              |
| (10,322,679)                              | (24,715)                                | —                                        | (36,367)                                   | —                                                 | (231,200)                                                  | (3,311,775)                                       | —                                     |
| 678,741,227                               | 7,192,689                               | 316,784                                  | (9,807,411)                                | (225,535,372)                                     | (231,200)                                                  | (103,014,914)                                     | —                                     |
| <b>2,078,153,522</b>                      | <b>49,489,017</b>                       | <b>3,669,939</b>                         | <b>—</b>                                   | <b>754,095,216</b>                                | <b>7,211,832</b>                                           | <b>1,087,333,173</b>                              | <b>8,395,346</b>                      |

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

|                                                                                  | Franklin Global<br>Growth Fund<br>(USD) | Franklin Global<br>Income Fund<br>(USD) | Franklin Global<br>Multi-Asset Income<br>Fund<br>(EUR) |
|----------------------------------------------------------------------------------|-----------------------------------------|-----------------------------------------|--------------------------------------------------------|
| <b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>                                   | <b>242,806,724</b>                      | <b>38,176,341</b>                       | <b>125,019,860</b>                                     |
| Currency translation adjustment                                                  | —                                       | —                                       | —                                                      |
|                                                                                  | 242,806,724                             | 38,176,341                              | 125,019,860                                            |
| <b>INCOME</b>                                                                    |                                         |                                         |                                                        |
| Dividends (net of withholding taxes) (note 2(n))                                 | 974,201                                 | 2,646,034                               | 2,119,186                                              |
| Interest income on debt securities (net of withholding taxes) (note 2(n))        | 231,205                                 | 4,545,777                               | 1,986,964                                              |
| Bank interest (note 2(n))                                                        | 3,834                                   | 12,554                                  | 13,925                                                 |
| Securities lending (notes 2(o), 13)                                              | 7,300                                   | —                                       | 9,057                                                  |
| Net interest income on swaps (note 2(n))                                         | —                                       | —                                       | —                                                      |
| Sundry income (note 2(n))                                                        | —                                       | 4,357                                   | 2,448,221                                              |
| <b>TOTAL INCOME</b>                                                              | <b>1,216,540</b>                        | <b>7,208,722</b>                        | <b>6,577,353</b>                                       |
| <b>EXPENSES</b>                                                                  |                                         |                                         |                                                        |
| Investment management fees, maintenance and service charges (notes 14,17 and 19) | 3,638,831                               | 1,028,244                               | 1,709,590                                              |
| Performance fees (note 15)                                                       | —                                       | —                                       | —                                                      |
| Administration and transfer agency fees                                          | 634,534                                 | 247,705                                 | 289,253                                                |
| Directors fees (note 20)                                                         | 1,337                                   | 745                                     | 776                                                    |
| Subscription tax (note 18)                                                       | 107,257                                 | 29,717                                  | 49,987                                                 |
| Custodian fees                                                                   | 10,201                                  | 5,290                                   | 9,884                                                  |
| Audit fees                                                                       | 11,242                                  | 13,580                                  | 13,404                                                 |
| Printing and publishing expenses                                                 | 12,887                                  | 9,986                                   | 10,981                                                 |
| Bank charges                                                                     | —                                       | —                                       | —                                                      |
| Net interest expenses on swaps                                                   | —                                       | —                                       | 211,865                                                |
| Other charges (note 22)                                                          | 85,332                                  | 63,787                                  | 70,899                                                 |
| <b>TOTAL EXPENSES</b>                                                            | <b>4,501,621</b>                        | <b>1,399,054</b>                        | <b>2,366,639</b>                                       |
| Expenses reimbursement (note 21)                                                 | (4,191)                                 | (152,050)                               | (46,437)                                               |
| <b>NET EXPENSES</b>                                                              | <b>4,497,430</b>                        | <b>1,247,004</b>                        | <b>2,320,202</b>                                       |
| <b>NET INCOME/(EXPENSES) FROM INVESTMENTS</b>                                    | <b>(3,280,890)</b>                      | <b>5,961,718</b>                        | <b>4,257,151</b>                                       |
| Net realised profit/(loss) on sale of investments                                | 5,165,495                               | (264,428)                               | 1,134,853                                              |
| Net realised profit/(loss) on forward foreign exchange contracts                 | —                                       | (152,003)                               | 75,638                                                 |
| Net realised profit/(loss) on financial future contracts                         | —                                       | (124,124)                               | 233,170                                                |
| Net realised profit/(loss) on cross currency swap contracts                      | —                                       | —                                       | —                                                      |
| Net realised profit/(loss) on interest rate swap contracts                       | —                                       | —                                       | 58,021                                                 |
| Net realised profit/(loss) on total return swap contracts                        | —                                       | —                                       | 22,726                                                 |
| Net realised profit/(loss) on contract for differences                           | —                                       | —                                       | —                                                      |
| Net realised profit/(loss) on credit default swap contracts                      | —                                       | —                                       | —                                                      |
| Net realised profit/(loss) on option contracts                                   | —                                       | 24,340                                  | (809,750)                                              |
| Net realised profit/(loss) on mortgage dollar rolls                              | —                                       | —                                       | —                                                      |
| Net realised profit/(loss) on foreign exchange transactions                      | 225,479                                 | 40,591                                  | (131,955)                                              |
| <b>NET REALISED PROFIT/(LOSS) FOR THE YEAR</b>                                   | <b>2,110,084</b>                        | <b>5,486,094</b>                        | <b>4,839,854</b>                                       |
| Change in net unrealised appreciation/(depreciation) on:                         |                                         |                                         |                                                        |
| Investments                                                                      | 3,656,928                               | 1,311,491                               | 4,189,671                                              |
| Forward foreign exchange contracts                                               | —                                       | (121,059)                               | 266,879                                                |
| Financial future contracts                                                       | —                                       | 4,178                                   | 180,564                                                |
| Cross currency swap contracts                                                    | —                                       | —                                       | —                                                      |
| Interest rate swap contracts                                                     | —                                       | —                                       | (21,247)                                               |
| Total return swap contracts                                                      | —                                       | —                                       | (80,939)                                               |
| Credit default swap contracts                                                    | —                                       | —                                       | —                                                      |
| Option contracts                                                                 | —                                       | —                                       | 168,415                                                |
| Contract for differences                                                         | —                                       | —                                       | —                                                      |
| Mortgage dollar rolls                                                            | —                                       | —                                       | —                                                      |
| Foreign exchange transactions                                                    | 27,711                                  | (173)                                   | 180,388                                                |
| Capital gains tax                                                                | —                                       | —                                       | (678)                                                  |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>           | <b>5,794,723</b>                        | <b>6,680,531</b>                        | <b>9,722,907</b>                                       |
| <b>MOVEMENT OF CAPITAL</b>                                                       |                                         |                                         |                                                        |
| Issue of shares                                                                  | 17,955,850                              | 112,585,470                             | 15,796,546                                             |
| Redemption of shares                                                             | (60,623,849)                            | (22,817,331)                            | (21,376,293)                                           |
| Equalisation (note 25)                                                           | (101)                                   | (244,442)                               | (43,399)                                               |
|                                                                                  | <b>(42,668,100)</b>                     | <b>89,523,697</b>                       | <b>(5,623,146)</b>                                     |
| Dividends paid/accumulated                                                       | —                                       | (1,932,358)                             | (3,193,640)                                            |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL</b>  | <b>(42,668,100)</b>                     | <b>87,591,339</b>                       | <b>(8,816,786)</b>                                     |
| <b>NET ASSETS AT THE END OF THE YEAR</b>                                         | <b>205,933,347</b>                      | <b>132,448,211</b>                      | <b>125,925,981</b>                                     |

\*Please refer Note 1 for fund events.

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

| Franklin Global<br>Real Estate<br>Fund<br>(USD) | Franklin Gold<br>and Precious<br>Metals Fund<br>(USD) | Franklin Gulf<br>Wealth Bond<br>Fund<br>(USD) | Franklin High<br>Yield Fund<br>(USD) | Franklin<br>Income Fund<br>(USD) | Franklin India<br>Fund<br>(USD) | Franklin<br>Innovation<br>Fund<br>(USD) | Franklin<br>Intelligent<br>Machines Fund<br>(USD) |
|-------------------------------------------------|-------------------------------------------------------|-----------------------------------------------|--------------------------------------|----------------------------------|---------------------------------|-----------------------------------------|---------------------------------------------------|
| 102,352,839                                     | 407,930,908                                           | 367,788,422                                   | 948,529,566                          | 3,800,287,627                    | 1,334,994,536                   | 392,377,235                             | 7,236,856                                         |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| 102,352,839                                     | 407,930,908                                           | 367,788,422                                   | 948,529,566                          | 3,800,287,627                    | 1,334,994,536                   | 392,377,235                             | 7,236,856                                         |
| 2,886,756                                       | 5,172,250                                             | —                                             | —                                    | 111,653,926                      | 12,517,641                      | 1,127,995                               | 44,543                                            |
| 34,073                                          | 254,439                                               | 18,449,110                                    | 64,531,303                           | 182,935,912                      | 1,844,413                       | 168,838                                 | 23,620                                            |
| 5,714                                           | 21,254                                                | 7,620                                         | 40,410                               | 813,140                          | 20,542                          | 31,034                                  | 992                                               |
| 8,147                                           | 514,130                                               | —                                             | —                                    | 48,815                           | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | 335,200                                       | 4,014                                | 17,973,269                       | —                               | —                                       | —                                                 |
| 2,934,690                                       | 5,962,073                                             | 18,791,930                                    | 64,575,727                           | 313,425,062                      | 14,382,596                      | 1,327,867                               | 69,155                                            |
| 1,430,156                                       | 5,846,330                                             | 2,917,539                                     | 11,313,852                           | 70,473,087                       | 25,515,058                      | 5,619,103                               | 201,735                                           |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| 262,065                                         | 912,838                                               | 733,904                                       | 2,138,604                            | 10,990,575                       | 4,474,548                       | 999,196                                 | 31,290                                            |
| 631                                             | 2,459                                                 | 1,984                                         | 5,971                                | 30,846                           | 13,643                          | 2,700                                   | 99                                                |
| 41,860                                          | 174,839                                               | 121,122                                       | 460,041                              | 2,401,987                        | 865,302                         | 170,337                                 | 6,394                                             |
| 9,896                                           | 37,786                                                | 25,894                                        | 34,292                               | 231,036                          | 364,029                         | 18,145                                  | 152                                               |
| 14,295                                          | 10,985                                                | 13,861                                        | 13,701                               | 13,271                           | 14,242                          | 13,061                                  | 10,794                                            |
| 8,829                                           | 18,067                                                | 20,284                                        | 42,575                               | 193,059                          | 98,507                          | 24,494                                  | 4,126                                             |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | 1,671,707                                     | —                                    | —                                | —                               | —                                       | —                                                 |
| 59,454                                          | 234,613                                               | 114,590                                       | 228,322                              | 953,274                          | 477,743                         | 99,597                                  | 19,136                                            |
| 1,827,186                                       | 7,237,917                                             | 5,620,885                                     | 14,237,358                           | 85,287,135                       | 31,823,072                      | 6,946,633                               | 273,726                                           |
| —                                               | (380)                                                 | (9)                                           | —                                    | (217)                            | (3,409)                         | (248,248)                               | (39,080)                                          |
| 1,827,186                                       | 7,237,537                                             | 5,620,876                                     | 14,237,358                           | 85,286,918                       | 31,819,663                      | 6,698,385                               | 234,646                                           |
| 1,107,504                                       | (1,275,464)                                           | 13,171,054                                    | 50,338,369                           | 228,138,144                      | (17,437,067)                    | (5,370,518)                             | (165,491)                                         |
| (6,062,464)                                     | 2,315,934                                             | (15,631,682)                                  | 4,193,980                            | 57,687,898                       | 145,036,437                     | 22,218,596                              | (252,759)                                         |
| (646,223)                                       | (685,014)                                             | (722,333)                                     | (379,138)                            | (25,020,803)                     | (664,871)                       | (2,436,486)                             | (18,779)                                          |
| —                                               | —                                                     | —                                             | —                                    | (9,068,465)                      | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | 155,666                                       | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | (193,432)                                     | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | 12,959,169                       | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| 96,002                                          | 144,938                                               | 427,212                                       | 283,284                              | 4,502,587                        | (212,736)                       | 463,146                                 | 2,800                                             |
| (5,505,181)                                     | 500,394                                               | (2,793,515)                                   | 54,436,495                           | 269,198,530                      | 126,721,763                     | 14,874,738                              | (434,229)                                         |
| 7,749,459                                       | 49,934,236                                            | 17,855,567                                    | 39,552,346                           | 17,718,297                       | 493,926,739                     | 107,119,539                             | 4,162,451                                         |
| (202,817)                                       | (464,679)                                             | (1,121,084)                                   | 45,704                               | (5,777,638)                      | (491,538)                       | (2,256,883)                             | (11,609)                                          |
| —                                               | —                                                     | —                                             | —                                    | 1,502,045                        | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | (963,030)                                     | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | 178,046                                       | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | 163,031                          | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| —                                               | —                                                     | —                                             | —                                    | —                                | —                               | —                                       | —                                                 |
| 2,565                                           | (1,126)                                               | —                                             | (23)                                 | (61,827)                         | 758,703                         | (358)                                   | 15                                                |
| —                                               | —                                                     | —                                             | —                                    | —                                | (73,196,041)                    | —                                       | —                                                 |
| 2,044,026                                       | 49,968,825                                            | 13,155,984                                    | 94,034,522                           | 282,742,438                      | 547,719,626                     | 119,737,036                             | 3,716,628                                         |
| 29,462,940                                      | 120,114,051                                           | 85,198,299                                    | 132,927,480                          | 5,092,941,600                    | 1,748,413,209                   | 71,624,976                              | 15,164,080                                        |
| (35,172,947)                                    | (160,178,389)                                         | (182,982,828)                                 | (122,453,781)                        | (3,252,858,397)                  | (865,892,983)                   | (109,576,002)                           | (1,823,563)                                       |
| (53,163)                                        | (74,973)                                              | (2,229,793)                                   | 2,379,450                            | 1,881,256                        | 111,095                         | —                                       | —                                                 |
| (5,763,170)                                     | (40,139,311)                                          | (100,014,322)                                 | 12,853,149                           | 1,841,964,459                    | 882,631,321                     | (37,951,026)                            | 13,340,517                                        |
| (496,799)                                       | —                                                     | (8,785,677)                                   | (55,858,147)                         | (355,111,931)                    | (14)                            | —                                       | —                                                 |
| (6,259,969)                                     | (40,139,311)                                          | (108,799,999)                                 | (43,004,998)                         | 1,486,852,528                    | 882,631,307                     | (37,951,026)                            | 13,340,517                                        |
| 98,136,896                                      | 417,760,422                                           | 272,144,407                                   | 999,559,090                          | 5,569,882,593                    | 2,765,345,469                   | 474,163,245                             | 24,294,001                                        |

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

|                                                                                  | Franklin Japan Fund<br>(JPY) | Franklin K2<br>Alternative<br>Strategies Fund<br>(USD) | Franklin MENA Fund<br>(USD) |
|----------------------------------------------------------------------------------|------------------------------|--------------------------------------------------------|-----------------------------|
| <b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>                                   | <b>9,064,963,673</b>         | <b>896,346,291</b>                                     | <b>57,746,962</b>           |
| Currency translation adjustment                                                  | —                            | —                                                      | —                           |
|                                                                                  | 9,064,963,673                | 896,346,291                                            | 57,746,962                  |
| <b>INCOME</b>                                                                    |                              |                                                        |                             |
| Dividends (net of withholding taxes) (note 2(n))                                 | 246,748,935                  | 1,567,906                                              | 2,420,933                   |
| Interest income on debt securities (net of withholding taxes) (note 2(n))        | —                            | 27,410,574                                             | 44,177                      |
| Bank interest (note 2(n))                                                        | —                            | 706,781                                                | —                           |
| Securities lending (notes 2(o), 13)                                              | 1,114,505                    | —                                                      | —                           |
| Net interest income on swaps (note 2(n))                                         | —                            | —                                                      | —                           |
| Sundry income (note 2(n))                                                        | —                            | 382,102                                                | —                           |
| <b>TOTAL INCOME</b>                                                              | <b>247,863,440</b>           | <b>30,067,363</b>                                      | <b>2,465,110</b>            |
| <b>EXPENSES</b>                                                                  |                              |                                                        |                             |
| Investment management fees, maintenance and service charges (notes 14,17 and 19) | 182,080,470                  | 14,981,665                                             | 1,307,232                   |
| Performance fees (note 15)                                                       | —                            | 25,472                                                 | —                           |
| Administration and transfer agency fees                                          | 33,220,498                   | 1,634,122                                              | 182,999                     |
| Directors fees (note 20)                                                         | 93,218                       | 6,803                                                  | 409                         |
| Subscription tax (note 18)                                                       | 6,128,068                    | 219,567                                                | 31,330                      |
| Custodian fees                                                                   | 854,429                      | 561,728                                                | 129,392                     |
| Audit fees                                                                       | 1,510,018                    | 40,450                                                 | 12,925                      |
| Printing and publishing expenses                                                 | 1,449,525                    | 232                                                    | 7,902                       |
| Bank charges                                                                     | 1,156,175                    | 245,026                                                | 3,409                       |
| Net interest expenses on swaps                                                   | —                            | 273,010                                                | —                           |
| Other charges (note 22)                                                          | 5,442,917                    | 850,631                                                | 35,589                      |
| <b>TOTAL EXPENSES</b>                                                            | <b>231,935,318</b>           | <b>18,838,706</b>                                      | <b>1,711,187</b>            |
| Expenses reimbursement (note 21)                                                 | (2,630,789)                  | (2,192,322)                                            | (9,092)                     |
| <b>NET EXPENSES</b>                                                              | <b>229,304,529</b>           | <b>16,646,384</b>                                      | <b>1,702,095</b>            |
| <b>NET INCOME/(EXPENSES) FROM INVESTMENTS</b>                                    | <b>18,558,911</b>            | <b>13,420,979</b>                                      | <b>763,015</b>              |
| Net realised profit/(loss) on sale of investments                                | 442,801,201                  | 14,267,503                                             | 2,674,145                   |
| Net realised profit/(loss) on forward foreign exchange contracts                 | 235,806,040                  | (13,157,367)                                           | (154,211)                   |
| Net realised profit/(loss) on financial future contracts                         | —                            | 5,883,939                                              | —                           |
| Net realised profit/(loss) on cross currency swap contracts                      | —                            | 4,013                                                  | —                           |
| Net realised profit/(loss) on interest rate swap contracts                       | —                            | 724,628                                                | —                           |
| Net realised profit/(loss) on total return swap contracts                        | —                            | 1,401,101                                              | —                           |
| Net realised profit/(loss) on contract for differences                           | —                            | (9,769)                                                | —                           |
| Net realised profit/(loss) on credit default swap contracts                      | —                            | (7,800,364)                                            | —                           |
| Net realised profit/(loss) on option contracts                                   | —                            | (3,478,099)                                            | —                           |
| Net realised profit/(loss) on mortgage dollar rolls                              | —                            | —                                                      | —                           |
| Net realised profit/(loss) on foreign exchange transactions                      | (17,011,625)                 | (5,190,184)                                            | 21,940                      |
| <b>NET REALISED PROFIT/(LOSS) FOR THE YEAR</b>                                   | <b>680,154,527</b>           | <b>6,066,380</b>                                       | <b>3,304,889</b>            |
| Change in net unrealised appreciation/(depreciation) on:                         |                              |                                                        |                             |
| Investments                                                                      | 2,953,101,843                | 17,247,446                                             | 753,840                     |
| Forward foreign exchange contracts                                               | 26,327,164                   | (3,684,206)                                            | (125,940)                   |
| Financial future contracts                                                       | —                            | (1,540,234)                                            | —                           |
| Cross currency swap contracts                                                    | —                            | (1,040)                                                | —                           |
| Interest rate swap contracts                                                     | —                            | (841,957)                                              | —                           |
| Total return swap contracts                                                      | —                            | (975,230)                                              | —                           |
| Credit default swap contracts                                                    | —                            | (9,821)                                                | —                           |
| Option contracts                                                                 | —                            | 727,515                                                | —                           |
| Contract for differences                                                         | —                            | 6,130,895                                              | —                           |
| Mortgage dollar rolls                                                            | —                            | —                                                      | —                           |
| Foreign exchange transactions                                                    | 5,134                        | 722,633                                                | 144                         |
| Capital gains tax                                                                | —                            | —                                                      | —                           |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>           | <b>3,659,588,668</b>         | <b>23,842,381</b>                                      | <b>3,932,933</b>            |
| <b>MOVEMENT OF CAPITAL</b>                                                       |                              |                                                        |                             |
| Issue of shares                                                                  | 17,476,427,397               | 156,251,909                                            | 33,317,986                  |
| Redemption of shares                                                             | (9,875,225,814)              | (439,071,790)                                          | (26,427,411)                |
| Equalisation (note 25)                                                           | 11,238,424                   | (1,891,157)                                            | 11,309                      |
|                                                                                  | <b>7,612,440,007</b>         | <b>(284,711,038)</b>                                   | <b>6,901,884</b>            |
| Dividends paid/accumulated                                                       | —                            | (71,867)                                               | (597)                       |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL</b>  | <b>7,612,440,007</b>         | <b>(284,782,905)</b>                                   | <b>6,901,287</b>            |
| <b>NET ASSETS AT THE END OF THE YEAR</b>                                         | <b>20,336,992,348</b>        | <b>635,405,767</b>                                     | <b>68,581,182</b>           |

\*Please refer Note 1 for fund events.



# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

| Franklin Mutual<br>European Fund<br>(EUR) | Franklin<br>Mutual Global<br>Discovery Fund<br>(USD) | Franklin Mutual<br>U.S. Value Fund<br>(USD) | Franklin<br>Natural<br>Resources<br>Fund<br>(USD) | Franklin<br>NextStep<br>Balanced<br>Growth Fund<br>(USD) | Franklin<br>NextStep<br>Conservative<br>Fund<br>(USD) | Franklin<br>NextStep<br>Dynamic<br>Growth Fund*<br>(USD) | Franklin<br>NextStep<br>Growth Fund<br>(USD) |
|-------------------------------------------|------------------------------------------------------|---------------------------------------------|---------------------------------------------------|----------------------------------------------------------|-------------------------------------------------------|----------------------------------------------------------|----------------------------------------------|
| 540,576,510                               | 514,327,080                                          | 277,306,239                                 | 319,888,129                                       | 21,918,499                                               | 38,735,641                                            | 2,558,451                                                | 21,175,124                                   |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| 540,576,510                               | 514,327,080                                          | 277,306,239                                 | 319,888,129                                       | 21,918,499                                               | 38,735,641                                            | 2,558,451                                                | 21,175,124                                   |
| 18,516,002                                | 12,312,029                                           | 3,956,124                                   | 6,518,159                                         | 241,647                                                  | 613,543                                               | 9,252                                                    | 203,579                                      |
| 308,209                                   | 1,382,257                                            | 1,352,393                                   | 232,818                                           | 17,363                                                   | 30,517                                                | 1,296                                                    | 22,845                                       |
| 300,667                                   | 18,839                                               | 8,940                                       | 23,476                                            | 2,102                                                    | 4,132                                                 | 1,164                                                    | 1,533                                        |
| 149,549                                   | 94,909                                               | 43,550                                      | 20,565                                            | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| 19,274,427                                | 13,808,034                                           | 5,361,007                                   | 6,795,018                                         | 261,112                                                  | 648,192                                               | 11,712                                                   | 227,957                                      |
| 7,510,851                                 | 7,287,955                                            | 3,915,443                                   | 4,873,057                                         | 223,742                                                  | 436,880                                               | 13,428                                                   | 351,880                                      |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| 1,263,068                                 | 1,256,956                                            | 632,734                                     | 693,764                                           | 39,757                                                   | 82,225                                                | 2,379                                                    | 52,068                                       |
| 3,348                                     | 3,297                                                | 1,580                                       | 1,757                                             | 108                                                      | 190                                                   | -                                                        | 134                                          |
| 235,094                                   | 210,835                                              | 118,370                                     | 137,796                                           | 5,450                                                    | 10,233                                                | 179                                                      | 8,115                                        |
| 48,591                                    | 32,848                                               | 9,943                                       | 11,480                                            | 11,801                                                   | 12,276                                                | 5,954                                                    | 11,144                                       |
| 13,469                                    | 14,998                                               | 14,181                                      | 12,588                                            | 13,342                                                   | 13,058                                                | 11,515                                                   | 12,997                                       |
| 25,103                                    | 25,842                                               | 13,856                                      | 13,718                                            | 5,923                                                    | 5,269                                                 | 656                                                      | 6,130                                        |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| 133,950                                   | 145,620                                              | 87,465                                      | 75,871                                            | 13,755                                                   | 16,933                                                | 12,896                                                   | 15,017                                       |
| 9,233,474                                 | 8,978,351                                            | 4,793,572                                   | 5,820,031                                         | 313,878                                                  | 577,064                                               | 47,007                                                   | 457,485                                      |
| (9,856)                                   | (22)                                                 | (2,784)                                     | -                                                 | (31,062)                                                 | (59,649)                                              | (30,295)                                                 | (54,763)                                     |
| 9,223,618                                 | 8,978,329                                            | 4,790,788                                   | 5,820,031                                         | 282,816                                                  | 517,415                                               | 16,712                                                   | 402,722                                      |
| 10,050,809                                | 4,829,705                                            | 570,219                                     | 974,987                                           | (21,704)                                                 | 130,777                                               | (5,000)                                                  | (174,765)                                    |
| 10,123,624                                | 46,705,246                                           | 24,531,265                                  | 21,338,092                                        | 170,618                                                  | (784,746)                                             | (40,322)                                                 | 603,527                                      |
| 14,132                                    | 477,752                                              | (85,346)                                    | 180,714                                           | (26,795)                                                 | (12,575)                                              | (8,454)                                                  | (13,529)                                     |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| 76,971                                    | 50,757                                               | 100,073                                     | 712,427                                           | 6,189                                                    | 147,157                                               | (3,713)                                                  | 41,020                                       |
| 20,265,536                                | 52,063,460                                           | 25,116,211                                  | 23,206,220                                        | 128,308                                                  | (519,387)                                             | (57,489)                                                 | 456,253                                      |
| 49,226,855                                | (1,703,742)                                          | 314,308                                     | 2,752,677                                         | 1,344,014                                                | 2,442,990                                             | 18,964                                                   | 2,427,880                                    |
| (10,820)                                  | (1,075,751)                                          | (61,872)                                    | (514,373)                                         | 6,374                                                    | (168,543)                                             | 4,709                                                    | (42,828)                                     |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| 2,784                                     | (2,631)                                              | 21                                          | 46                                                | (27)                                                     | (11)                                                  | 7,727                                                    | (105)                                        |
| -                                         | -                                                    | -                                           | -                                                 | -                                                        | -                                                     | -                                                        | -                                            |
| 69,484,355                                | 49,281,336                                           | 25,368,668                                  | 25,444,570                                        | 1,478,669                                                | 1,755,049                                             | (26,089)                                                 | 2,841,200                                    |
| 41,045,801                                | 142,845,082                                          | 24,555,078                                  | 156,621,776                                       | 60,764                                                   | 2,773,738                                             | 16,769                                                   | 5,053,852                                    |
| (106,992,999)                             | (190,495,192)                                        | (82,208,588)                                | (233,557,520)                                     | (7,470,126)                                              | (16,644,353)                                          | (2,546,015)                                              | (6,861,493)                                  |
| (241,789)                                 | (464,192)                                            | (128,911)                                   | (51,005)                                          | (806)                                                    | (14,629)                                              | (1)                                                      | (13)                                         |
| (66,188,987)                              | (48,114,302)                                         | (57,782,421)                                | (76,986,749)                                      | (7,410,168)                                              | (13,885,244)                                          | (2,529,247)                                              | (1,807,654)                                  |
| (197,148)                                 | (187,866)                                            | -                                           | (24,632)                                          | (56,415)                                                 | (111,479)                                             | (3,115)                                                  | (28,975)                                     |
| (66,386,135)                              | (48,302,168)                                         | (57,782,421)                                | (77,011,381)                                      | (7,466,583)                                              | (13,996,723)                                          | (2,532,362)                                              | (1,836,629)                                  |
| 543,674,730                               | 515,306,248                                          | 244,892,486                                 | 268,321,318                                       | 15,930,585                                               | 26,493,967                                            | -                                                        | 22,179,695                                   |

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

|                                                                                  | Franklin NextStep<br>Moderate Fund<br>(USD) | Franklin NextStep<br>Stable Growth Fund*<br>(USD) | Franklin Sealand<br>China A-Shares<br>Fund<br>(USD) |
|----------------------------------------------------------------------------------|---------------------------------------------|---------------------------------------------------|-----------------------------------------------------|
| <b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>                                   | <b>66,231,320</b>                           | <b>5,014,271</b>                                  | <b>57,754,961</b>                                   |
| Currency translation adjustment                                                  | —                                           | —                                                 | —                                                   |
|                                                                                  | 66,231,320                                  | 5,014,271                                         | 57,754,961                                          |
| <b>INCOME</b>                                                                    |                                             |                                                   |                                                     |
| Dividends (net of withholding taxes) (note 2(n))                                 | 777,339                                     | 38,796                                            | 1,117,769                                           |
| Interest income on debt securities (net of withholding taxes) (note 2(n))        | 62,523                                      | 4,620                                             | 28,711                                              |
| Bank interest (note 2(n))                                                        | 5,877                                       | 190                                               | 1,946                                               |
| Securities lending (notes 2(o), 13)                                              | —                                           | —                                                 | —                                                   |
| Net interest income on swaps (note 2(n))                                         | —                                           | —                                                 | —                                                   |
| Sundry income (note 2(n))                                                        | —                                           | —                                                 | —                                                   |
| <b>TOTAL INCOME</b>                                                              | <b>845,739</b>                              | <b>43,606</b>                                     | <b>1,148,426</b>                                    |
| <b>EXPENSES</b>                                                                  |                                             |                                                   |                                                     |
| Investment management fees, maintenance and service charges (notes 14,17 and 19) | 1,037,414                                   | 21,977                                            | 253,091                                             |
| Performance fees (note 15)                                                       | —                                           | —                                                 | —                                                   |
| Administration and transfer agency fees                                          | 160,452                                     | 4,536                                             | 125,955                                             |
| Directors fees (note 20)                                                         | 386                                         | —                                                 | 330                                                 |
| Subscription tax (note 18)                                                       | 22,182                                      | 394                                               | 17,391                                              |
| Custodian fees                                                                   | 13,983                                      | 6,355                                             | 11,038                                              |
| Audit fees                                                                       | 12,955                                      | 11,325                                            | 11,732                                              |
| Printing and publishing expenses                                                 | 6,447                                       | 124                                               | 5,668                                               |
| Bank charges                                                                     | —                                           | —                                                 | —                                                   |
| Net interest expenses on swaps                                                   | —                                           | —                                                 | —                                                   |
| Other charges (note 22)                                                          | 32,474                                      | 12,064                                            | 23,842                                              |
| <b>TOTAL EXPENSES</b>                                                            | <b>1,286,293</b>                            | <b>56,775</b>                                     | <b>449,047</b>                                      |
| Expenses reimbursement (note 21)                                                 | (109,024)                                   | (29,404)                                          | (129,641)                                           |
| <b>NET EXPENSES</b>                                                              | <b>1,177,269</b>                            | <b>27,371</b>                                     | <b>319,406</b>                                      |
| <b>NET INCOME/(EXPENSES) FROM INVESTMENTS</b>                                    | <b>(331,530)</b>                            | <b>16,235</b>                                     | <b>829,020</b>                                      |
| Net realised profit/(loss) on sale of investments                                | 1,103,280                                   | (485,463)                                         | (4,881,023)                                         |
| Net realised profit/(loss) on forward foreign exchange contracts                 | 115,542                                     | (3,157)                                           | (496)                                               |
| Net realised profit/(loss) on financial future contracts                         | —                                           | —                                                 | —                                                   |
| Net realised profit/(loss) on cross currency swap contracts                      | —                                           | —                                                 | —                                                   |
| Net realised profit/(loss) on interest rate swap contracts                       | —                                           | —                                                 | —                                                   |
| Net realised profit/(loss) on total return swap contracts                        | —                                           | —                                                 | —                                                   |
| Net realised profit/(loss) on contract for differences                           | —                                           | —                                                 | —                                                   |
| Net realised profit/(loss) on credit default swap contracts                      | —                                           | —                                                 | —                                                   |
| Net realised profit/(loss) on option contracts                                   | —                                           | —                                                 | —                                                   |
| Net realised profit/(loss) on mortgage dollar rolls                              | —                                           | —                                                 | —                                                   |
| Net realised profit/(loss) on foreign exchange transactions                      | 252,967                                     | (1,181)                                           | 15,743                                              |
| <b>NET REALISED PROFIT/(LOSS) FOR THE YEAR</b>                                   | <b>1,140,259</b>                            | <b>(473,566)</b>                                  | <b>(4,036,756)</b>                                  |
| Change in net unrealised appreciation/(depreciation) on:                         |                                             |                                                   |                                                     |
| Investments                                                                      | 6,078,368                                   | 415,263                                           | (9,240,311)                                         |
| Forward foreign exchange contracts                                               | (246,143)                                   | 1,836                                             | 28                                                  |
| Financial future contracts                                                       | —                                           | —                                                 | —                                                   |
| Cross currency swap contracts                                                    | —                                           | —                                                 | —                                                   |
| Interest rate swap contracts                                                     | —                                           | —                                                 | —                                                   |
| Total return swap contracts                                                      | —                                           | —                                                 | —                                                   |
| Credit default swap contracts                                                    | —                                           | —                                                 | —                                                   |
| Option contracts                                                                 | —                                           | —                                                 | —                                                   |
| Contract for differences                                                         | —                                           | —                                                 | —                                                   |
| Mortgage dollar rolls                                                            | —                                           | —                                                 | —                                                   |
| Foreign exchange transactions                                                    | (65)                                        | 3,129                                             | 2,077                                               |
| Capital gains tax                                                                | —                                           | —                                                 | —                                                   |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>           | <b>6,972,419</b>                            | <b>(53,338)</b>                                   | <b>(13,274,962)</b>                                 |
| <b>MOVEMENT OF CAPITAL</b>                                                       |                                             |                                                   |                                                     |
| Issue of shares                                                                  | 14,423,245                                  | 7,142                                             | 21,695,417                                          |
| Redemption of shares                                                             | (25,806,974)                                | (4,952,212)                                       | (4,802,346)                                         |
| Equalisation (note 25)                                                           | (372)                                       | (1,556)                                           | 41,173                                              |
|                                                                                  | <b>(11,384,101)</b>                         | <b>(4,946,626)</b>                                | <b>16,934,244</b>                                   |
| Dividends paid/accumulated                                                       | (117,256)                                   | (14,307)                                          | (67,516)                                            |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL</b>  | <b>(11,501,357)</b>                         | <b>(4,960,933)</b>                                | <b>16,866,728</b>                                   |
| <b>NET ASSETS AT THE END OF THE YEAR</b>                                         | <b>61,702,382</b>                           | <b>—</b>                                          | <b>61,346,727</b>                                   |

\*Please refer Note 1 for fund events.

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

| Franklin Strategic Income Fund (USD) | Franklin Technology Fund (USD) | Franklin U.S. Dollar Short-Term Money Market Fund (USD) | Franklin U.S. Government Fund (USD) | Franklin U.S. Low Duration Fund (USD) | Franklin U.S. Opportunities Fund (USD) | Martin Currie UK Equity Income Fund* (GBP) | Templeton All China Equity Fund (USD) |
|--------------------------------------|--------------------------------|---------------------------------------------------------|-------------------------------------|---------------------------------------|----------------------------------------|--------------------------------------------|---------------------------------------|
| 451,978,146                          | 9,434,970,262                  | 480,563,573                                             | 739,462,759                         | 293,979,801                           | 6,419,577,901                          | 23,830,305                                 | 2,224,437                             |
| -                                    | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| 451,978,146                          | 9,434,970,262                  | 480,563,573                                             | 739,462,759                         | 293,979,801                           | 6,419,577,901                          | 23,830,305                                 | 2,224,437                             |
| 173,788                              | 26,066,166                     | -                                                       | -                                   | -                                     | 20,145,720                             | 1,138,975                                  | 40,418                                |
| 23,985,321                           | 10,119,090                     | 39,982,222                                              | 30,190,469                          | 12,448,676                            | 1,527,493                              | 26,338                                     | 972                                   |
| 107,136                              | 553,664                        | 120,968                                                 | 79,661                              | 58,917                                | 348,312                                | -                                          | 2,366                                 |
| -                                    | 296,717                        | -                                                       | -                                   | -                                     | 339,012                                | -                                          | -                                     |
| 2,955,669                            | -                              | -                                                       | -                                   | 981,458                               | -                                      | -                                          | -                                     |
| 38,815                               | -                              | -                                                       | 29,083                              | 31,894                                | -                                      | -                                          | -                                     |
| 27,260,729                           | 37,035,637                     | 40,103,190                                              | 30,299,213                          | 13,520,945                            | 22,360,537                             | 1,165,313                                  | 43,756                                |
| 6,477,351                            | 139,911,513                    | 4,249,962                                               | 6,907,646                           | 1,936,204                             | 91,484,363                             | 122,106                                    | 20,127                                |
| -                                    | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| 1,139,227                            | 22,658,040                     | 946,128                                                 | 1,775,749                           | 543,740                               | 14,999,786                             | 53,687                                     | 4,408                                 |
| 3,117                                | 65,107                         | 5,418                                                   | 4,851                               | 1,713                                 | 42,534                                 | 143                                        | 12                                    |
| 240,918                              | 4,447,922                      | 81,478                                                  | 344,310                             | 86,387                                | 2,982,352                              | 12,202                                     | 980                                   |
| 12,141                               | 451,560                        | 28,218                                                  | 25,078                              | 11,646                                | 238,317                                | 1,978                                      | 200                                   |
| 13,959                               | 9,013                          | 10,549                                                  | 13,340                              | 12,351                                | 13,138                                 | 10,076                                     | 9,228                                 |
| 24,544                               | 376,953                        | 40,910                                                  | 33,157                              | 14,175                                | 244,272                                | 4,807                                      | 2,177                                 |
| -                                    | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| 821,061                              | -                              | -                                                       | -                                   | 526,437                               | -                                      | -                                          | -                                     |
| 255,213                              | 2,148,857                      | 182,995                                                 | 301,150                             | 197,096                               | 1,406,746                              | 16,729                                     | 5,825                                 |
| 8,987,531                            | 170,068,965                    | 5,545,658                                               | 9,405,281                           | 3,329,749                             | 111,411,508                            | 221,728                                    | 42,957                                |
| (976,270)                            | (2,689,113)                    | (2,360,134)                                             | (511,562)                           | (336,751)                             | (1,656,149)                            | (57,237)                                   | (17,798)                              |
| 8,011,261                            | 167,379,852                    | 3,185,524                                               | 8,893,719                           | 2,992,998                             | 109,755,359                            | 164,491                                    | 25,159                                |
| 19,249,468                           | (130,344,215)                  | 36,917,666                                              | 21,405,494                          | 10,527,947                            | (87,394,822)                           | 1,000,822                                  | 18,597                                |
| (7,086,650)                          | 905,053,478                    | -                                                       | (2,355,764)                         | (4,096,147)                           | 918,159,067                            | 108,029                                    | (527,459)                             |
| (2,510,767)                          | (10,564,851)                   | -                                                       | (2,328,587)                         | (1,810,552)                           | (17,759,792)                           | -                                          | -                                     |
| 92,243                               | -                              | -                                                       | (1,279,882)                         | (1,664,359)                           | -                                      | -                                          | -                                     |
| -                                    | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| -                                    | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| 714,066                              | -                              | -                                                       | -                                   | 392,058                               | -                                      | -                                          | -                                     |
| -                                    | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| (1,994,088)                          | -                              | -                                                       | -                                   | (612,076)                             | -                                      | -                                          | -                                     |
| -                                    | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| 614,965                              | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| (634,128)                            | 2,326,421                      | 35,167                                                  | 804,346                             | 521,781                               | 6,113,216                              | 327                                        | 167                                   |
| 8,445,109                            | 766,470,833                    | 36,952,833                                              | 16,245,607                          | 3,258,652                             | 819,117,669                            | 1,109,178                                  | (508,695)                             |
| 12,740,277                           | 2,174,402,875                  | (217,477)                                               | (10,605,822)                        | 6,736,096                             | 1,038,937,443                          | 1,271,098                                  | 187,447                               |
| (692,393)                            | (3,712,210)                    | -                                                       | (1,238,482)                         | (1,748,504)                           | (7,553,727)                            | -                                          | -                                     |
| (343,443)                            | -                              | -                                                       | 520,507                             | 967,848                               | -                                      | -                                          | -                                     |
| -                                    | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| (18,579)                             | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| 422,901                              | -                              | -                                                       | -                                   | 253,437                               | -                                      | -                                          | -                                     |
| 1,992,050                            | -                              | -                                                       | -                                   | 504,302                               | -                                      | -                                          | -                                     |
| -                                    | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| 57,481                               | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| (110,394)                            | 51,017                         | (1)                                                     | (4)                                 | (4,610)                               | (694)                                  | 98                                         | 4                                     |
| (2,208)                              | -                              | -                                                       | -                                   | -                                     | -                                      | -                                          | -                                     |
| 22,490,801                           | 2,937,212,515                  | 36,735,355                                              | 4,921,806                           | 9,967,221                             | 1,850,500,691                          | 2,380,374                                  | (321,244)                             |
| 232,199,396                          | 3,053,019,806                  | 1,480,988,597                                           | 362,178,805                         | 94,866,536                            | 1,601,484,779                          | 17,455,976                                 | -                                     |
| (149,043,797)                        | (3,916,956,210)                | (902,042,046)                                           | (296,693,415)                       | (117,086,110)                         | (2,418,939,863)                        | (17,938,188)                               | -                                     |
| 161,296                              | 7,543                          | 14,294,083                                              | 240,937                             | 226,462                               | (5,359)                                | 46,766                                     | -                                     |
| 83,316,895                           | (863,928,861)                  | 593,240,634                                             | 65,726,327                          | (21,993,112)                          | (817,460,443)                          | (435,446)                                  | -                                     |
| (14,328,352)                         | -                              | (8,455,666)                                             | (15,767,433)                        | (3,232,682)                           | (235,205)                              | (1,092,754)                                | -                                     |
| 68,988,543                           | (863,928,861)                  | 584,784,968                                             | 49,958,894                          | (25,225,794)                          | (817,695,648)                          | (1,528,200)                                | -                                     |
| 543,457,490                          | 11,508,253,916                 | 1,102,083,896                                           | 794,343,459                         | 278,721,228                           | 7,452,382,944                          | 24,682,479                                 | 1,903,193                             |

## Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

|                                                                                  | Templeton Asia<br>Equity Total Return<br>Fund<br>(USD) | Templeton Asian<br>Bond Fund<br>(USD) | Templeton Asian<br>Growth Fund<br>(USD) |
|----------------------------------------------------------------------------------|--------------------------------------------------------|---------------------------------------|-----------------------------------------|
| <b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>                                   | <b>7,689,791</b>                                       | <b>124,003,568</b>                    | <b>1,974,758,426</b>                    |
| Currency translation adjustment                                                  | —                                                      | —                                     | —                                       |
|                                                                                  | 7,689,791                                              | 124,003,568                           | 1,974,758,426                           |
| <b>INCOME</b>                                                                    |                                                        |                                       |                                         |
| Dividends (net of withholding taxes) (note 2(n))                                 | 139,152                                                | —                                     | 28,779,325                              |
| Interest income on debt securities (net of withholding taxes) (note 2(n))        | 11,855                                                 | 4,471,705                             | 1,026,738                               |
| Bank interest (note 2(n))                                                        | 2,074                                                  | 63,520                                | 30,970                                  |
| Securities lending (notes 2(o), 13)                                              | —                                                      | —                                     | 54,496                                  |
| Net interest income on swaps (note 2(n))                                         | —                                                      | —                                     | —                                       |
| Sundry income (note 2(n))                                                        | 1,650                                                  | —                                     | —                                       |
| <b>TOTAL INCOME</b>                                                              | <b>154,731</b>                                         | <b>4,535,225</b>                      | <b>29,891,529</b>                       |
| <b>EXPENSES</b>                                                                  |                                                        |                                       |                                         |
| Investment management fees, maintenance and service charges (notes 14,17 and 19) | 60,235                                                 | 1,165,522                             | 32,234,327                              |
| Performance fees (note 15)                                                       | —                                                      | —                                     | —                                       |
| Administration and transfer agency fees                                          | 16,407                                                 | 267,733                               | 4,200,794                               |
| Directors fees (note 20)                                                         | 47                                                     | 629                                   | 11,065                                  |
| Subscription tax (note 18)                                                       | 3,815                                                  | 49,428                                | 827,860                                 |
| Custodian fees                                                                   | 1,667                                                  | 17,821                                | 188,492                                 |
| Audit fees                                                                       | 9,225                                                  | 15,457                                | 16,908                                  |
| Printing and publishing expenses                                                 | 2,357                                                  | 18,986                                | 74,393                                  |
| Bank charges                                                                     | —                                                      | —                                     | —                                       |
| Net interest expenses on swaps                                                   | —                                                      | —                                     | —                                       |
| Other charges (note 22)                                                          | 19,702                                                 | 71,693                                | 401,941                                 |
| <b>TOTAL EXPENSES</b>                                                            | <b>113,455</b>                                         | <b>1,607,269</b>                      | <b>37,955,780</b>                       |
| Expenses reimbursement (note 21)                                                 | (34,395)                                               | (923)                                 | —                                       |
| <b>NET EXPENSES</b>                                                              | <b>79,060</b>                                          | <b>1,606,346</b>                      | <b>37,955,780</b>                       |
| <b>NET INCOME/(EXPENSES) FROM INVESTMENTS</b>                                    | <b>75,671</b>                                          | <b>2,928,879</b>                      | <b>(8,064,251)</b>                      |
| Net realised profit/(loss) on sale of investments                                | (258,573)                                              | (5,505,917)                           | (59,394,087)                            |
| Net realised profit/(loss) on forward foreign exchange contracts                 | —                                                      | (5,505,506)                           | (1,276,129)                             |
| Net realised profit/(loss) on financial future contracts                         | (27,987)                                               | —                                     | —                                       |
| Net realised profit/(loss) on cross currency swap contracts                      | —                                                      | —                                     | —                                       |
| Net realised profit/(loss) on interest rate swap contracts                       | —                                                      | —                                     | —                                       |
| Net realised profit/(loss) on total return swap contracts                        | —                                                      | —                                     | —                                       |
| Net realised profit/(loss) on contract for differences                           | —                                                      | —                                     | —                                       |
| Net realised profit/(loss) on credit default swap contracts                      | —                                                      | —                                     | —                                       |
| Net realised profit/(loss) on option contracts                                   | —                                                      | —                                     | —                                       |
| Net realised profit/(loss) on mortgage dollar rolls                              | —                                                      | —                                     | —                                       |
| Net realised profit/(loss) on foreign exchange transactions                      | (3,077)                                                | 136,707                               | 114,299                                 |
| <b>NET REALISED PROFIT/(LOSS) FOR THE YEAR</b>                                   | <b>(213,966)</b>                                       | <b>(7,945,837)</b>                    | <b>(68,620,168)</b>                     |
| Change in net unrealised appreciation/(depreciation) on:                         |                                                        |                                       |                                         |
| Investments                                                                      | 565,473                                                | 2,063,147                             | 206,905,019                             |
| Forward foreign exchange contracts                                               | —                                                      | 435,850                               | (2,110,901)                             |
| Financial future contracts                                                       | (3,708)                                                | —                                     | —                                       |
| Cross currency swap contracts                                                    | —                                                      | —                                     | —                                       |
| Interest rate swap contracts                                                     | —                                                      | —                                     | —                                       |
| Total return swap contracts                                                      | —                                                      | —                                     | —                                       |
| Credit default swap contracts                                                    | —                                                      | —                                     | —                                       |
| Option contracts                                                                 | —                                                      | —                                     | —                                       |
| Contract for differences                                                         | —                                                      | —                                     | —                                       |
| Mortgage dollar rolls                                                            | —                                                      | —                                     | —                                       |
| Foreign exchange transactions                                                    | 1,040                                                  | (12,293)                              | 311,385                                 |
| Capital gains tax                                                                | (39,717)                                               | 92,501                                | (18,237,668)                            |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>           | <b>309,122</b>                                         | <b>(5,366,632)</b>                    | <b>118,247,667</b>                      |
| <b>MOVEMENT OF CAPITAL</b>                                                       |                                                        |                                       |                                         |
| Issue of shares                                                                  | —                                                      | 6,903,238                             | 143,485,197                             |
| Redemption of shares                                                             | —                                                      | (33,855,642)                          | (392,369,939)                           |
| Equalisation (note 25)                                                           | —                                                      | (249,088)                             | (22,007)                                |
|                                                                                  | —                                                      | <b>(27,201,492)</b>                   | <b>(248,906,749)</b>                    |
| Dividends paid/accumulated                                                       | —                                                      | (1,319,617)                           | (129,062)                               |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL</b>  | <b>—</b>                                               | <b>(28,521,109)</b>                   | <b>(249,035,811)</b>                    |
| <b>NET ASSETS AT THE END OF THE YEAR</b>                                         | <b>7,998,913</b>                                       | <b>90,115,827</b>                     | <b>1,843,970,282</b>                    |

\*Please refer Note 1 for fund events.

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

| Templeton<br>Asian Smaller<br>Companies<br>Fund<br>(USD) | Templeton<br>BRIC Fund<br>(USD) | Templeton<br>China A-Shares<br>Fund<br>(USD) | Templeton<br>China Fund<br>(USD) | Templeton<br>Eastern Europe<br>Fund<br>(EUR) | Templeton<br>Emerging<br>Markets Bond<br>Fund<br>(USD) | Templeton<br>Emerging<br>Markets<br>Dynamic<br>Income Fund<br>(USD) | Templeton<br>Emerging<br>Markets Fund<br>(USD) |
|----------------------------------------------------------|---------------------------------|----------------------------------------------|----------------------------------|----------------------------------------------|--------------------------------------------------------|---------------------------------------------------------------------|------------------------------------------------|
| 745,518,257                                              | 369,916,516                     | 19,187,462                                   | 392,400,894                      | 90,425,882                                   | 2,030,363,864                                          | 113,092,497                                                         | 691,768,275                                    |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| 745,518,257                                              | 369,916,516                     | 19,187,462                                   | 392,400,894                      | 90,425,882                                   | 2,030,363,864                                          | 113,092,497                                                         | 691,768,275                                    |
| 21,127,090                                               | 13,170,897                      | 367,797                                      | 6,254,287                        | 5,701,293                                    | —                                                      | 2,034,654                                                           | 23,880,433                                     |
| 2,045,522                                                | 839,473                         | 72,310                                       | 597,063                          | 103,149                                      | 176,609,514                                            | 4,263,540                                                           | 1,596,522                                      |
| 5,015                                                    | 4,177                           | 1,840                                        | 9,702                            | 26,721                                       | 331,122                                                | —                                                                   | 12,604                                         |
| 24,137                                                   | 23,536                          | —                                            | 26,398                           | 1,601                                        | —                                                      | 961                                                                 | 14,996                                         |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| 23,201,764                                               | 14,038,083                      | 441,947                                      | 6,887,450                        | 5,832,764                                    | 176,940,636                                            | 6,299,155                                                           | 25,504,555                                     |
| 12,544,344                                               | 7,668,637                       | 5,131                                        | 6,257,441                        | 2,151,307                                    | 27,974,751                                             | 1,620,943                                                           | 9,854,957                                      |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| 2,068,034                                                | 914,534                         | 1,668                                        | 798,565                          | 313,729                                      | 4,343,262                                              | 264,582                                                             | 1,657,257                                      |
| 5,825                                                    | 2,211                           | 112                                          | 1,837                            | 708                                          | 12,039                                                 | 653                                                                 | 4,463                                          |
| 309,221                                                  | 180,462                         | 1,921                                        | 131,053                          | 54,116                                       | 898,536                                                | 46,891                                                              | 261,168                                        |
| 136,520                                                  | 113,233                         | 2,431                                        | 43,583                           | 123,416                                      | 699,998                                                | 29,762                                                              | 168,463                                        |
| 12,096                                                   | 12,709                          | 10,666                                       | 14,026                           | 4,013                                        | 18,016                                                 | 16,093                                                              | 16,079                                         |
| 46,541                                                   | 16,104                          | 6,028                                        | 14,499                           | 11,059                                       | 82,646                                                 | 11,137                                                              | 32,260                                         |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | 12,013                                                              | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| 229,231                                                  | 103,636                         | 18,381                                       | 77,110                           | 42,004                                       | 438,519                                                | 99,121                                                              | 183,329                                        |
| 15,351,812                                               | 9,011,526                       | 46,338                                       | 7,338,114                        | 2,700,352                                    | 34,467,767                                             | 2,101,195                                                           | 12,177,976                                     |
| (18,546)                                                 | —                               | (13,563)                                     | (17,033)                         | —                                            | (159,986)                                              | (110,987)                                                           | (360,233)                                      |
| 15,333,266                                               | 9,011,526                       | 32,775                                       | 7,321,081                        | 2,700,352                                    | 34,307,781                                             | 1,990,208                                                           | 11,817,743                                     |
| 7,868,498                                                | 5,026,557                       | 409,172                                      | (433,631)                        | 3,132,412                                    | 142,632,855                                            | 4,308,947                                                           | 13,686,812                                     |
| 6,414,173                                                | (5,199,689)                     | (3,304,311)                                  | (79,966,224)                     | 11,556,160                                   | (112,573,828)                                          | 1,716,363                                                           | 22,229,173                                     |
| (21,752)                                                 | (90,631)                        | —                                            | —                                | —                                            | (8,608,424)                                            | (318,349)                                                           | (1,158,303)                                    |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | (2,293,354)                                            | (56,870)                                                            | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| (490,288)                                                | 245,875                         | (1,961)                                      | (31,010)                         | (44,271)                                     | 3,443,191                                              | 113,496                                                             | 28,659                                         |
| 13,770,631                                               | (17,888)                        | (2,897,100)                                  | (80,430,865)                     | 14,644,301                                   | 22,600,440                                             | 5,763,587                                                           | 34,786,341                                     |
| 126,040,621                                              | 29,015,468                      | 811,200                                      | 22,329,891                       | 30,177,578                                   | 153,008,824                                            | 2,941,788                                                           | 35,825,681                                     |
| (16,097)                                                 | (76,351)                        | —                                            | —                                | —                                            | (20,217,213)                                           | (909,427)                                                           | (410,209)                                      |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| —                                                        | —                               | —                                            | —                                | —                                            | —                                                      | —                                                                   | —                                              |
| 161,374                                                  | 13,540                          | (225)                                        | 1,110                            | 41,757                                       | (3,148,552)                                            | (56,144)                                                            | (41,567)                                       |
| (8,422,589)                                              | (1,328,969)                     | —                                            | —                                | —                                            | (2,717,987)                                            | (218,030)                                                           | (1,989,691)                                    |
| 131,533,940                                              | 27,605,800                      | (2,086,125)                                  | (58,099,864)                     | 44,863,636                                   | 149,525,512                                            | 7,521,774                                                           | 68,170,555                                     |
| 514,949,552                                              | 44,662,934                      | 501,992                                      | 92,605,012                       | 38,911,879                                   | 250,818,451                                            | 12,512,589                                                          | 167,194,923                                    |
| (333,019,847)                                            | (72,825,922)                    | (71,753)                                     | (162,195,021)                    | (33,817,984)                                 | (396,864,624)                                          | (25,994,679)                                                        | (186,552,403)                                  |
| 1,638,456                                                | (149,838)                       | 29                                           | (73,165)                         | 75,947                                       | (3,147)                                                | (235,350)                                                           | (756,301)                                      |
| 183,568,161                                              | (28,312,826)                    | 430,268                                      | (69,663,174)                     | 5,169,842                                    | (146,049,320)                                          | (13,717,440)                                                        | (20,113,781)                                   |
| (996,283)                                                | —                               | —                                            | —                                | (6,132,005)                                  | (144,765,892)                                          | (2,123,508)                                                         | (3,848,192)                                    |
| 182,571,878                                              | (28,312,826)                    | 430,268                                      | (69,663,174)                     | (962,163)                                    | (290,815,212)                                          | (15,840,948)                                                        | (23,961,973)                                   |
| 1,059,624,075                                            | 369,209,490                     | 17,531,605                                   | 264,637,856                      | 134,327,355                                  | 1,889,074,164                                          | 104,773,323                                                         | 735,976,857                                    |

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

|                                                                                  | Templeton Emerging<br>Markets Local<br>Currency Bond Fund<br>(USD) | Templeton Emerging<br>Markets Smaller<br>Companies Fund<br>(USD) | Templeton<br>Emerging Markets<br>Sustainability Fund<br>(USD) |
|----------------------------------------------------------------------------------|--------------------------------------------------------------------|------------------------------------------------------------------|---------------------------------------------------------------|
| <b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>                                   | <b>9,389,430</b>                                                   | <b>412,637,275</b>                                               | <b>32,757,180</b>                                             |
| Currency translation adjustment                                                  | —                                                                  | —                                                                | —                                                             |
|                                                                                  | 9,389,430                                                          | 412,637,275                                                      | 32,757,180                                                    |
| <b>INCOME</b>                                                                    |                                                                    |                                                                  |                                                               |
| Dividends (net of withholding taxes) (note 2(n))                                 | —                                                                  | 11,628,094                                                       | 529,097                                                       |
| Interest income on debt securities (net of withholding taxes) (note 2(n))        | 640,017                                                            | 642,374                                                          | 55,454                                                        |
| Bank interest (note 2(n))                                                        | 402                                                                | 26,846                                                           | 2,429                                                         |
| Securities lending (notes 2(o), 13)                                              | —                                                                  | 11,181                                                           | —                                                             |
| Net interest income on swaps (note 2(n))                                         | —                                                                  | —                                                                | —                                                             |
| Sundry income (note 2(n))                                                        | —                                                                  | —                                                                | —                                                             |
| <b>TOTAL INCOME</b>                                                              | <b>640,419</b>                                                     | <b>12,308,495</b>                                                | <b>586,980</b>                                                |
| <b>EXPENSES</b>                                                                  |                                                                    |                                                                  |                                                               |
| Investment management fees, maintenance and service charges (notes 14,17 and 19) | 93,445                                                             | 5,792,635                                                        | 241,353                                                       |
| Performance fees (note 15)                                                       | —                                                                  | —                                                                | —                                                             |
| Administration and transfer agency fees                                          | 18,589                                                             | 880,253                                                          | 66,634                                                        |
| Directors fees (note 20)                                                         | 51                                                                 | 2,488                                                            | 130                                                           |
| Subscription tax (note 18)                                                       | 3,073                                                              | 128,049                                                          | 5,038                                                         |
| Custodian fees                                                                   | 3,160                                                              | 113,568                                                          | 9,504                                                         |
| Audit fees                                                                       | 15,920                                                             | 15,576                                                           | 15,204                                                        |
| Printing and publishing expenses                                                 | 9,256                                                              | 26,224                                                           | 9,281                                                         |
| Bank charges                                                                     | —                                                                  | —                                                                | —                                                             |
| Net interest expenses on swaps                                                   | —                                                                  | —                                                                | —                                                             |
| Other charges (note 22)                                                          | 41,634                                                             | 125,269                                                          | 44,077                                                        |
| <b>TOTAL EXPENSES</b>                                                            | <b>185,128</b>                                                     | <b>7,084,062</b>                                                 | <b>391,221</b>                                                |
| Expenses reimbursement (note 21)                                                 | (70,397)                                                           | —                                                                | (103,949)                                                     |
| <b>NET EXPENSES</b>                                                              | <b>114,731</b>                                                     | <b>7,084,062</b>                                                 | <b>287,272</b>                                                |
| <b>NET INCOME/(EXPENSES) FROM INVESTMENTS</b>                                    | <b>525,688</b>                                                     | <b>5,224,433</b>                                                 | <b>299,708</b>                                                |
| Net realised profit/(loss) on sale of investments                                | (105,609)                                                          | 5,949,616                                                        | (4,272,440)                                                   |
| Net realised profit/(loss) on forward foreign exchange contracts                 | 120,867                                                            | (3,704)                                                          | (9,428)                                                       |
| Net realised profit/(loss) on financial future contracts                         | —                                                                  | —                                                                | —                                                             |
| Net realised profit/(loss) on cross currency swap contracts                      | —                                                                  | —                                                                | —                                                             |
| Net realised profit/(loss) on interest rate swap contracts                       | —                                                                  | —                                                                | —                                                             |
| Net realised profit/(loss) on total return swap contracts                        | —                                                                  | —                                                                | —                                                             |
| Net realised profit/(loss) on contract for differences                           | —                                                                  | —                                                                | —                                                             |
| Net realised profit/(loss) on credit default swap contracts                      | —                                                                  | —                                                                | —                                                             |
| Net realised profit/(loss) on option contracts                                   | —                                                                  | —                                                                | —                                                             |
| Net realised profit/(loss) on mortgage dollar rolls                              | —                                                                  | —                                                                | —                                                             |
| Net realised profit/(loss) on foreign exchange transactions                      | 5,286                                                              | (315,718)                                                        | (4,930)                                                       |
| <b>NET REALISED PROFIT/(LOSS) FOR THE YEAR</b>                                   | <b>546,232</b>                                                     | <b>10,854,627</b>                                                | <b>(3,987,090)</b>                                            |
| Change in net unrealised appreciation/(depreciation) on:                         |                                                                    |                                                                  |                                                               |
| Investments                                                                      | (206,709)                                                          | 37,613,165                                                       | 3,155,802                                                     |
| Forward foreign exchange contracts                                               | (140,529)                                                          | (2,126)                                                          | (7,746)                                                       |
| Financial future contracts                                                       | —                                                                  | —                                                                | —                                                             |
| Cross currency swap contracts                                                    | —                                                                  | —                                                                | —                                                             |
| Interest rate swap contracts                                                     | —                                                                  | —                                                                | —                                                             |
| Total return swap contracts                                                      | —                                                                  | —                                                                | —                                                             |
| Credit default swap contracts                                                    | —                                                                  | —                                                                | —                                                             |
| Option contracts                                                                 | —                                                                  | —                                                                | —                                                             |
| Contract for differences                                                         | —                                                                  | —                                                                | —                                                             |
| Mortgage dollar rolls                                                            | —                                                                  | —                                                                | —                                                             |
| Foreign exchange transactions                                                    | (9,200)                                                            | 50,411                                                           | 1,732                                                         |
| Capital gains tax                                                                | (2,095)                                                            | (3,002,465)                                                      | (66,710)                                                      |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>           | <b>187,699</b>                                                     | <b>45,513,612</b>                                                | <b>(904,012)</b>                                              |
| <b>MOVEMENT OF CAPITAL</b>                                                       |                                                                    |                                                                  |                                                               |
| Issue of shares                                                                  | 38,459                                                             | 117,065,289                                                      | 4,876,340                                                     |
| Redemption of shares                                                             | (1,636,231)                                                        | (198,161,756)                                                    | (22,091,517)                                                  |
| Equalisation (note 25)                                                           | (33,388)                                                           | (601,017)                                                        | (119,496)                                                     |
|                                                                                  | <b>(1,631,160)</b>                                                 | <b>(81,697,484)</b>                                              | <b>(17,334,673)</b>                                           |
| Dividends paid/accumulated                                                       | (151,191)                                                          | (823,634)                                                        | (2,947)                                                       |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL</b>  | <b>(1,782,351)</b>                                                 | <b>(82,521,118)</b>                                              | <b>(17,337,620)</b>                                           |
| <b>NET ASSETS AT THE END OF THE YEAR</b>                                         | <b>7,794,778</b>                                                   | <b>375,629,769</b>                                               | <b>14,515,548</b>                                             |

\*Please refer Note 1 for fund events.

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

| Templeton<br>Euroland Fund<br>(EUR) | Templeton<br>European<br>Opportunities<br>Fund<br>(EUR) | Templeton<br>European<br>Small-Mid Cap<br>Fund<br>(EUR) | Templeton<br>European<br>Sustainability<br>Improvers<br>Fund*<br>(EUR) | Templeton<br>Frontier<br>Markets Fund<br>(USD) | Templeton<br>Global<br>Balanced Fund<br>(USD) | Templeton<br>Global Bond<br>(Euro) Fund<br>(EUR) | Templeton<br>Global Bond<br>Fund<br>(USD) |
|-------------------------------------|---------------------------------------------------------|---------------------------------------------------------|------------------------------------------------------------------------|------------------------------------------------|-----------------------------------------------|--------------------------------------------------|-------------------------------------------|
| 163,554,070                         | 116,809,857                                             | 80,992,904                                              | 28,435,527                                                             | 236,989,884                                    | 491,043,122                                   | 46,173,602                                       | 3,493,575,517                             |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| 163,554,070                         | 116,809,857                                             | 80,992,904                                              | 28,435,527                                                             | 236,989,884                                    | 491,043,122                                   | 46,173,602                                       | 3,493,575,517                             |
| 3,290,825                           | 2,803,695                                               | 2,123,569                                               | 764,176                                                                | 10,741,900                                     | 8,775,150                                     | -                                                | -                                         |
| 223,804                             | 179,407                                                 | 134,030                                                 | 39,033                                                                 | 77,742                                         | 9,028,904                                     | 2,505,104                                        | 161,952,462                               |
| 22,076                              | 8,868                                                   | 2,418                                                   | 960                                                                    | -                                              | 348,328                                       | 74,908                                           | 1,614,055                                 |
| 7,102                               | 54,773                                                  | 41,528                                                  | 2,419                                                                  | 9,267                                          | 11,952                                        | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | 24,367                                           | 2,544,637                                 |
| <b>3,543,807</b>                    | <b>3,046,743</b>                                        | <b>2,301,545</b>                                        | <b>806,588</b>                                                         | <b>10,828,909</b>                              | <b>18,164,334</b>                             | <b>2,604,379</b>                                 | <b>166,111,154</b>                        |
| 2,367,205                           | 1,730,995                                               | 1,180,153                                               | 417,287                                                                | 4,842,513                                      | 6,358,644                                     | 514,986                                          | 33,371,607                                |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| 382,582                             | 253,788                                                 | 202,362                                                 | 68,365                                                                 | 648,664                                        | 1,255,879                                     | 110,520                                          | 7,077,111                                 |
| 958                                 | 660                                                     | 521                                                     | 162                                                                    | 1,590                                          | 3,019                                         | 276                                              | 19,173                                    |
| 74,346                              | 48,675                                                  | 38,193                                                  | 11,130                                                                 | 113,586                                        | 245,532                                       | 22,362                                           | 1,432,497                                 |
| 14,094                              | 8,819                                                   | 28,690                                                  | 738                                                                    | 219,755                                        | 72,265                                        | 12,087                                           | 560,564                                   |
| 12,488                              | 10,207                                                  | 12,538                                                  | 12,521                                                                 | 14,900                                         | 13,793                                        | 8,982                                            | 20,235                                    |
| 11,061                              | 9,331                                                   | 8,772                                                   | 5,622                                                                  | 17,082                                         | 21,686                                        | 8,151                                            | 121,816                                   |
| -                                   | -                                                       | -                                                       | -                                                                      | 15,898                                         | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | 106,246                                          | 10,347,150                                |
| 63,799                              | 41,497                                                  | 47,005                                                  | 26,488                                                                 | 83,695                                         | 143,503                                       | 48,203                                           | 771,474                                   |
| <b>2,926,533</b>                    | <b>2,103,972</b>                                        | <b>1,518,234</b>                                        | <b>542,313</b>                                                         | <b>5,957,683</b>                               | <b>8,114,321</b>                              | <b>831,813</b>                                   | <b>53,721,627</b>                         |
| (17,521)                            | (1,469)                                                 | (277)                                                   | (16,176)                                                               | (2)                                            | (23,604)                                      | (3,818)                                          | (291)                                     |
| <b>2,909,012</b>                    | <b>2,102,503</b>                                        | <b>1,517,957</b>                                        | <b>526,137</b>                                                         | <b>5,957,681</b>                               | <b>8,090,717</b>                              | <b>827,995</b>                                   | <b>53,721,336</b>                         |
| <b>634,795</b>                      | <b>944,240</b>                                          | <b>783,588</b>                                          | <b>280,451</b>                                                         | <b>4,871,228</b>                               | <b>10,073,617</b>                             | <b>1,776,384</b>                                 | <b>112,389,818</b>                        |
| (1,553,295)                         | (198,099)                                               | 1,340,649                                               | 3,478,124                                                              | 5,705,836                                      | (10,814,242)                                  | (1,315,813)                                      | (95,448,205)                              |
| 6,005                               | 30,536                                                  | 10,013                                                  | 112,053                                                                | (1,032,833)                                    | (73,083)                                      | (982,640)                                        | (99,491,575)                              |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | (654,089)                                 |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | (12,945,528)                              |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| (802)                               | (18,686)                                                | (3,420)                                                 | 6,789                                                                  | 165,114                                        | (170,222)                                     | 186,283                                          | 263,045                                   |
| <b>(913,297)</b>                    | <b>757,991</b>                                          | <b>2,130,830</b>                                        | <b>3,877,417</b>                                                       | <b>9,709,345</b>                               | <b>(983,930)</b>                              | <b>(335,786)</b>                                 | <b>(95,886,534)</b>                       |
| 20,244,162                          | 4,817,501                                               | 2,336,437                                               | (1,683,404)                                                            | 41,988,980                                     | 39,169,840                                    | 1,039,644                                        | (52,026,202)                              |
| 9,825                               | 61,599                                                  | 7,703                                                   | 24,286                                                                 | (673,732)                                      | (236,102)                                     | 79,286                                           | (29,753,568)                              |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | (187,403)                                        | (11,968,195)                              |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | (5,066,188)                               |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| -                                   | -                                                       | -                                                       | -                                                                      | -                                              | -                                             | -                                                | -                                         |
| 75                                  | 627                                                     | (532)                                                   | (60)                                                                   | (129,540)                                      | (112,070)                                     | (29,344)                                         | (2,633,361)                               |
| -                                   | -                                                       | -                                                       | -                                                                      | 201,184                                        | 26,402                                        | 3,817                                            | 995,706                                   |
| <b>19,340,765</b>                   | <b>5,637,718</b>                                        | <b>4,474,438</b>                                        | <b>2,218,239</b>                                                       | <b>51,096,237</b>                              | <b>37,864,140</b>                             | <b>570,214</b>                                   | <b>(196,338,342)</b>                      |
| 14,676,994                          | 3,665,899                                               | 27,122,664                                              | 3,978,788                                                              | 51,349,163                                     | 51,512,825                                    | 7,955,128                                        | 263,719,069                               |
| (45,929,872)                        | (50,644,994)                                            | (21,837,415)                                            | (10,436,247)                                                           | (65,907,532)                                   | (85,224,058)                                  | (12,219,923)                                     | (741,154,891)                             |
| (8,102)                             | (334,666)                                               | 140,177                                                 | (6,404)                                                                | (46,251)                                       | (302,970)                                     | (108,186)                                        | (5,655,217)                               |
| <b>(31,260,980)</b>                 | <b>(47,313,761)</b>                                     | <b>5,425,426</b>                                        | <b>(6,463,863)</b>                                                     | <b>(14,604,620)</b>                            | <b>(34,014,203)</b>                           | <b>(4,372,981)</b>                               | <b>(483,091,039)</b>                      |
| (161,408)                           | (2,953)                                                 | (46)                                                    | (199,525)                                                              | (85,313)                                       | (5,631,724)                                   | (365,153)                                        | (86,575,092)                              |
| (31,422,388)                        | (47,316,714)                                            | 5,425,380                                               | (6,663,388)                                                            | (14,689,933)                                   | (39,645,927)                                  | (4,738,134)                                      | (569,666,131)                             |
| <b>151,472,447</b>                  | <b>75,130,861</b>                                       | <b>90,892,722</b>                                       | <b>23,990,378</b>                                                      | <b>273,396,188</b>                             | <b>489,261,335</b>                            | <b>42,005,682</b>                                | <b>2,727,571,044</b>                      |

# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

|                                                                                  | Templeton Global<br>Climate Change<br>Fund<br>(EUR) | Templeton Global<br>Equity Income Fund<br>(USD) | Templeton Global<br>Fund<br>(USD) |
|----------------------------------------------------------------------------------|-----------------------------------------------------|-------------------------------------------------|-----------------------------------|
| <b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>                                   | <b>1,362,948,539</b>                                | <b>60,858,969</b>                               | <b>600,802,071</b>                |
| Currency translation adjustment                                                  | —                                                   | —                                               | —                                 |
|                                                                                  | 1,362,948,539                                       | 60,858,969                                      | 600,802,071                       |
| <b>INCOME</b>                                                                    |                                                     |                                                 |                                   |
| Dividends (net of withholding taxes) (note 2(n))                                 | 25,967,585                                          | 1,207,853                                       | 10,825,675                        |
| Interest income on debt securities (net of withholding taxes) (note 2(n))        | 3,089,252                                           | 109,275                                         | 1,225,029                         |
| Bank interest (note 2(n))                                                        | 91,312                                              | 2,631                                           | 14,406                            |
| Securities lending (notes 2(o), 13)                                              | —                                                   | —                                               | 32,011                            |
| Net interest income on swaps (note 2(n))                                         | —                                                   | —                                               | —                                 |
| Sundry income (note 2(n))                                                        | —                                                   | —                                               | —                                 |
| <b>TOTAL INCOME</b>                                                              | <b>29,148,149</b>                                   | <b>1,319,759</b>                                | <b>12,097,121</b>                 |
| <b>EXPENSES</b>                                                                  |                                                     |                                                 |                                   |
| Investment management fees, maintenance and service charges (notes 14,17 and 19) | 16,816,944                                          | 906,603                                         | 8,868,530                         |
| Performance fees (note 15)                                                       | —                                                   | —                                               | —                                 |
| Administration and transfer agency fees                                          | 3,081,978                                           | 156,224                                         | 1,387,910                         |
| Directors fees (note 20)                                                         | 8,181                                               | 379                                             | 3,643                             |
| Subscription tax (note 18)                                                       | 569,942                                             | 30,582                                          | 295,303                           |
| Custodian fees                                                                   | 143,406                                             | 3,631                                           | 35,857                            |
| Audit fees                                                                       | 12,953                                              | 11,874                                          | 13,031                            |
| Printing and publishing expenses                                                 | 53,419                                              | 6,592                                           | 24,142                            |
| Bank charges                                                                     | —                                                   | —                                               | —                                 |
| Net interest expenses on swaps                                                   | —                                                   | —                                               | —                                 |
| Other charges (note 22)                                                          | 268,674                                             | 36,962                                          | 138,581                           |
| <b>TOTAL EXPENSES</b>                                                            | <b>20,955,497</b>                                   | <b>1,152,847</b>                                | <b>10,766,997</b>                 |
| Expenses reimbursement (note 21)                                                 | (554,755)                                           | (142,778)                                       | (6,731)                           |
| <b>NET EXPENSES</b>                                                              | <b>20,400,742</b>                                   | <b>1,010,069</b>                                | <b>10,760,266</b>                 |
| <b>NET INCOME/(EXPENSES) FROM INVESTMENTS</b>                                    | <b>8,747,407</b>                                    | <b>309,690</b>                                  | <b>1,336,855</b>                  |
| Net realised profit/(loss) on sale of investments                                | 161,773,363                                         | (1,725,910)                                     | (13,050,011)                      |
| Net realised profit/(loss) on forward foreign exchange contracts                 | 1,652,033                                           | (1,460)                                         | —                                 |
| Net realised profit/(loss) on financial future contracts                         | —                                                   | —                                               | —                                 |
| Net realised profit/(loss) on cross currency swap contracts                      | —                                                   | —                                               | —                                 |
| Net realised profit/(loss) on interest rate swap contracts                       | —                                                   | —                                               | —                                 |
| Net realised profit/(loss) on total return swap contracts                        | —                                                   | —                                               | —                                 |
| Net realised profit/(loss) on contract for differences                           | —                                                   | —                                               | —                                 |
| Net realised profit/(loss) on credit default swap contracts                      | —                                                   | —                                               | —                                 |
| Net realised profit/(loss) on option contracts                                   | —                                                   | —                                               | —                                 |
| Net realised profit/(loss) on mortgage dollar rolls                              | —                                                   | —                                               | —                                 |
| Net realised profit/(loss) on foreign exchange transactions                      | (949,924)                                           | 33,358                                          | 21,158                            |
| <b>NET REALISED PROFIT/(LOSS) FOR THE YEAR</b>                                   | <b>171,222,879</b>                                  | <b>(1,384,322)</b>                              | <b>(11,691,998)</b>               |
| Change in net unrealised appreciation/(depreciation) on:                         |                                                     |                                                 |                                   |
| Investments                                                                      | (96,520,489)                                        | 8,691,909                                       | 57,217,839                        |
| Forward foreign exchange contracts                                               | 970,679                                             | 433                                             | —                                 |
| Financial future contracts                                                       | —                                                   | —                                               | —                                 |
| Cross currency swap contracts                                                    | —                                                   | —                                               | —                                 |
| Interest rate swap contracts                                                     | —                                                   | —                                               | —                                 |
| Total return swap contracts                                                      | —                                                   | —                                               | —                                 |
| Credit default swap contracts                                                    | —                                                   | —                                               | —                                 |
| Option contracts                                                                 | —                                                   | —                                               | —                                 |
| Contract for differences                                                         | —                                                   | —                                               | —                                 |
| Mortgage dollar rolls                                                            | —                                                   | —                                               | —                                 |
| Foreign exchange transactions                                                    | (136,142)                                           | 483                                             | (3,816)                           |
| Capital gains tax                                                                | (5,895,191)                                         | —                                               | —                                 |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS</b>           | <b>69,641,736</b>                                   | <b>7,308,503</b>                                | <b>45,522,025</b>                 |
| <b>MOVEMENT OF CAPITAL</b>                                                       |                                                     |                                                 |                                   |
| Issue of shares                                                                  | 302,157,789                                         | 8,400,077                                       | 24,916,223                        |
| Redemption of shares                                                             | (406,142,348)                                       | (13,375,972)                                    | (79,167,340)                      |
| Equalisation (note 25)                                                           | (218,017)                                           | (1,515)                                         | (16,880)                          |
|                                                                                  | (104,202,576)                                       | (4,977,410)                                     | (54,267,997)                      |
| Dividends paid/accumulated                                                       | (3,130,947)                                         | (991,545)                                       | (46,539)                          |
| <b>NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF MOVEMENT IN CAPITAL</b>  | <b>(107,333,523)</b>                                | <b>(5,968,955)</b>                              | <b>(54,314,536)</b>               |
| <b>NET ASSETS AT THE END OF THE YEAR</b>                                         | <b>1,325,256,752</b>                                | <b>62,198,517</b>                               | <b>592,009,560</b>                |

\*Please refer Note 1 for fund events.



# Statement of Operations and Changes in Net Assets

For the year ended June 30, 2024

| Templeton Global<br>High Yield Fund<br>(USD) | Templeton Global<br>Income Fund<br>(USD) | Templeton<br>Global Smaller<br>Companies Fund<br>(USD) | Templeton Global<br>Total Return Fund<br>(USD) | Templeton Global<br>Total Return II<br>Fund*<br>(USD) | Templeton Growth<br>(Euro) Fund<br>(EUR) | Templeton Latin<br>America Fund<br>(USD) |
|----------------------------------------------|------------------------------------------|--------------------------------------------------------|------------------------------------------------|-------------------------------------------------------|------------------------------------------|------------------------------------------|
| 80,705,779                                   | 197,904,467                              | 98,779,704                                             | 2,458,073,822                                  | 8,741,443                                             | 6,927,993,611                            | 763,929,924                              |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| 80,705,779                                   | 197,904,467                              | 98,779,704                                             | 2,458,073,822                                  | 8,741,443                                             | 6,927,993,611                            | 763,929,924                              |
| 67,684                                       | 2,951,799                                | 1,324,345                                              | —                                              | —                                                     | 109,710,511                              | 37,489,827                               |
| 6,322,172                                    | 6,763,501                                | 245,468                                                | 149,807,882                                    | 138,150                                               | 13,728,133                               | 979,813                                  |
| 1,545                                        | 37,601                                   | 4,299                                                  | 1,222,763                                      | 216                                                   | 355,683                                  | 15,152                                   |
| 287                                          | 5,739                                    | 10,530                                                 | —                                              | —                                                     | 533,619                                  | —                                        |
| —                                            | —                                        | —                                                      | —                                              | 1,368                                                 | —                                        | —                                        |
| 669                                          | 18,914                                   | —                                                      | 778,309                                        | 702                                                   | —                                        | —                                        |
| <b>6,392,357</b>                             | <b>9,777,554</b>                         | <b>1,584,642</b>                                       | <b>151,808,954</b>                             | <b>140,436</b>                                        | <b>124,327,946</b>                       | <b>38,484,792</b>                        |
| 1,171,144                                    | 2,715,001                                | 1,495,102                                              | 23,960,256                                     | 25,083                                                | 107,880,684                              | 12,521,512                               |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| 195,573                                      | 447,751                                  | 240,163                                                | 5,097,856                                      | 5,236                                                 | 16,679,164                               | 1,679,100                                |
| 519                                          | 1,151                                    | 614                                                    | 13,318                                         | —                                                     | 45,715                                   | 3,898                                    |
| 41,236                                       | 90,481                                   | 49,811                                                 | 999,159                                        | 1,089                                                 | 3,668,385                                | 311,376                                  |
| 5,210                                        | 30,674                                   | 6,594                                                  | 681,870                                        | 1,204                                                 | 493,945                                  | 211,560                                  |
| 13,671                                       | 14,687                                   | 10,510                                                 | 20,964                                         | 10,448                                                | 6,134                                    | 14,144                                   |
| 8,795                                        | 12,967                                   | 7,539                                                  | 91,485                                         | 89                                                    | 253,785                                  | 24,491                                   |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| —                                            | 74,373                                   | —                                                      | 3,154,154                                      | —                                                     | —                                        | —                                        |
| 95,246                                       | 120,613                                  | 55,228                                                 | 519,688                                        | 14,509                                                | 1,308,606                                | 140,856                                  |
| <b>1,531,394</b>                             | <b>3,507,698</b>                         | <b>1,865,561</b>                                       | <b>34,538,750</b>                              | <b>57,658</b>                                         | <b>130,336,418</b>                       | <b>14,906,937</b>                        |
| (3,849)                                      | (7,990)                                  | —                                                      | (20,529)                                       | (23,380)                                              | —                                        | (15,778)                                 |
| <b>1,527,545</b>                             | <b>3,499,708</b>                         | <b>1,865,561</b>                                       | <b>34,518,221</b>                              | <b>34,278</b>                                         | <b>130,336,418</b>                       | <b>14,891,159</b>                        |
| <b>4,864,812</b>                             | <b>6,277,846</b>                         | <b>(280,919)</b>                                       | <b>117,290,733</b>                             | <b>106,158</b>                                        | <b>(6,008,472)</b>                       | <b>23,593,633</b>                        |
| (1,192,778)                                  | (1,886,713)                              | 7,291,637                                              | (83,163,526)                                   | (740,095)                                             | 210,184,139                              | 2,453,289                                |
| 1,145,064                                    | (3,495,680)                              | —                                                      | (76,737,666)                                   | (135,696)                                             | (4,031)                                  | 467,747                                  |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| —                                            | —                                        | —                                                      | —                                              | (42,494)                                              | —                                        | —                                        |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| (45,825)                                     | (89,449)                                 | —                                                      | (8,147,901)                                    | —                                                     | —                                        | —                                        |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| 8,956                                        | 381,850                                  | (31,338)                                               | 5,604,679                                      | 6,389                                                 | 3,409,991                                | 104,154                                  |
| <b>4,780,229</b>                             | <b>1,187,854</b>                         | <b>6,979,380</b>                                       | <b>(45,153,681)</b>                            | <b>(805,738)</b>                                      | <b>207,581,627</b>                       | <b>26,618,823</b>                        |
| 2,919,514                                    | 11,761,403                               | (123,722)                                              | 36,890,854                                     | 336,452                                               | 813,823,744                              | (90,235,726)                             |
| (1,175,754)                                  | (721,127)                                | —                                                      | (7,987,674)                                    | 30,527                                                | —                                        | 220,056                                  |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| —                                            | (93,823)                                 | —                                                      | (4,236,728)                                    | 10,953                                                | —                                        | —                                        |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| —                                            | —                                        | —                                                      | (2,927,119)                                    | —                                                     | —                                        | —                                        |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| —                                            | —                                        | —                                                      | —                                              | —                                                     | —                                        | —                                        |
| (50,770)                                     | (106,906)                                | 16,306                                                 | (2,847,254)                                    | (9,168)                                               | (125,894)                                | (426,448)                                |
| (51,906)                                     | (135,933)                                | (212,219)                                              | (1,121,658)                                    | 2,938                                                 | (5,013,733)                              | —                                        |
| <b>6,421,313</b>                             | <b>11,891,468</b>                        | <b>6,659,745</b>                                       | <b>(27,383,260)</b>                            | <b>(434,036)</b>                                      | <b>1,016,265,744</b>                     | <b>(63,823,295)</b>                      |
| 34,172,243                                   | 6,736,901                                | 7,883,134                                              | 150,329,475                                    | —                                                     | 105,617,182                              | 145,581,255                              |
| (28,188,926)                                 | (34,331,707)                             | (14,283,959)                                           | (558,228,299)                                  | (8,307,407)                                           | (415,386,104)                            | (244,632,574)                            |
| 54,501                                       | (318,728)                                | (440)                                                  | (6,466,309)                                    | —                                                     | 4,947                                    | (1,666,298)                              |
| <b>6,037,818</b>                             | <b>(27,913,534)</b>                      | <b>(6,401,265)</b>                                     | <b>(414,365,133)</b>                           | <b>(8,307,407)</b>                                    | <b>(309,763,975)</b>                     | <b>(100,717,617)</b>                     |
| (4,479,723)                                  | (1,839,668)                              | —                                                      | (74,147,334)                                   | —                                                     | (1,341)                                  | (30,470,117)                             |
| 1,558,095                                    | (29,753,202)                             | (6,401,265)                                            | (488,512,467)                                  | (8,307,407)                                           | (309,765,316)                            | (131,187,734)                            |
| <b>88,685,187</b>                            | <b>180,042,733</b>                       | <b>99,038,184</b>                                      | <b>1,942,178,095</b>                           | <b>—</b>                                              | <b>7,634,494,039</b>                     | <b>568,918,895</b>                       |

## Statistical Information

|                                                     | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|-----------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin Biotechnology Discovery Fund - USD</b>  |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                             | 1.81%                                                       | 122,975.73                                         | 16.44                                                     | 13.72                                                     | 12.90                                                     |
| A (acc) EUR-H1 (hedged)                             | 1.81%                                                       | 917,788.01                                         | 12.16                                                     | 9.90                                                      | 9.20                                                      |
| A (acc) HKD                                         | 1.81%                                                       | 2,750,479.72                                       | 27.13                                                     | 21.72                                                     | 19.61                                                     |
| A (acc) SGD                                         | 1.81%                                                       | 1,906,725.22                                       | 41.17                                                     | 32.76                                                     | 30.35                                                     |
| A (acc) USD                                         | 1.81%                                                       | 30,030,747.42                                      | 41.69                                                     | 33.26                                                     | 29.99                                                     |
| C (acc) USD                                         | 2.38%                                                       | 251,136.64                                         | 47.58                                                     | 38.17                                                     | 34.63                                                     |
| F (acc) USD                                         | 2.80%                                                       | 1,641,461.75                                       | 13.16                                                     | 10.61                                                     | 9.66                                                      |
| I (acc) EUR-H1 (hedged)                             | 0.96%                                                       | 314,149.68                                         | 25.07                                                     | 20.25                                                     | 18.66                                                     |
| I (acc) USD                                         | 0.96%                                                       | 1,729,662.37                                       | 66.33                                                     | 52.47                                                     | 46.91                                                     |
| N (acc) PLN-H1 (hedged)                             | 2.55%                                                       | 1,568,629.39                                       | 9.94                                                      | 7.97                                                      | 7.08                                                      |
| N (acc) USD                                         | 2.55%                                                       | 3,183,382.85                                       | 34.48                                                     | 27.72                                                     | 25.18                                                     |
| W (acc) USD                                         | 1.01%                                                       | 1,298,854.23                                       | 20.72                                                     | 16.40                                                     | 14.67                                                     |
| Z (acc) GBP                                         | 1.31%                                                       | 78,545.67                                          | 44.57                                                     | 35.22                                                     | 32.98                                                     |
| Z (acc) USD                                         | 1.31%                                                       | 76,893.86                                          | 15.57                                                     | 12.36                                                     | 11.09                                                     |
| <b>Franklin Disruptive Commerce Fund - USD</b>      |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR-H1 (hedged)                             | 1.80%                                                       | 10,725.93                                          | 8.63                                                      | 7.40                                                      | 6.23                                                      |
| A (acc) SGD-H1 (hedged)                             | 1.80%                                                       | 6,777.50                                           | 5.75                                                      | 4.93                                                      | 4.05                                                      |
| A (acc) USD                                         | 1.80%                                                       | 122,408.46                                         | 6.06                                                      | 5.10                                                      | 4.09                                                      |
| A (Ydis) EUR                                        | 1.80%                                                       | 4,858.43                                           | 6.57                                                      | 5.42                                                      | 4.52                                                      |
| C (acc) USD                                         | 2.38%                                                       | 5,000.00                                           | 5.97                                                      | 5.05                                                      | 4.07                                                      |
| I (acc) EUR                                         | 0.85%                                                       | 108,309.51                                         | 6.73                                                      | 5.51                                                      | 4.56                                                      |
| I (acc) USD                                         | 0.85%                                                       | 125,000.00                                         | 6.22                                                      | 5.18                                                      | 4.11                                                      |
| N (acc) EUR                                         | 2.55%                                                       | 22,737.28                                          | 6.43                                                      | 5.35                                                      | 4.50                                                      |
| N (acc) USD                                         | 2.55%                                                       | 13,870.79                                          | 5.95                                                      | 5.03                                                      | 4.06                                                      |
| W (acc) USD                                         | 0.90%                                                       | 125,000.00                                         | 6.21                                                      | 5.18                                                      | 4.11                                                      |
| <b>Franklin Diversified Balanced Fund - EUR</b>     |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CZK-H1 (hedged)                             | 1.59%                                                       | 2,015,441.51                                       | 134.32                                                    | 120.16                                                    | 111.66                                                    |
| A (acc) EUR                                         | 1.59%                                                       | 4,477,239.53                                       | 15.72                                                     | 14.40                                                     | 14.06                                                     |
| A (acc) SGD-H1 (hedged)                             | 1.57%                                                       | 120.27                                             | 13.04                                                     | 11.95                                                     | 11.46                                                     |
| A (acc) USD-H1 (hedged)                             | 1.59%                                                       | 2,500.00                                           | 10.44                                                     | —                                                         | —                                                         |
| A (Qdis) EUR                                        | 1.59%                                                       | 88,954.71                                          | 8.79                                                      | 8.26                                                      | 8.25                                                      |
| A (Ydis) EUR                                        | 1.59%                                                       | 2,546,007.05                                       | 12.60                                                     | 11.83                                                     | 11.78                                                     |
| G (acc) EUR                                         | 2.29%                                                       | 25,967.88                                          | 10.91                                                     | 10.06                                                     | 9.89                                                      |
| I (acc) EUR                                         | 0.85%                                                       | 3,493,992.06                                       | 17.50                                                     | 15.91                                                     | 15.41                                                     |
| I (acc) USD-H1 (hedged)                             | 0.83%                                                       | 89.25                                              | 14.56                                                     | 13.04                                                     | 12.27                                                     |
| I (Qdis) EUR                                        | 0.76%                                                       | 180.70                                             | 9.41                                                      | 8.77                                                      | 8.69                                                      |
| I (Ydis) EUR                                        | 0.88%                                                       | 117.83                                             | 15.01                                                     | 14.00                                                     | 13.83                                                     |
| N (acc) EUR                                         | 2.39%                                                       | 467,918.47                                         | 13.84                                                     | 12.77                                                     | 12.57                                                     |
| N (Ydis) EUR                                        | 2.39%                                                       | 174,749.43                                         | 8.43                                                      | 7.98                                                      | 8.01                                                      |
| W (Ydis) EUR                                        | 0.89%                                                       | 1,494.99                                           | 9.93                                                      | 9.26                                                      | 9.16                                                      |
| <b>Franklin Diversified Conservative Fund - EUR</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CZK-H1 (hedged)                             | 1.45%                                                       | 1,139,613.13                                       | 101.83                                                    | 95.60                                                     | 93.27                                                     |
| A (acc) EUR                                         | 1.45%                                                       | 1,772,905.01                                       | 12.20                                                     | 11.72                                                     | 12.02                                                     |
| A (acc) SGD-H1 (hedged)                             | 1.45%                                                       | 157.59                                             | 9.91                                                      | 9.56                                                      | 9.62                                                      |
| A (acc) USD-H1 (hedged)                             | 1.45%                                                       | 2,500.00                                           | 10.14                                                     | —                                                         | —                                                         |
| A (Qdis) EUR                                        | 1.45%                                                       | 91,166.50                                          | 7.28                                                      | 7.17                                                      | 7.52                                                      |
| A (Qdis) USD-H1 (hedged)                            | 1.45%                                                       | 983.19                                             | 8.87                                                      | 8.62                                                      | 8.78                                                      |
| A (Ydis) EUR                                        | 1.45%                                                       | 2,042,950.01                                       | 10.19                                                     | 10.04                                                     | 10.56                                                     |
| I (acc) EUR                                         | 0.71%                                                       | 1,361,058.02                                       | 13.41                                                     | 12.79                                                     | 13.03                                                     |
| I (acc) USD-H1 (hedged)                             | 0.71%                                                       | 90.83                                              | 11.05                                                     | 10.38                                                     | 10.27                                                     |
| I (Qdis) EUR                                        | 0.71%                                                       | 208.53                                             | 7.73                                                      | 7.57                                                      | 7.88                                                      |
| I (Ydis) EUR                                        | 0.71%                                                       | 95.10                                              | 11.29                                                     | 11.05                                                     | 11.48                                                     |
| N (acc) EUR                                         | 2.35%                                                       | 742,212.09                                         | 10.53                                                     | 10.21                                                     | 10.57                                                     |
| N (acc) USD-H1 (hedged)                             | 2.35%                                                       | 126.17                                             | 9.75                                                      | 9.33                                                      | 9.38                                                      |
| N (Ydis) EUR                                        | 2.35%                                                       | 309,643.94                                         | 6.88                                                      | 6.84                                                      | 7.26                                                      |
| W (Ydis) EUR                                        | 0.75%                                                       | 1,097.08                                           | 8.14                                                      | 7.97                                                      | 8.32                                                      |
| <b>Franklin Diversified Dynamic Fund - EUR</b>      |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CZK-H1 (hedged)                             | 1.75%                                                       | 607,796.15                                         | 152.99                                                    | 132.70                                                    | 120.95                                                    |
| A (acc) EUR                                         | 1.75%                                                       | 6,219,824.75                                       | 17.64                                                     | 15.66                                                     | 14.99                                                     |
| A (acc) NOK-H1 (hedged)                             | 1.73%                                                       | 43,989.77                                          | 13.50                                                     | 11.95                                                     | 11.39                                                     |
| A (acc) SEK-H1 (hedged)                             | 1.73%                                                       | 10,872.36                                          | 12.52                                                     | 11.15                                                     | 10.68                                                     |

## Statistical Information

|                                                                                     | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|-------------------------------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin Diversified Dynamic Fund - EUR (continued)</b>                          |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) SGD-H1 (hedged)                                                             | 1.73%                                                       | 1,021.00                                           | 14.69                                                     | 13.06                                                     | 12.29                                                     |
| A (acc) USD-H1 (hedged)*                                                            | 1.75%                                                       | 2,500.00                                           | 10.61                                                     | —                                                         | —                                                         |
| A (Ydis) EUR                                                                        | 1.75%                                                       | 624,786.39                                         | 14.21                                                     | 12.87                                                     | 12.57                                                     |
| I (acc) EUR                                                                         | 0.91%                                                       | 1,860,712.11                                       | 19.92                                                     | 17.55                                                     | 16.66                                                     |
| I (acc) USD-H1 (hedged)                                                             | 0.89%                                                       | 78.51                                              | 16.57                                                     | 14.39                                                     | 13.28                                                     |
| I (Ydis) EUR                                                                        | 0.91%                                                       | 71.50                                              | 19.55                                                     | 17.58                                                     | 16.70                                                     |
| N (acc) EUR                                                                         | 2.50%                                                       | 324,022.71                                         | 15.37                                                     | 13.75                                                     | 13.26                                                     |
| W (Ydis) EUR                                                                        | 0.96%                                                       | 1,212.58                                           | 10.77                                                     | 9.68                                                      | 9.38                                                      |
| <b>Franklin Emerging Market Corporate Debt Fund - USD</b>                           |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) USD                                                                         | 1.44%                                                       | 5,366.46                                           | 11.19                                                     | 10.14                                                     | 9.46                                                      |
| I (acc) EUR-H1 (hedged)                                                             | 0.80%                                                       | 25,771.12                                          | 14.10                                                     | 12.90                                                     | 12.34                                                     |
| I (acc) GBP-H1 (hedged)                                                             | 0.80%                                                       | 11,694.82                                          | 11.58                                                     | 10.45                                                     | 9.83                                                      |
| I (acc) USD                                                                         | 0.80%                                                       | 508,501.74                                         | 16.90                                                     | 15.21                                                     | 14.08                                                     |
| I (Ydis) EUR-H1 (hedged)                                                            | 0.80%                                                       | 52,501.01                                          | 9.12                                                      | 8.92                                                      | 9.13                                                      |
| W (acc) USD                                                                         | 0.85%                                                       | 201,302.37                                         | 11.92                                                     | 10.73                                                     | 9.93                                                      |
| Y (acc) USD                                                                         | 0.10%                                                       | 500.00                                             | 12.15                                                     | 10.86                                                     | 9.98                                                      |
| Y (Mdis) EUR                                                                        | 0.10%                                                       | 1,382,238.97                                       | 9.61                                                      | 9.06                                                      | 9.33                                                      |
| <b>Franklin Emerging Market Sovereign Debt Hard Currency Fund - USD<sup>a</sup></b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| I (acc) USD                                                                         | —                                                           | —                                                  | —                                                         | 8.55                                                      | 7.86                                                      |
| P1 (acc) USD <sup>1</sup>                                                           | —                                                           | —                                                  | —                                                         | 10.27                                                     | —                                                         |
| Y (acc) USD                                                                         | —                                                           | —                                                  | —                                                         | 10.30                                                     | —                                                         |
| <b>Franklin Emerging Markets Debt Opportunities Hard Currency Fund - USD</b>        |                                                             |                                                    |                                                           |                                                           |                                                           |
| I (acc) USD                                                                         | 0.80%                                                       | 3,882,147.60                                       | 11.01                                                     | 10.00                                                     | 9.08                                                      |
| I (Ydis) EUR-H1 (hedged)                                                            | 0.80%                                                       | 18,851,949.57                                      | 7.56                                                      | 7.42                                                      | 7.50                                                      |
| I (Ydis) USD                                                                        | 0.80%                                                       | 280.26                                             | 8.69                                                      | 8.41                                                      | 8.13                                                      |
| W (acc) GBP-H1 (hedged)                                                             | 0.85%                                                       | 148.45                                             | 9.18                                                      | 8.37                                                      | 7.77                                                      |
| W (acc) USD                                                                         | 0.85%                                                       | 10,836.79                                          | 10.28                                                     | 9.34                                                      | 8.48                                                      |
| W (Ydis) EUR-H1 (hedged)                                                            | 0.85%                                                       | 138.69                                             | 7.53                                                      | 7.39                                                      | 7.47                                                      |
| Y (acc) USD                                                                         | 0.07%                                                       | 895,414.18                                         | 11.06                                                     | 9.97                                                      | 8.99                                                      |
| <b>Franklin Euro Government Bond Fund - EUR</b>                                     |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (Ydis) EUR                                                                        | 0.80%                                                       | 2,616,286.84                                       | 9.88                                                      | 9.75                                                      | 10.19                                                     |
| I (acc) EUR                                                                         | 0.50%                                                       | 4,107,592.13                                       | 14.83                                                     | 14.45                                                     | 15.03                                                     |
| I (Qdis) EUR                                                                        | 0.50%                                                       | 69,117.00                                          | 9.76                                                      | 9.68                                                      | 10.14                                                     |
| N (acc) EUR                                                                         | 1.35%                                                       | 1,804,904.32                                       | 12.21                                                     | 12.00                                                     | 12.59                                                     |
| Y (Mdis) EUR                                                                        | 0.07%                                                       | 209,254.59                                         | 8.50                                                      | 8.42                                                      | 8.80                                                      |
| <b>Franklin Euro High Yield Fund - EUR</b>                                          |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                                         | 1.34%                                                       | 1,669,944.95                                       | 20.96                                                     | 19.17                                                     | 17.55                                                     |
| A (Mdis) EUR                                                                        | 1.34%                                                       | 23,700,017.46                                      | 5.14                                                      | 4.98                                                      | 4.79                                                      |
| A (Mdis) USD                                                                        | 1.34%                                                       | 1,488,411.79                                       | 6.97                                                      | 6.87                                                      | 6.35                                                      |
| A (Mdis) USD-H1 (hedged)                                                            | 1.34%                                                       | 336,795.32                                         | 9.55                                                      | 9.10                                                      | 8.49                                                      |
| A (Ydis) EUR                                                                        | 1.34%                                                       | 3,829,199.31                                       | 5.37                                                      | 5.29                                                      | 4.96                                                      |
| I (acc) EUR                                                                         | 0.79%                                                       | 792,922.47                                         | 24.00                                                     | 21.82                                                     | 19.85                                                     |
| I (Ydis) EUR                                                                        | 0.77%                                                       | 107.64                                             | 8.63                                                      | 8.43                                                      | 7.86                                                      |
| N (acc) EUR                                                                         | 1.94%                                                       | 2,632,898.57                                       | 18.16                                                     | 16.71                                                     | 15.39                                                     |
| W (acc) EUR                                                                         | 0.81%                                                       | 174,705.91                                         | 13.71                                                     | 12.47                                                     | 11.35                                                     |
| <b>Franklin Euro Short Duration Bond Fund - EUR</b>                                 |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                                         | 0.60%                                                       | 23,781,578.19                                      | 10.36                                                     | 9.95                                                      | 9.99                                                      |
| A (Ydis) EUR                                                                        | 0.60%                                                       | 344,026.39                                         | 9.74                                                      | 9.53                                                      | 9.66                                                      |
| I (acc) EUR                                                                         | 0.30%                                                       | 12,935,138.94                                      | 10.72                                                     | 10.26                                                     | 10.27                                                     |
| N (acc) EUR                                                                         | 1.15%                                                       | 1,766,444.09                                       | 9.80                                                      | 9.45                                                      | 9.55                                                      |
| P2 (acc) EUR <sup>1</sup>                                                           | 0.15%                                                       | 105,288,975.75                                     | 10.25                                                     | 9.79                                                      | 9.79                                                      |
| P2 (Qdis) EUR <sup>1</sup>                                                          | 0.15%                                                       | 55,741,312.37                                      | 10.17                                                     | 10.00                                                     | —                                                         |
| S (acc) EUR                                                                         | 0.20%                                                       | 51,617,002.44                                      | 10.33                                                     | 9.88                                                      | 9.87                                                      |
| W (acc) EUR                                                                         | 0.35%                                                       | 4,238,184.81                                       | 10.61                                                     | 10.16                                                     | 10.17                                                     |
| Y (Mdis) EUR                                                                        | 0.05%                                                       | 613,807.35                                         | 9.85                                                      | 9.71                                                      | 9.87                                                      |
| <b>Franklin European Corporate Bond Fund - EUR</b>                                  |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                                         | 0.95%                                                       | 1,206,686.02                                       | 12.75                                                     | 12.02                                                     | 12.15                                                     |
| A (Ydis) EUR                                                                        | 0.95%                                                       | 340,094.11                                         | 9.90                                                      | 9.54                                                      | 9.78                                                      |
| I (acc) EUR                                                                         | 0.55%                                                       | 500,743.22                                         | 13.60                                                     | 12.78                                                     | 12.86                                                     |
| I (Ydis) EUR                                                                        | 0.55%                                                       | 158.29                                             | 10.24                                                     | 9.83                                                      | 10.04                                                     |

## Statistical Information

|                                                                | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|----------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin European Corporate Bond Fund - EUR (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| N (acc) EUR                                                    | 1.65%                                                       | 481,629.54                                         | 11.41                                                     | 10.84                                                     | 11.03                                                     |
| N (Ydis) EUR                                                   | 1.65%                                                       | 271,673.53                                         | 9.24                                                      | 8.97                                                      | 9.26                                                      |
| W (acc) EUR                                                    | 0.60%                                                       | 271,107.95                                         | 10.89                                                     | 10.23                                                     | 10.30                                                     |
| Y (Mdis) EUR                                                   | 0.05%                                                       | 408,682.21                                         | 9.49                                                      | 9.16                                                      | 9.36                                                      |
| <b>Franklin European Social Leaders Bond Fund - EUR</b>        |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                    | 0.75%                                                       | 50,000.00                                          | 10.30                                                     | 9.91                                                      | —                                                         |
| A (Mdis) EUR                                                   | 0.75%                                                       | 50,000.00                                          | 9.91                                                      | 9.77                                                      | —                                                         |
| I (acc) EUR                                                    | 0.45%                                                       | 530,656.48                                         | 10.35                                                     | 9.93                                                      | —                                                         |
| I (Mdis) EUR                                                   | 0.45%                                                       | 400,000.00                                         | 9.91                                                      | 9.77                                                      | —                                                         |
| W (acc) EUR                                                    | 0.50%                                                       | 50,000.00                                          | 10.35                                                     | 9.93                                                      | —                                                         |
| W (Mdis) EUR                                                   | 0.50%                                                       | 50,000.00                                          | 9.91                                                      | 9.77                                                      | —                                                         |
| <b>Franklin European Total Return Fund - EUR</b>               |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                    | 0.95%                                                       | 10,445,549.55                                      | 15.10                                                     | 14.36                                                     | 14.53                                                     |
| A (acc) NOK-H1 (hedged)                                        | 0.95%                                                       | 16,915.27                                          | 12.65                                                     | 11.98                                                     | 12.05                                                     |
| A (acc) SEK-H1 (hedged)                                        | 0.95%                                                       | 10,037.40                                          | 11.36                                                     | 10.82                                                     | 10.95                                                     |
| A (Mdis) EUR                                                   | 0.95%                                                       | 3,679,841.57                                       | 9.06                                                      | 8.87                                                      | 9.13                                                      |
| A (Mdis) USD                                                   | 0.95%                                                       | 103,076.90                                         | 9.72                                                      | 9.69                                                      | 9.59                                                      |
| I (acc) EUR                                                    | 0.55%                                                       | 37,112,148.97                                      | 15.21                                                     | 14.40                                                     | 14.52                                                     |
| I (Ydis) EUR                                                   | 0.55%                                                       | 93.11                                              | 9.95                                                      | —                                                         | —                                                         |
| N (acc) EUR                                                    | 1.65%                                                       | 6,114,583.09                                       | 13.05                                                     | 12.49                                                     | 12.73                                                     |
| N (acc) PLN-H1 (hedged)                                        | 1.65%                                                       | 3,950,138.27                                       | 11.56                                                     | 10.82                                                     | 10.42                                                     |
| N (Mdis) EUR                                                   | 1.65%                                                       | 1,951,694.07                                       | 9.63                                                      | 9.49                                                      | 9.84                                                      |
| S (acc) EUR                                                    | 0.15%                                                       | 53,682,753.55                                      | 9.46                                                      | 8.92                                                      | 8.96                                                      |
| S (Ydis) EUR                                                   | 0.15%                                                       | 70,777,564.67                                      | 9.03                                                      | 8.67                                                      | 8.82                                                      |
| W (acc) EUR                                                    | 0.60%                                                       | 5,391,211.49                                       | 11.42                                                     | 10.82                                                     | 10.92                                                     |
| W (Ydis) EUR                                                   | 0.60%                                                       | 113,609.95                                         | 8.76                                                      | 8.46                                                      | 8.64                                                      |
| X (Qdis) EUR                                                   | 0.15%                                                       | 104.91                                             | 9.02                                                      | 8.72                                                      | 8.78                                                      |
| Y (Mdis) EUR                                                   | 0.05%                                                       | 313,006.16                                         | 9.10                                                      | 8.83                                                      | 9.01                                                      |
| <b>Franklin Flexible Alpha Bond Fund - USD</b>                 |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                    | 1.39%                                                       | 442,191.50                                         | 12.10                                                     | 11.22                                                     | 11.20                                                     |
| A (acc) USD                                                    | 1.39%                                                       | 125,313.45                                         | 11.48                                                     | 10.85                                                     | 10.40                                                     |
| A (Qdis) EUR-H1 (hedged)                                       | 1.39%                                                       | 17,579.77                                          | 8.40                                                      | 8.38                                                      | 8.46                                                      |
| I (acc) EUR                                                    | 0.50%                                                       | 58,251.42                                          | 12.91                                                     | 11.87                                                     | 11.74                                                     |
| I (acc) GBP-H1 (hedged)                                        | 0.50%                                                       | 75.76                                              | 11.30                                                     | 10.59                                                     | 10.19                                                     |
| I (acc) NOK-H1 (hedged)                                        | 0.50%                                                       | 1,216.72                                           | 11.01                                                     | 10.42                                                     | 10.09                                                     |
| I (acc) SEK-H1 (hedged)                                        | 0.50%                                                       | 966.17                                             | 10.50                                                     | 9.97                                                      | 9.71                                                      |
| I (acc) USD                                                    | 0.50%                                                       | 100.47                                             | 12.21                                                     | 11.45                                                     | 10.88                                                     |
| I (Ydis) GBP-H1 (hedged)                                       | 0.50%                                                       | 85.87                                              | 9.50                                                      | 9.23                                                      | 9.11                                                      |
| I (Ydis) USD                                                   | 0.50%                                                       | 131.79                                             | 10.32                                                     | 10.05                                                     | 9.78                                                      |
| N (acc) EUR                                                    | 1.99%                                                       | 650,690.12                                         | 11.49                                                     | 10.72                                                     | 10.76                                                     |
| N (acc) EUR-H1 (hedged)                                        | 1.99%                                                       | 104,980.44                                         | 9.18                                                      | 8.87                                                      | 8.79                                                      |
| N (Qdis) EUR-H1 (hedged)                                       | 1.99%                                                       | 13,429.54                                          | 8.44                                                      | 8.42                                                      | 8.50                                                      |
| N (Qdis) USD                                                   | 1.99%                                                       | 51,572.02                                          | 10.05                                                     | 9.86                                                      | 9.68                                                      |
| W (acc) USD                                                    | 0.55%                                                       | 114,434.06                                         | 11.86                                                     | 11.11                                                     | 10.56                                                     |
| Y (acc) SGD-H1 (hedged)                                        | 0.06%                                                       | 3,604,512.99                                       | 11.40                                                     | 10.82                                                     | 10.33                                                     |
| <b>Franklin Genomic Advancements Fund - USD</b>                |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR-H1 (hedged)                                        | 1.80%                                                       | 4,693.07                                           | 7.33                                                      | 7.23                                                      | 8.11                                                      |
| A (acc) SGD-H1 (hedged)                                        | 1.80%                                                       | 8,455.45                                           | 5.85                                                      | 5.76                                                      | 6.32                                                      |
| A (acc) USD                                                    | 1.80%                                                       | 114,830.16                                         | 6.10                                                      | 5.89                                                      | 6.34                                                      |
| A (Ydis) EUR                                                   | 1.80%                                                       | 7,694.76                                           | 6.62                                                      | 6.27                                                      | 7.03                                                      |
| C (acc) USD                                                    | 2.38%                                                       | 5,000.00                                           | 6.00                                                      | 5.83                                                      | 6.31                                                      |
| I (acc) EUR                                                    | 0.85%                                                       | 108,309.51                                         | 6.78                                                      | 6.36                                                      | 7.06                                                      |
| I (acc) USD                                                    | 0.85%                                                       | 125,000.00                                         | 6.26                                                      | 5.98                                                      | 6.38                                                      |
| N (acc) EUR                                                    | 2.55%                                                       | 25,809.23                                          | 6.48                                                      | 6.18                                                      | 6.98                                                      |
| N (acc) USD                                                    | 2.55%                                                       | 47,391.09                                          | 5.98                                                      | 5.81                                                      | 6.30                                                      |
| W (acc) USD                                                    | 0.90%                                                       | 125,000.00                                         | 6.25                                                      | 5.98                                                      | 6.38                                                      |

## Statistical Information

|                                                                   | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|-------------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin Global Aggregate Bond Fund - USD<sup>a</sup></b>      |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                       | —                                                           | —                                                  | —                                                         | 12.65                                                     | 13.13                                                     |
| A (acc) EUR-H1 (hedged)                                           | —                                                           | —                                                  | —                                                         | 8.20                                                      | 8.45                                                      |
| A (acc) USD                                                       | —                                                           | —                                                  | —                                                         | 9.87                                                      | 9.84                                                      |
| A (Mdis) EUR                                                      | —                                                           | —                                                  | —                                                         | 10.79                                                     | 11.37                                                     |
| A (Mdis) USD                                                      | —                                                           | —                                                  | —                                                         | 8.48                                                      | 8.57                                                      |
| EB (acc) USD                                                      | —                                                           | —                                                  | —                                                         | 10.05                                                     | —                                                         |
| I (acc) EUR                                                       | —                                                           | —                                                  | —                                                         | 13.82                                                     | 14.24                                                     |
| I (acc) EUR-H1 (hedged)                                           | —                                                           | —                                                  | —                                                         | 8.69                                                      | 8.89                                                      |
| I (acc) USD                                                       | —                                                           | —                                                  | —                                                         | 10.80                                                     | 10.68                                                     |
| N (acc) EUR                                                       | —                                                           | —                                                  | —                                                         | 11.59                                                     | 12.12                                                     |
| N (acc) EUR-H1 (hedged)                                           | —                                                           | —                                                  | —                                                         | 7.53                                                      | 7.82                                                      |
| N (acc) USD                                                       | —                                                           | —                                                  | —                                                         | 9.08                                                      | 9.11                                                      |
| W (acc) EUR                                                       | —                                                           | —                                                  | —                                                         | 12.05                                                     | 12.43                                                     |
| W (acc) GBP-H1 (hedged)                                           | —                                                           | —                                                  | —                                                         | 8.64                                                      | 8.71                                                      |
| W (acc) USD                                                       | —                                                           | —                                                  | —                                                         | 9.00                                                      | 8.91                                                      |
| Y (Mdis) USD                                                      | —                                                           | —                                                  | —                                                         | 8.89                                                      | 8.99                                                      |
| Z (Mdis) USD                                                      | —                                                           | —                                                  | —                                                         | 8.35                                                      | 8.44                                                      |
| <b>Franklin Global Convertible Securities Fund - USD</b>          |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                                           | 1.55%                                                       | 406,680.24                                         | 16.87                                                     | 16.33                                                     | 15.71                                                     |
| A (acc) EUR                                                       | 1.55%                                                       | 3,217,448.72                                       | 27.69                                                     | 25.20                                                     | 24.15                                                     |
| A (acc) EUR-H1 (hedged)                                           | 1.55%                                                       | 1,953,659.06                                       | 18.03                                                     | 17.03                                                     | 16.21                                                     |
| A (acc) HKD                                                       | 1.50%                                                       | 1,110.36                                           | 22.26                                                     | 20.70                                                     | 19.07                                                     |
| A (acc) USD                                                       | 1.55%                                                       | 3,607,471.08                                       | 22.06                                                     | 20.45                                                     | 18.82                                                     |
| A (Ydis) EUR                                                      | 1.55%                                                       | 1,035,954.79                                       | 26.90                                                     | 24.47                                                     | 23.46                                                     |
| A (Ydis) EUR-H1 (hedged)                                          | 1.55%                                                       | 540,837.14                                         | 17.55                                                     | 16.57                                                     | 15.78                                                     |
| C (acc) USD                                                       | 2.13%                                                       | 742,642.91                                         | 14.22                                                     | 13.26                                                     | 12.27                                                     |
| G (acc) EUR <sup>a</sup>                                          | —                                                           | —                                                  | —                                                         | 12.80                                                     | 12.34                                                     |
| I (acc) CHF-H1 (hedged)                                           | 0.86%                                                       | 1,691,602.73                                       | 9.76                                                      | 9.38                                                      | 8.95                                                      |
| I (acc) EUR                                                       | 0.86%                                                       | 1,918,086.79                                       | 30.28                                                     | 27.36                                                     | 26.04                                                     |
| I (acc) EUR-H1 (hedged)                                           | 0.86%                                                       | 3,998,775.40                                       | 16.50                                                     | 15.48                                                     | 14.63                                                     |
| I (acc) USD                                                       | 0.86%                                                       | 8,106,814.81                                       | 24.09                                                     | 22.18                                                     | 20.27                                                     |
| N (acc) EUR                                                       | 2.30%                                                       | 2,552,057.14                                       | 25.26                                                     | 23.16                                                     | 22.36                                                     |
| N (acc) USD                                                       | 2.30%                                                       | 919,153.20                                         | 20.10                                                     | 18.77                                                     | 17.41                                                     |
| W (acc) CHF-H1 (hedged)                                           | 0.90%                                                       | 1,136,164.60                                       | 14.20                                                     | 13.65                                                     | 13.05                                                     |
| W (acc) EUR-H1 (hedged)                                           | 0.91%                                                       | 155,155.68                                         | 14.94                                                     | 14.02                                                     | 13.26                                                     |
| W (acc) USD                                                       | 0.91%                                                       | 1,626,291.26                                       | 17.61                                                     | 16.22                                                     | 14.83                                                     |
| <b>Franklin Global Corporate Investment Grade Bond Fund - USD</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| S (Ydis) USD                                                      | 0.60%                                                       | 800,000.00                                         | 9.01                                                      | 8.99                                                      | 9.08                                                      |
| <b>Franklin Global Fundamental Strategies Fund - USD</b>          |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                       | 1.83%                                                       | 25,435,281.85                                      | 14.33                                                     | 12.48                                                     | 11.62                                                     |
| A (acc) EUR-H1 (hedged)                                           | 1.83%                                                       | 5,902,333.46                                       | 8.56                                                      | 7.74                                                      | 7.22                                                      |
| A (acc) USD                                                       | 1.83%                                                       | 4,259,456.36                                       | 15.33                                                     | 13.61                                                     | 12.17                                                     |
| A (Ydis) EUR                                                      | 1.83%                                                       | 40,925,455.12                                      | 11.95                                                     | 10.47                                                     | 9.78                                                      |
| I (acc) EUR                                                       | 0.85%                                                       | 154,311.87                                         | 16.64                                                     | 14.35                                                     | 13.24                                                     |
| N (acc) EUR                                                       | 2.57%                                                       | 575,700.62                                         | 14.10                                                     | 12.37                                                     | 11.61                                                     |
| N (acc) EUR-H1 (hedged)                                           | 2.57%                                                       | 1,376,208.76                                       | 7.22                                                      | 6.59                                                      | 6.19                                                      |
| N (acc) PLN-H1 (hedged)                                           | 2.57%                                                       | 658,066.65                                         | 16.27                                                     | 14.52                                                     | 12.98                                                     |
| N (acc) USD                                                       | 2.57%                                                       | 212,848.40                                         | 11.56                                                     | 10.34                                                     | 9.31                                                      |
| N (Ydis) EUR                                                      | 2.57%                                                       | 1,665,868.32                                       | 14.12                                                     | 12.39                                                     | 11.62                                                     |
| W (acc) EUR                                                       | 0.90%                                                       | 115,925.64                                         | 11.79                                                     | 10.17                                                     | 9.39                                                      |
| W (acc) EUR-H1 (hedged)                                           | 0.90%                                                       | 491.26                                             | 9.96                                                      | 8.93                                                      | 8.24                                                      |
| W (acc) USD                                                       | 0.90%                                                       | 152.40                                             | 11.91                                                     | 10.46                                                     | 9.28                                                      |
| W (Ydis) EUR                                                      | 0.90%                                                       | 192.60                                             | 10.32                                                     | 9.04                                                      | 8.47                                                      |
| <b>Franklin Global Green Bond Fund - EUR</b>                      |                                                             |                                                    |                                                           |                                                           |                                                           |
| S (acc) EUR                                                       | 0.45%                                                       | 800,000.00                                         | 10.49                                                     | 9.98                                                      | —                                                         |
| <b>Franklin Global Growth Fund - USD</b>                          |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                       | 1.89%                                                       | 2,766,971.17                                       | 35.89                                                     | 33.94                                                     | 31.09                                                     |
| A (acc) USD                                                       | 1.89%                                                       | 1,534,335.74                                       | 28.17                                                     | 27.14                                                     | 23.87                                                     |
| I (acc) EUR                                                       | 1.00%                                                       | 26,785.83                                          | 41.26                                                     | 38.67                                                     | 35.13                                                     |
| I (acc) USD                                                       | 0.98%                                                       | 38,041.40                                          | 32.41                                                     | 30.95                                                     | 26.98                                                     |

## Statistical Information

|                                                      | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin Global Growth Fund - USD (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| N (acc) EUR                                          | 2.63%                                                       | 1,824,196.04                                       | 12.76                                                     | 12.16                                                     | 11.22                                                     |
| N (acc) USD                                          | 2.64%                                                       | 1,064,882.35                                       | 25.04                                                     | 24.31                                                     | 21.54                                                     |
| W (acc) GBP                                          | 1.00%                                                       | 5,948.03                                           | 28.60                                                     | 27.19                                                     | 24.73                                                     |
| W (acc) USD                                          | 1.00%                                                       | 10,307.65                                          | 11.35                                                     | 10.84                                                     | 9.45                                                      |
| Z (acc) USD                                          | 1.27%                                                       | 127,948.70                                         | 15.86                                                     | 15.18                                                     | 13.27                                                     |
| <b>Franklin Global Income Fund - USD</b>             |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) SGD-H1 (hedged)                              | 1.60%                                                       | 13,627.50                                          | 10.94                                                     | 10.59                                                     | 10.19                                                     |
| A (acc) USD                                          | 1.60%                                                       | 217,677.37                                         | 11.97                                                     | 11.38                                                     | 10.79                                                     |
| A (Mdis) AUD-H1 (hedged)*                            | 1.60%                                                       | 150.30                                             | 9.98                                                      | —                                                         | —                                                         |
| A (Mdis) EUR-H1 (hedged)*                            | 1.60%                                                       | 93.11                                              | 9.98                                                      | —                                                         | —                                                         |
| A (Mdis) HKD                                         | 1.60%                                                       | 1,589,831.37                                       | 10.01                                                     | 10.18                                                     | 10.16                                                     |
| A (Mdis) JPY-H1 (hedged)*                            | 1.60%                                                       | 157.75                                             | 997.35                                                    | —                                                         | —                                                         |
| A (Mdis) RMB-H1 (hedged)*                            | 1.60%                                                       | 82,807.24                                          | 9.83                                                      | —                                                         | —                                                         |
| A (Mdis) SGD-H1 (hedged)                             | 1.60%                                                       | 13,627.50                                          | 9.06                                                      | 9.35                                                      | 9.46                                                      |
| A (Mdis) USD                                         | 1.60%                                                       | 3,406,590.63                                       | 9.93                                                      | 10.06                                                     | 10.04                                                     |
| A (Qdis) EUR-H1 (hedged)                             | 1.60%                                                       | 214,892.32                                         | 9.13                                                      | 9.43                                                      | 9.76                                                      |
| A (Ydis) EUR                                         | 1.60%                                                       | 264,331.37                                         | 10.89                                                     | 10.72                                                     | 11.11                                                     |
| C (acc) USD                                          | 2.18%                                                       | 217,121.24                                         | 11.70                                                     | 11.18                                                     | 10.67                                                     |
| I (acc) USD                                          | 0.75%                                                       | 6,003,826.24                                       | 12.39                                                     | 11.68                                                     | 10.98                                                     |
| I (Ydis) EUR-H1 (hedged)                             | 0.75%                                                       | 191,930.02                                         | 9.90                                                      | 10.01                                                     | 10.29                                                     |
| N (acc) USD                                          | 2.10%                                                       | 205,000.00                                         | 11.73                                                     | 11.21                                                     | 10.69                                                     |
| N (Ydis) EUR-H1 (hedged)                             | 2.10%                                                       | 200,857.00                                         | 9.37                                                      | 9.60                                                      | 10.01                                                     |
| W (acc) EUR                                          | 0.80%                                                       | 183,003.04                                         | 12.93                                                     | 11.97                                                     | 11.73                                                     |
| W (acc) USD                                          | 0.80%                                                       | 205,000.00                                         | 12.36                                                     | 11.66                                                     | 10.97                                                     |
| <b>Franklin Global Multi-Asset Income Fund - EUR</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                          | 1.72%                                                       | 848,342.97                                         | 13.00                                                     | 12.09                                                     | 11.85                                                     |
| A (acc) USD-H1 (hedged)                              | 1.72%                                                       | 144,443.60                                         | 12.79                                                     | 11.72                                                     | 11.17                                                     |
| A (Mdis) EUR                                         | 1.72%                                                       | 227,552.73                                         | 7.68                                                      | 7.46                                                      | 7.60                                                      |
| A (Mdis) SGD-H1 (hedged)                             | 1.73%                                                       | 46,602.48                                          | 8.11                                                      | 7.88                                                      | 7.89                                                      |
| A (Mdis) USD-H1 (hedged)                             | 1.72%                                                       | 375,674.05                                         | 8.56                                                      | 8.19                                                      | 8.12                                                      |
| A (Qdis) EUR                                         | 1.72%                                                       | 3,095,142.87                                       | 8.18                                                      | 7.94                                                      | 8.08                                                      |
| A (Ydis) EUR                                         | 1.72%                                                       | 342,790.45                                         | 8.47                                                      | 8.20                                                      | 8.34                                                      |
| C (acc) USD-H1 (hedged)                              | 2.27%                                                       | 25,013.18                                          | 12.02                                                     | 11.09                                                     | 10.63                                                     |
| G (Qdis) EUR                                         | 2.30%                                                       | 27,880.41                                          | 7.64                                                      | 7.46                                                      | 7.64                                                      |
| I (acc) EUR                                          | 0.75%                                                       | 1,126,079.14                                       | 14.32                                                     | 13.19                                                     | 12.80                                                     |
| I (Mdis) USD-H1 (hedged)                             | 0.75%                                                       | 1,399,959.24                                       | 9.29                                                      | 8.81                                                      | 8.65                                                      |
| I (Qdis) EUR                                         | 0.75%                                                       | 182.70                                             | 8.97                                                      | 8.61                                                      | 8.68                                                      |
| N (acc) EUR                                          | 2.21%                                                       | 1,615,861.56                                       | 12.30                                                     | 11.49                                                     | 11.32                                                     |
| N (acc) USD-H1 (hedged)                              | 2.24%                                                       | 173,165.53                                         | 12.47                                                     | 11.49                                                     | 11.01                                                     |
| N (Mdis) USD-H1 (hedged)                             | 2.22%                                                       | 422,530.19                                         | 8.18                                                      | 7.88                                                      | 7.84                                                      |
| N (Qdis) EUR                                         | 2.22%                                                       | 3,179,723.11                                       | 7.00                                                      | 6.83                                                      | 6.99                                                      |
| N (Ydis) EUR                                         | 2.21%                                                       | 242,066.75                                         | 7.24                                                      | 7.05                                                      | 7.21                                                      |
| W (Mdis) USD-H1 (hedged)                             | 0.80%                                                       | 49,970.79                                          | 9.83                                                      | 9.33                                                      | 9.18                                                      |
| W (Ydis) EUR                                         | 0.80%                                                       | 181,803.33                                         | 8.76                                                      | 8.40                                                      | 8.47                                                      |
| Z (Mdis) USD-H1 (hedged) <sup>Q</sup>                | —                                                           | —                                                  | —                                                         | 8.62                                                      | 8.45                                                      |
| <b>Franklin Global Real Estate Fund - USD</b>        |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR-H1 (hedged)                              | 1.91%                                                       | 912,260.09                                         | 13.63                                                     | 13.45                                                     | 14.80                                                     |
| A (acc) USD                                          | 1.90%                                                       | 2,772,089.01                                       | 12.53                                                     | 12.12                                                     | 12.72                                                     |
| A (Qdis) USD                                         | 1.90%                                                       | 1,120,911.15                                       | 8.41                                                      | 8.37                                                      | 9.08                                                      |
| A (Ydis) EUR-H1 (hedged)                             | 1.90%                                                       | 109,589.83                                         | 10.07                                                     | 10.26                                                     | 11.62                                                     |
| C (Qdis) USD                                         | 2.48%                                                       | 515,567.64                                         | 7.87                                                      | 7.89                                                      | 8.60                                                      |
| I (acc) USD                                          | 1.02%                                                       | 1,562,510.26                                       | 14.76                                                     | 14.15                                                     | 14.72                                                     |
| N (acc) EUR-H1 (hedged)                              | 2.65%                                                       | 99,965.24                                          | 12.23                                                     | 12.17                                                     | 13.49                                                     |
| N (acc) USD                                          | 2.65%                                                       | 884,499.36                                         | 10.91                                                     | 10.63                                                     | 11.24                                                     |
| W (acc) USD                                          | 1.09%                                                       | 75,677.95                                          | 10.98                                                     | 10.53                                                     | 10.96                                                     |
| W (Qdis) USD                                         | 1.10%                                                       | 48,820.07                                          | 9.74                                                      | 9.63                                                      | 10.35                                                     |
| Z (acc) USD                                          | 1.36%                                                       | 7,646.58                                           | 11.63                                                     | 11.18                                                     | 11.68                                                     |



## Statistical Information

|                                                     | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|-----------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin Gold and Precious Metals Fund - USD</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                             | 1.86%                                                       | 261,967.14                                         | 3.79                                                      | 3.52                                                      | 3.63                                                      |
| A (acc) EUR                                         | 1.86%                                                       | 8,253,155.97                                       | 7.88                                                      | 6.84                                                      | 6.94                                                      |
| A (acc) EUR-H1 (hedged)                             | 1.86%                                                       | 4,391,578.27                                       | 4.68                                                      | 4.24                                                      | 4.38                                                      |
| A (acc) HKD                                         | 1.86%                                                       | 3,434,431.98                                       | 6.38                                                      | 5.66                                                      | 5.53                                                      |
| A (acc) SGD                                         | 1.86%                                                       | 5,770,160.61                                       | 6.26                                                      | 5.53                                                      | 5.54                                                      |
| A (acc) USD                                         | 1.86%                                                       | 21,734,588.18                                      | 6.33                                                      | 5.60                                                      | 5.46                                                      |
| A (Ydis) EUR                                        | 1.86%                                                       | 4,629,373.59                                       | 7.88                                                      | 6.84                                                      | 6.95                                                      |
| I (acc) USD                                         | 1.00%                                                       | 7,857,390.75                                       | 7.17                                                      | 6.29                                                      | 6.08                                                      |
| N (acc) EUR                                         | 2.61%                                                       | 5,525,308.07                                       | 7.08                                                      | 6.20                                                      | 6.34                                                      |
| N (acc) USD                                         | 2.61%                                                       | 3,438,802.60                                       | 5.69                                                      | 5.07                                                      | 4.98                                                      |
| W (acc) SGD                                         | 1.02%                                                       | 100,231.77                                         | 8.24                                                      | 7.21                                                      | 7.16                                                      |
| W (acc) USD                                         | 1.02%                                                       | 58,435.55                                          | 8.24                                                      | 7.23                                                      | 6.99                                                      |
| <b>Franklin Gulf Wealth Bond Fund - USD</b>         |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                             | 1.39%                                                       | 85,009.09                                          | 9.28                                                      | 9.22                                                      | 9.51                                                      |
| A (acc) EUR-H1 (hedged)                             | 1.38%                                                       | 376,286.37                                         | 9.15                                                      | 8.88                                                      | 9.08                                                      |
| A (acc) USD                                         | 1.38%                                                       | 5,095,335.10                                       | 16.72                                                     | 15.93                                                     | 15.73                                                     |
| A (Mdis) USD                                        | 1.38%                                                       | 8,959,703.96                                       | 10.23                                                     | 10.27                                                     | 10.71                                                     |
| C (Mdis) USD                                        | 2.16%                                                       | 218,830.22                                         | 8.42                                                      | 8.52                                                      | 8.96                                                      |
| I (acc) CHF-H1 (hedged)                             | 0.81%                                                       | 64.50                                              | 9.50                                                      | 9.35                                                      | 9.60                                                      |
| I (acc) EUR-H1 (hedged)                             | 0.83%                                                       | 931,715.84                                         | 11.70                                                     | 11.29                                                     | 11.48                                                     |
| I (acc) USD                                         | 0.83%                                                       | 892,916.67                                         | 17.79                                                     | 16.86                                                     | 16.56                                                     |
| I (Mdis) USD                                        | 0.83%                                                       | 2,567,488.81                                       | 9.30                                                      | 9.29                                                      | 9.63                                                      |
| I (Ydis) EUR-H1 (hedged) <sup>o</sup>               | —                                                           | —                                                  | —                                                         | 8.43                                                      | 8.97                                                      |
| N (acc) EUR-H1 (hedged)                             | 2.08%                                                       | 27,328.46                                          | 8.96                                                      | 8.75                                                      | 9.00                                                      |
| N (acc) PLN-H1 (hedged)                             | 2.08%                                                       | 1,788,727.49                                       | 10.41                                                     | 9.94                                                      | 9.71                                                      |
| N (acc) USD                                         | 2.08%                                                       | 754,897.00                                         | 10.86                                                     | 10.42                                                     | 10.37                                                     |
| W (acc) CHF-H1 (hedged)                             | 0.87%                                                       | 2,101.62                                           | 9.46                                                      | 9.34                                                      | 9.60                                                      |
| W (acc) USD                                         | 0.88%                                                       | 238,639.07                                         | 10.53                                                     | 9.99                                                      | 9.82                                                      |
| W (Mdis) USD                                        | 0.88%                                                       | 1,641,254.29                                       | 9.83                                                      | 9.83                                                      | 10.20                                                     |
| Y (acc) USD                                         | 0.07%                                                       | 100.00                                             | 10.62                                                     | 9.97                                                      | —                                                         |
| Y (Mdis) USD*                                       | —                                                           | 100.00                                             | 10.13                                                     | —                                                         | —                                                         |
| Y (Ydis) EUR-H1 (hedged)                            | 0.06%                                                       | 549,888.79                                         | 9.64                                                      | 9.74                                                      | 10.33                                                     |
| <b>Franklin High Yield Fund - USD</b>               |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                         | 1.51%                                                       | 486,029.54                                         | 13.62                                                     | 12.10                                                     | 11.54                                                     |
| A (acc) USD                                         | 1.51%                                                       | 2,779,209.75                                       | 22.40                                                     | 20.27                                                     | 18.56                                                     |
| A (Mdis) AUD-H1 (hedged)                            | 1.51%                                                       | 593,113.82                                         | 7.26                                                      | 7.13                                                      | 7.09                                                      |
| A (Mdis) EUR-H1 (hedged)*                           | 1.55%                                                       | 93.11                                              | 10.00                                                     | —                                                         | —                                                         |
| A (Mdis) JPY-H1 (hedged)*                           | 1.55%                                                       | 157.75                                             | 999.45                                                    | —                                                         | —                                                         |
| A (Mdis) RMB-H1 (hedged)*                           | 1.55%                                                       | 715.47                                             | 10.00                                                     | —                                                         | —                                                         |
| A (Mdis) SGD-H1 (hedged)                            | 1.51%                                                       | 2,278,752.08                                       | 6.23                                                      | 6.14                                                      | 6.05                                                      |
| A (Mdis) USD                                        | 1.51%                                                       | 149,203,162.62                                     | 5.21                                                      | 5.05                                                      | 4.92                                                      |
| B (Mdis) USD <sup>o</sup>                           | —                                                           | —                                                  | —                                                         | 4.55                                                      | 4.47                                                      |
| C (acc) USD                                         | 2.19%                                                       | 459,099.79                                         | 27.33                                                     | 24.90                                                     | 22.95                                                     |
| F (Mdis) USD <sup>#</sup>                           | 2.51%                                                       | 100.00                                             | 10.17                                                     | 7.91                                                      | 7.76                                                      |
| I (acc) EUR-H1 (hedged)                             | 0.80%                                                       | 122,880.67                                         | 14.12                                                     | 12.92                                                     | 12.15                                                     |
| I (acc) USD                                         | 0.85%                                                       | 2,391,632.99                                       | 24.52                                                     | 22.04                                                     | 20.05                                                     |
| I (Mdis) USD                                        | 0.87%                                                       | 1,904,797.00                                       | 8.68                                                      | 8.36                                                      | 8.09                                                      |
| N (acc) EUR                                         | 2.11%                                                       | 481,339.43                                         | 13.10                                                     | 11.70                                                     | 11.23                                                     |
| N (acc) USD                                         | 2.11%                                                       | 845,510.45                                         | 22.23                                                     | 20.24                                                     | 18.64                                                     |
| N (Mdis) USD                                        | 2.11%                                                       | 1,409,740.03                                       | 6.89                                                      | 6.72                                                      | 6.58                                                      |
| W (acc) USD                                         | 0.89%                                                       | 544,408.58                                         | 12.52                                                     | 11.27                                                     | 10.26                                                     |
| W (Mdis) USD                                        | 0.91%                                                       | 529,917.57                                         | 8.78                                                      | 8.46                                                      | 8.19                                                      |
| Y (Mdis) USD                                        | 0.05%                                                       | 224,767.68                                         | 8.92                                                      | 8.51                                                      | 8.17                                                      |
| Z (Mdis) USD                                        | 1.11%                                                       | 98,157.23                                          | 7.98                                                      | 7.70                                                      | 7.47                                                      |
| <b>Franklin Income Fund - USD</b>                   |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                         | 1.67%                                                       | 33,297.88                                          | 13.35                                                     | 12.31                                                     | 12.08                                                     |
| A (acc) USD                                         | 1.66%                                                       | 12,565,121.52                                      | 13.73                                                     | 12.89                                                     | 12.16                                                     |
| A (Mdir) RMB-H1 (hedged)                            | 1.66%                                                       | 75,088,047.89                                      | 8.05                                                      | 8.42                                                      | 8.87                                                      |
| A (Mdis) AUD-H1 (hedged)                            | 1.67%                                                       | 26,711,033.82                                      | 7.18                                                      | 7.44                                                      | 7.76                                                      |
| A (Mdis) CHF-H1 (hedged)*                           | 1.66%                                                       | 423,291.82                                         | 9.73                                                      | —                                                         | —                                                         |
| A (Mdis) EUR-H1 (hedged)                            | 1.67%                                                       | 22,574,736.45                                      | 6.48                                                      | 6.73                                                      | 7.12                                                      |

## Statistical Information

|                                               | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|-----------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin Income Fund - USD (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (Mdis) GBP-H1 (hedged)*                     | 1.64%                                                       | 195,660.70                                         | 10.48                                                     | —                                                         | —                                                         |
| A (Mdis) HKD                                  | 1.66%                                                       | 330,354,257.09                                     | 8.76                                                      | 8.97                                                      | 9.17                                                      |
| A (Mdis) JPY-H1 (hedged)*                     | 1.67%                                                       | 25,253,865.45                                      | 958.67                                                    | —                                                         | —                                                         |
| A (Mdis) SGD-H1 (hedged)                      | 1.67%                                                       | 58,310,467.79                                      | 6.55                                                      | 6.81                                                      | 7.04                                                      |
| A (Mdis) USD                                  | 1.66%                                                       | 282,264,426.60                                     | 9.70                                                      | 9.90                                                      | 10.10                                                     |
| A (Mdis) ZAR-H1 (hedged)                      | 1.66%                                                       | 1,190,168.63                                       | 106.80                                                    | 106.08                                                    | 105.90                                                    |
| A (Qdis) PLN-H1 (hedged)                      | 1.67%                                                       | 132,171.46                                         | 99.44                                                     | 101.13                                                    | —                                                         |
| B (Mdis) USD <sup>□</sup>                     | —                                                           | —                                                  | —                                                         | 8.54                                                      | 8.81                                                      |
| C (acc) USD                                   | 2.24%                                                       | 2,039,315.52                                       | 29.41                                                     | 27.77                                                     | 26.34                                                     |
| C (Mdis) USD                                  | 2.24%                                                       | 6,377,700.84                                       | 11.84                                                     | 12.16                                                     | 12.47                                                     |
| F (Mdis) USD                                  | 2.66%                                                       | 121,621,246.61                                     | 7.83                                                      | 8.06                                                      | 8.31                                                      |
| G (acc) EUR                                   | 2.27%                                                       | 17,409.78                                          | 11.96                                                     | 11.09                                                     | 10.94                                                     |
| I (acc) EUR                                   | 0.86%                                                       | 130,135.35                                         | 16.39                                                     | 14.98                                                     | 14.61                                                     |
| I (acc) USD                                   | 0.86%                                                       | 2,178,104.82                                       | 28.54                                                     | 26.59                                                     | 24.87                                                     |
| I (Ydis) EUR-H1 (hedged)                      | 0.86%                                                       | 39,807.93                                          | 7.63                                                      | 7.80                                                      | 8.05                                                      |
| N (acc) EUR-H1 (hedged)                       | 2.16%                                                       | 258,833.68                                         | 10.60                                                     | 10.18                                                     | 10.01                                                     |
| N (acc) PLN-H1 (hedged)                       | 2.17%                                                       | 1,284,763.62                                       | 10.92                                                     | 10.25                                                     | —                                                         |
| N (acc) USD                                   | 2.16%                                                       | 4,904,295.37                                       | 27.51                                                     | 25.96                                                     | 24.60                                                     |
| N (Mdis) EUR                                  | 2.16%                                                       | 745,539.35                                         | 8.51                                                      | 8.57                                                      | 9.14                                                      |
| N (Mdis) EUR-H1 (hedged)                      | 2.16%                                                       | 5,020,430.33                                       | 6.19                                                      | 6.46                                                      | 6.86                                                      |
| N (Mdis) USD                                  | 2.16%                                                       | 2,753,732.38                                       | 7.25                                                      | 7.43                                                      | 7.62                                                      |
| W (acc) USD                                   | 0.92%                                                       | 1,343,509.94                                       | 13.81                                                     | 12.87                                                     | 12.04                                                     |
| W (Mdis) USD                                  | 0.92%                                                       | 7,274,643.60                                       | 8.96                                                      | 9.08                                                      | 9.19                                                      |
| Y (Mdis) JPY                                  | 0.04%                                                       | 1,897,918.04                                       | 1,120.07                                                  | 1,001.50                                                  | —                                                         |
| Y (Mdis) USD*                                 | 0.01%                                                       | 100.00                                             | 10.17                                                     | —                                                         | —                                                         |
| Z (acc) USD                                   | 1.16%                                                       | 392,096.77                                         | 21.31                                                     | 19.91                                                     | 18.68                                                     |
| Z (Mdis) USD                                  | 1.17%                                                       | 1,116,744.79                                       | 9.18                                                      | 9.32                                                      | 9.46                                                      |
| <b>Franklin India Fund - USD</b>              |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                   | 1.83%                                                       | 6,298,822.00                                       | 78.42                                                     | 58.84                                                     | 51.38                                                     |
| A (acc) EUR-H1 (hedged)                       | 1.83%                                                       | 2,225,434.77                                       | 17.77                                                     | 13.82                                                     | 11.96                                                     |
| A (acc) HKD                                   | 1.83%                                                       | 559,176.02                                         | 32.08                                                     | 24.61                                                     | 20.67                                                     |
| A (acc) SEK                                   | 1.83%                                                       | 6,589,515.75                                       | 45.00                                                     | 35.05                                                     | 27.88                                                     |
| A (acc) SGD                                   | 1.83%                                                       | 5,814,774.78                                       | 25.61                                                     | 19.52                                                     | 16.82                                                     |
| A (acc) USD                                   | 1.83%                                                       | 12,102,251.94                                      | 69.45                                                     | 53.09                                                     | 44.52                                                     |
| A (Ydis) EUR                                  | 1.83%                                                       | 425,445.71                                         | 115.65                                                    | 86.78                                                     | 75.78                                                     |
| A (Ydis) GBP                                  | 1.83%                                                       | 91,418.72                                          | 97.94                                                     | 74.54                                                     | 65.22                                                     |
| AS (acc) SGD                                  | 1.73%                                                       | 850,826.16                                         | 21.59                                                     | 16.45                                                     | 14.16                                                     |
| B (acc) USD <sup>□</sup>                      | —                                                           | —                                                  | —                                                         | 42.63                                                     | 35.86                                                     |
| C (acc) USD                                   | 2.41%                                                       | 94,225.07                                          | 62.28                                                     | 47.89                                                     | 40.39                                                     |
| I (acc) EUR                                   | 0.97%                                                       | 881,979.59                                         | 92.44                                                     | 68.77                                                     | 59.54                                                     |
| I (acc) USD                                   | 0.98%                                                       | 7,701,290.45                                       | 81.95                                                     | 62.12                                                     | 51.65                                                     |
| I (Ydis) EUR                                  | 0.99%                                                       | 31,271.00                                          | 90.16                                                     | 67.11                                                     | 58.18                                                     |
| N (acc) EUR                                   | 2.58%                                                       | 1,635,947.86                                       | 68.45                                                     | 51.74                                                     | 45.52                                                     |
| N (acc) PLN-H1 (hedged)                       | 2.58%                                                       | 1,284,109.03                                       | 30.73                                                     | 23.55                                                     | 19.53                                                     |
| N (acc) USD                                   | 2.58%                                                       | 753,760.74                                         | 60.38                                                     | 46.51                                                     | 39.29                                                     |
| S (acc) USD                                   | 0.78%                                                       | 91,551.00                                          | 38.85                                                     | 29.39                                                     | 24.38                                                     |
| W (acc) EUR                                   | 1.02%                                                       | 944,496.24                                         | 45.19                                                     | 33.64                                                     | 29.14                                                     |
| W (acc) EUR-H1 (hedged)                       | 1.04%                                                       | 436,025.19                                         | 14.31                                                     | 11.05                                                     | 9.47                                                      |
| W (acc) GBP                                   | 1.03%                                                       | 1,718,533.60                                       | 47.60                                                     | 35.94                                                     | 31.20                                                     |
| W (acc) USD                                   | 1.03%                                                       | 1,833,032.82                                       | 38.47                                                     | 29.17                                                     | 24.27                                                     |
| X (acc) USD                                   | 0.25%                                                       | 111.18                                             | 37.91                                                     | 28.54                                                     | 23.55                                                     |
| Y (Mdis) USD <sup>□</sup>                     | —                                                           | —                                                  | —                                                         | 21.06                                                     | 17.44                                                     |
| Z (acc) GBP                                   | 1.33%                                                       | 13,539.82                                          | 46.03                                                     | 34.85                                                     | 30.34                                                     |
| Z (acc) USD                                   | 1.32%                                                       | 93,143.03                                          | 29.23                                                     | 22.25                                                     | 18.57                                                     |
| <b>Franklin Innovation Fund - USD</b>         |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CZK-H1 (hedged)                       | 1.80%                                                       | 7,827,527.65                                       | 189.46                                                    | 142.06                                                    | 115.54                                                    |
| A (acc) EUR-H1 (hedged)                       | 1.80%                                                       | 7,616.14                                           | 11.18                                                     | 8.57                                                      | 7.32                                                      |
| A (acc) USD                                   | 1.80%                                                       | 8,856,550.74                                       | 19.18                                                     | 14.45                                                     | 11.73                                                     |
| A (Ydis) EUR                                  | 1.80%                                                       | 2,395,801.44                                       | 19.74                                                     | 14.60                                                     | 12.35                                                     |



## Statistical Information

|                                                      | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin Innovation Fund - USD (continued)</b>    |                                                             |                                                    |                                                           |                                                           |                                                           |
| C (acc) USD                                          | 2.38%                                                       | 965,876.02                                         | 17.98                                                     | 13.63                                                     | 11.13                                                     |
| F (acc) USD                                          | 2.79%                                                       | 500.00                                             | 12.44                                                     | 9.47                                                      | 7.77                                                      |
| I (acc) EUR                                          | 0.85%                                                       | 499,534.37                                         | 11.05                                                     | 8.10                                                      | 6.78                                                      |
| I (acc) USD                                          | 0.85%                                                       | 5,928,818.78                                       | 20.04                                                     | 14.96                                                     | 12.03                                                     |
| I (acc) USD-H4 (BRL) (hedged)                        | 0.85%                                                       | 177,597.01                                         | 16.08                                                     | 13.49                                                     | 9.18                                                      |
| N (acc) EUR                                          | 2.55%                                                       | 93.26                                              | 15.40                                                     | 11.47                                                     | —                                                         |
| N (acc) USD                                          | 2.55%                                                       | 1,668,745.72                                       | 17.84                                                     | 13.54                                                     | 11.08                                                     |
| W (acc) CHF-H1 (hedged)                              | 0.90%                                                       | 24,961.71                                          | 11.23                                                     | 8.74                                                      | 7.45                                                      |
| W (acc) USD                                          | 0.90%                                                       | 756,924.88                                         | 20.00                                                     | 14.94                                                     | 12.02                                                     |
| <b>Franklin Intelligent Machines Fund - USD</b>      |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR-H1 (hedged)                              | 1.80%                                                       | 144,591.60                                         | 12.14                                                     | 9.77                                                      | 7.33                                                      |
| A (acc) SGD-H1 (hedged)                              | 1.80%                                                       | 6,777.50                                           | 11.50                                                     | 9.26                                                      | 6.79                                                      |
| A (acc) USD                                          | 1.80%                                                       | 358,099.20                                         | 12.12                                                     | 9.56                                                      | 6.83                                                      |
| A (Ydis) EUR                                         | 1.80%                                                       | 13,202.22                                          | 13.09                                                     | 10.14                                                     | 7.56                                                      |
| C (acc) USD                                          | 2.38%                                                       | 5,000.00                                           | 11.93                                                     | 9.47                                                      | 6.80                                                      |
| I (acc) EUR                                          | 0.85%                                                       | 108,309.51                                         | 13.47                                                     | 10.33                                                     | 7.61                                                      |
| I (acc) USD                                          | 0.85%                                                       | 125,000.00                                         | 12.44                                                     | 9.72                                                      | 6.87                                                      |
| N (acc) EUR                                          | 2.55%                                                       | 810,518.29                                         | 12.86                                                     | 10.03                                                     | 7.52                                                      |
| N (acc) USD                                          | 2.55%                                                       | 160,802.12                                         | 11.88                                                     | 9.44                                                      | 6.79                                                      |
| W (acc) USD                                          | 0.90%                                                       | 127,268.11                                         | 12.42                                                     | 9.71                                                      | 6.87                                                      |
| <b>Franklin Japan Fund - JPY</b>                     |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                          | 1.88%                                                       | 1,037,341.88                                       | 9.27                                                      | 7.92                                                      | 7.13                                                      |
| A (acc) JPY                                          | 1.88%                                                       | 4,998,034.79                                       | 1,607.77                                                  | 1,254.59                                                  | 1,019.24                                                  |
| A (acc) USD                                          | 1.88%                                                       | 1,745,753.73                                       | 9.98                                                      | 8.69                                                      | 7.51                                                      |
| A (acc) USD-H1 (hedged)                              | 1.86%                                                       | 731,930.61                                         | 20.36                                                     | 15.10                                                     | 11.76                                                     |
| C (acc) USD                                          | 2.46%                                                       | 77,388.28                                          | 10.52                                                     | 9.21                                                      | 8.00                                                      |
| I (acc) EUR                                          | 0.93%                                                       | 1,454,336.77                                       | 15.62                                                     | 13.22                                                     | 11.78                                                     |
| I (acc) USD                                          | 0.93%                                                       | 28,115.29                                          | 13.86                                                     | 11.95                                                     | 10.22                                                     |
| N (acc) EUR                                          | 2.63%                                                       | 644,550.21                                         | 7.74                                                      | 6.66                                                      | 6.04                                                      |
| N (acc) USD                                          | 2.63%                                                       | 156,409.55                                         | 12.71                                                     | 11.14                                                     | 9.70                                                      |
| W (acc) EUR                                          | 0.97%                                                       | 43,298.87                                          | 21.23                                                     | 17.96                                                     | 16.00                                                     |
| <b>Franklin K2 Alternative Strategies Fund - USD</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                              | 2.71%                                                       | 100,209.66                                         | 9.20                                                      | 9.06                                                      | 9.13                                                      |
| A (acc) CZK-H1 (hedged)                              | 2.71%                                                       | 985,972.61                                         | 111.16                                                    | 104.34                                                    | 98.95                                                     |
| A (acc) EUR                                          | 2.71%                                                       | 548,675.69                                         | 11.81                                                     | 10.97                                                     | 11.10                                                     |
| A (acc) EUR-H1 (hedged)                              | 2.71%                                                       | 7,208,674.44                                       | 10.38                                                     | 9.99                                                      | 9.95                                                      |
| A (acc) NOK-H1 (hedged)                              | 2.71%                                                       | 4,757.49                                           | 11.11                                                     | 10.63                                                     | 10.47                                                     |
| A (acc) SEK-H1 (hedged)                              | 2.71%                                                       | 56,260.79                                          | 10.13                                                     | 9.74                                                      | 9.67                                                      |
| A (acc) SGD-H1 (hedged)                              | 2.72%                                                       | 59,341.45                                          | 11.86                                                     | 11.42                                                     | 11.17                                                     |
| A (acc) USD                                          | 2.71%                                                       | 6,398,758.11                                       | 12.29                                                     | 11.63                                                     | 11.31                                                     |
| A (Ydis) EUR                                         | 2.71%                                                       | 709,513.26                                         | 14.85                                                     | 13.79                                                     | 13.96                                                     |
| A (Ydis) EUR-H1 (hedged)                             | 2.72%                                                       | 442,476.31                                         | 9.71                                                      | 9.35                                                      | 9.31                                                      |
| A (Ydis) USD                                         | 2.71%                                                       | 547,412.90                                         | 12.28                                                     | 11.63                                                     | 11.30                                                     |
| A PF (acc) EUR-H1 (hedged)                           | 2.09%                                                       | 525,159.27                                         | 10.18                                                     | 9.75                                                      | 9.65                                                      |
| A PF (Ydis) EUR-H1 (hedged)                          | 2.07%                                                       | 41,904.99                                          | 10.25                                                     | 9.78                                                      | 9.68                                                      |
| C (acc) USD                                          | 3.29%                                                       | 254,646.02                                         | 10.91                                                     | 10.39                                                     | 10.16                                                     |
| G (acc) EUR-H1 (hedged)                              | 3.34%                                                       | 100.25                                             | 9.34                                                      | 9.06                                                      | 9.09                                                      |
| I (acc) CHF-H1 (hedged)                              | 1.87%                                                       | 1,455,032.09                                       | 9.95                                                      | 9.71                                                      | 9.71                                                      |
| I (acc) EUR-H1 (hedged)                              | 1.87%                                                       | 7,116,537.58                                       | 11.26                                                     | 10.74                                                     | 10.64                                                     |
| I (acc) GBP-H1 (hedged)                              | 1.86%                                                       | 159,263.26                                         | 12.43                                                     | 11.70                                                     | 11.37                                                     |
| I (acc) JPY                                          | 1.86%                                                       | 123.01                                             | 2,004.56                                                  | 1,687.30                                                  | 1,528.06                                                  |
| I (acc) JPY-H1 (hedged)                              | 1.86%                                                       | 135.21                                             | 1,086.26                                                  | 1,079.09                                                  | 1,085.28                                                  |
| I (acc) USD                                          | 1.86%                                                       | 8,221,977.40                                       | 13.35                                                     | 12.53                                                     | 12.08                                                     |
| I (acc) USD-H4 (BRL) (hedged)                        | 1.86%                                                       | 257,968.44                                         | 9.50                                                      | 9.98                                                      | 8.23                                                      |
| I PF (acc) EUR-H1 (hedged)                           | 1.43%                                                       | 1,155,031.54                                       | 10.53                                                     | 9.99                                                      | 9.86                                                      |
| I PF (Ydis) EUR-H1 (hedged)                          | 1.42%                                                       | 100.05                                             | 10.50                                                     | 10.01                                                     | 9.84                                                      |
| N (acc) EUR-H1 (hedged)                              | 3.46%                                                       | 1,993,869.66                                       | 9.63                                                      | 9.34                                                      | 9.38                                                      |
| N (acc) HUF-H1 (hedged)                              | 3.46%                                                       | 4,563,242.74                                       | 118.36                                                    | 107.28                                                    | 95.86                                                     |
| N (acc) PLN-H1 (hedged)                              | 3.46%                                                       | 1,564,973.74                                       | 11.23                                                     | 10.63                                                     | 10.10                                                     |
| N (acc) USD                                          | 3.46%                                                       | 2,637,805.13                                       | 11.42                                                     | 10.89                                                     | 10.67                                                     |
| N (Ydis) EUR-H1 (hedged)                             | 3.46%                                                       | 1,292.47                                           | 9.37                                                      | 9.07                                                      | 9.10                                                      |
| S (acc) CHF-H1 (hedged)                              | 1.72%                                                       | 685,182.68                                         | 9.97                                                      | 9.71                                                      | 9.71                                                      |

## Statistical Information

|                                                                  | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|------------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin K2 Alternative Strategies Fund - USD (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| S (acc) EUR-H1 (hedged)                                          | 1.72%                                                       | 847,635.81                                         | 10.49                                                     | 9.99                                                      | 9.85                                                      |
| S (acc) GBP-H1 (hedged)                                          | 1.72%                                                       | 1,662,136.26                                       | 11.36                                                     | 10.68                                                     | 10.35                                                     |
| S (acc) SGD-H1 (hedged)                                          | 1.71%                                                       | 137.20                                             | 11.61                                                     | 11.05                                                     | 10.70                                                     |
| S (acc) USD                                                      | 1.72%                                                       | 1,091,320.51                                       | 12.19                                                     | 11.42                                                     | 11.00                                                     |
| S PF (acc) EUR                                                   | 1.37%                                                       | 12,136.01                                          | 10.72                                                     | 9.87                                                      | 9.87                                                      |
| S PF (acc) EUR-H1 (hedged)                                       | 1.32%                                                       | 3,716,198.91                                       | 10.58                                                     | 10.03                                                     | 9.89                                                      |
| W (acc) CHF-H1 (hedged)                                          | 1.91%                                                       | 1,780.82                                           | 9.86                                                      | 9.63                                                      | 9.64                                                      |
| W (acc) EUR                                                      | 1.91%                                                       | 408,119.47                                         | 15.99                                                     | 14.74                                                     | 14.80                                                     |
| W (acc) EUR-H1 (hedged)                                          | 1.94%                                                       | 295,278.96                                         | 10.32                                                     | 9.84                                                      | 9.75                                                      |
| W (acc) GBP-H1 (hedged)                                          | 1.92%                                                       | 105,215.74                                         | 12.35                                                     | 11.63                                                     | 11.30                                                     |
| W (acc) USD                                                      | 1.92%                                                       | 2,179,543.96                                       | 12.72                                                     | 11.94                                                     | 11.52                                                     |
| W (Ydis) EUR-H1 (hedged)                                         | 1.91%                                                       | 255,270.89                                         | 9.83                                                      | 9.47                                                      | 9.35                                                      |
| Y (acc) CAD-H1 (hedged)                                          | 0.22%                                                       | 392,960.71                                         | 14.21                                                     | 13.19                                                     | 12.55                                                     |
| Y (Mdis) USD                                                     | 0.15%                                                       | 98,407.19                                          | 12.68                                                     | 12.16                                                     | 11.88                                                     |
| Z (acc) GBP-H1 (hedged)                                          | 2.21%                                                       | 70.95                                              | 12.01                                                     | 11.34                                                     | 11.09                                                     |
| Z (acc) USD                                                      | 2.22%                                                       | 108,531.62                                         | 12.90                                                     | 12.15                                                     | 11.76                                                     |
| <b>Franklin MENA Fund - USD</b>                                  |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                      | 2.61%                                                       | 2,181,748.17                                       | 9.31                                                      | 8.56                                                      | 8.48                                                      |
| A (acc) EUR-H1 (hedged)                                          | 2.61%                                                       | 329,584.04                                         | 5.10                                                      | 4.85                                                      | 4.76                                                      |
| A (acc) USD                                                      | 2.61%                                                       | 2,978,047.73                                       | 10.05                                                     | 9.40                                                      | 8.95                                                      |
| A (Ydis) USD                                                     | 2.62%                                                       | 63,494.11                                          | 10.50                                                     | 9.83                                                      | 9.36                                                      |
| I (acc) EUR                                                      | 1.37%                                                       | 435,018.06                                         | 11.28                                                     | 10.23                                                     | 10.01                                                     |
| I (acc) USD                                                      | 1.37%                                                       | 58,457.47                                          | 12.11                                                     | 11.19                                                     | 10.51                                                     |
| N (acc) EUR-H1 (hedged)                                          | 3.11%                                                       | 752,694.39                                         | 4.71                                                      | 4.50                                                      | 4.44                                                      |
| N (acc) USD                                                      | 3.11%                                                       | 477,533.81                                         | 9.26                                                      | 8.71                                                      | 8.33                                                      |
| W (acc) EUR                                                      | 1.41%                                                       | 11,670.29                                          | 19.81                                                     | 17.98                                                     | 17.57                                                     |
| W (Qdis) USD                                                     | 1.41%                                                       | 196.66                                             | 18.24                                                     | 17.32                                                     | 16.52                                                     |
| X (acc) USD                                                      | 0.30%                                                       | 77.28                                              | 31.16                                                     | 28.50                                                     | 26.48                                                     |
| <b>Franklin Mutual European Fund - EUR</b>                       |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CZK-H1 (hedged)                                          | 1.82%                                                       | 2,279,560.30                                       | 215.02                                                    | 184.47                                                    | 157.40                                                    |
| A (acc) EUR                                                      | 1.83%                                                       | 8,258,440.82                                       | 32.38                                                     | 28.42                                                     | 25.45                                                     |
| A (acc) RMB-H1 (hedged)                                          | 1.79%                                                       | 52.03                                              | 190.14                                                    | 167.79                                                    | 148.78                                                    |
| A (acc) SEK                                                      | 1.83%                                                       | 125,563.39                                         | 23.78                                                     | 21.64                                                     | 17.65                                                     |
| A (acc) USD                                                      | 1.83%                                                       | 2,510,326.00                                       | 34.68                                                     | 31.00                                                     | 26.66                                                     |
| A (acc) USD-H1 (hedged)                                          | 1.82%                                                       | 540,913.06                                         | 16.57                                                     | 14.30                                                     | 12.39                                                     |
| A (Ydis) EUR                                                     | 1.83%                                                       | 426,472.46                                         | 25.37                                                     | 22.62                                                     | 20.64                                                     |
| A (Ydis) GBP                                                     | 1.83%                                                       | 42,144.48                                          | 21.66                                                     | 19.59                                                     | 17.90                                                     |
| B (acc) USD <sup>o</sup>                                         | —                                                           | —                                                  | —                                                         | 23.13                                                     | 20.10                                                     |
| C (acc) EUR                                                      | 2.29%                                                       | 77.47                                              | 27.97                                                     | 24.67                                                     | 22.21                                                     |
| C (acc) USD                                                      | 2.41%                                                       | 126,696.91                                         | 29.83                                                     | 26.83                                                     | 23.22                                                     |
| I (acc) EUR                                                      | 0.96%                                                       | 2,563,003.88                                       | 32.16                                                     | 27.98                                                     | 24.84                                                     |
| N (acc) EUR                                                      | 2.58%                                                       | 1,474,984.04                                       | 25.33                                                     | 22.40                                                     | 20.21                                                     |
| N (acc) USD                                                      | 2.58%                                                       | 155,845.99                                         | 26.97                                                     | 24.30                                                     | 21.06                                                     |
| N (acc) USD-H1 (hedged)                                          | 2.56%                                                       | 122,937.19                                         | 15.93                                                     | 13.87                                                     | 12.09                                                     |
| W (acc) EUR                                                      | 1.00%                                                       | 349,469.13                                         | 19.01                                                     | 16.54                                                     | 14.69                                                     |
| W (acc) USD                                                      | 1.00%                                                       | 245,209.36                                         | 13.00                                                     | 11.53                                                     | 9.83                                                      |
| W (acc) USD-H1 (hedged)                                          | 1.00%                                                       | 258,281.08                                         | 15.08                                                     | 12.91                                                     | 11.09                                                     |
| W (Ydis) EUR                                                     | 1.00%                                                       | 5,719.41                                           | 13.61                                                     | 12.13                                                     | 11.08                                                     |
| X (acc) EUR                                                      | 0.15%                                                       | 78.15                                              | 17.58                                                     | 15.18                                                     | 13.36                                                     |
| Y (Mdis) EUR <sup>o</sup>                                        | —                                                           | —                                                  | —                                                         | 11.81                                                     | 10.70                                                     |
| Z (acc) EUR                                                      | 1.33%                                                       | 14,506.01                                          | 20.75                                                     | 18.12                                                     | 16.15                                                     |
| Z (acc) USD                                                      | 1.33%                                                       | 713,709.68                                         | 18.27                                                     | 16.26                                                     | 13.92                                                     |
| Z (acc) USD-H1 (hedged)                                          | 1.32%                                                       | 2,413.23                                           | 17.96                                                     | 15.40                                                     | 13.28                                                     |
| <b>Franklin Mutual Global Discovery Fund - USD</b>               |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                      | 1.83%                                                       | 3,938,833.84                                       | 29.63                                                     | 26.49                                                     | 23.99                                                     |
| A (acc) EUR-H2 (hedged)                                          | 1.83%                                                       | 652,241.84                                         | 17.87                                                     | 16.25                                                     | 14.61                                                     |
| A (acc) USD                                                      | 1.83%                                                       | 5,713,384.25                                       | 26.24                                                     | 23.90                                                     | 20.79                                                     |
| A (Ydis) EUR                                                     | 1.83%                                                       | 639,571.11                                         | 38.00                                                     | 34.19                                                     | 31.33                                                     |

## Statistical Information

|                                                                | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|----------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin Mutual Global Discovery Fund - USD (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (Ydis) GBP                                                   | 1.83%                                                       | 30,801.60                                          | 32.44                                                     | 29.60                                                     | 27.19                                                     |
| C (acc) USD                                                    | 2.40%                                                       | 523,492.80                                         | 23.52                                                     | 21.55                                                     | 18.85                                                     |
| I (acc) EUR                                                    | 0.97%                                                       | 1,204,964.87                                       | 34.87                                                     | 30.92                                                     | 27.77                                                     |
| I (acc) EUR-H2 (hedged)                                        | 0.97%                                                       | 282,405.09                                         | 26.99                                                     | 24.38                                                     | 21.74                                                     |
| I (acc) USD                                                    | 0.97%                                                       | 2,565,486.54                                       | 30.88                                                     | 27.88                                                     | 24.05                                                     |
| N (acc) EUR                                                    | 2.57%                                                       | 1,097,817.64                                       | 25.71                                                     | 23.15                                                     | 21.13                                                     |
| N (acc) EUR-H2 (hedged)                                        | 2.57%                                                       | 469,808.52                                         | 16.02                                                     | 14.68                                                     | 13.30                                                     |
| N (acc) USD                                                    | 2.58%                                                       | 459,399.64                                         | 22.80                                                     | 20.92                                                     | 18.33                                                     |
| W (acc) EUR                                                    | 1.03%                                                       | 56,554.81                                          | 20.89                                                     | 18.52                                                     | 16.65                                                     |
| W (acc) EUR-H1 (hedged)                                        | 1.00%                                                       | 68,767.24                                          | 11.07                                                     | 10.20                                                     | 9.18                                                      |
| W (acc) USD                                                    | 1.03%                                                       | 28,433.35                                          | 14.31                                                     | 12.92                                                     | 11.15                                                     |
| Z (acc) USD                                                    | 1.33%                                                       | 199,208.50                                         | 23.58                                                     | 21.36                                                     | 18.49                                                     |
| <b>Franklin Mutual U.S. Value Fund - USD</b>                   |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                    | 1.84%                                                       | 133,534.77                                         | 97.73                                                     | 86.82                                                     | 82.11                                                     |
| A (acc) EUR-H1 (hedged)                                        | 1.84%                                                       | 18,822.04                                          | 59.41                                                     | 54.81                                                     | 51.80                                                     |
| A (acc) SGD                                                    | 1.84%                                                       | 230,992.05                                         | 16.95                                                     | 15.30                                                     | 14.27                                                     |
| A (acc) USD                                                    | 1.84%                                                       | 1,243,913.80                                       | 104.61                                                    | 94.69                                                     | 85.97                                                     |
| A (Ydis) USD                                                   | 1.83%                                                       | 128,125.61                                         | 97.00                                                     | 87.80                                                     | 79.71                                                     |
| C (acc) USD                                                    | 2.42%                                                       | 490,288.77                                         | 28.19                                                     | 25.66                                                     | 23.43                                                     |
| I (acc) EUR                                                    | 0.99%                                                       | 21,463.59                                          | 29.14                                                     | 25.66                                                     | 24.05                                                     |
| I (acc) EUR-H1 (hedged)                                        | 0.97%                                                       | 67.46                                              | 17.71                                                     | 16.18                                                     | 15.14                                                     |
| I (acc) USD                                                    | 0.98%                                                       | 829,609.48                                         | 31.19                                                     | 27.99                                                     | 25.19                                                     |
| N (acc) EUR                                                    | 2.58%                                                       | 316,772.00                                         | 45.39                                                     | 40.62                                                     | 38.70                                                     |
| N (acc) EUR-H1 (hedged)                                        | 2.59%                                                       | 62,686.27                                          | 27.75                                                     | 25.79                                                     | 24.56                                                     |
| N (acc) USD                                                    | 2.59%                                                       | 366,267.06                                         | 48.62                                                     | 44.34                                                     | 40.56                                                     |
| W (acc) USD                                                    | 1.03%                                                       | 383,630.13                                         | 14.24                                                     | 12.79                                                     | 11.52                                                     |
| Z (acc) USD                                                    | 1.34%                                                       | 128,323.55                                         | 26.51                                                     | 23.87                                                     | 21.57                                                     |
| <b>Franklin Natural Resources Fund - USD</b>                   |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                    | 1.82%                                                       | 3,687,159.68                                       | 7.96                                                      | 7.11                                                      | 6.48                                                      |
| A (acc) USD                                                    | 1.82%                                                       | 15,754,415.30                                      | 8.51                                                      | 7.75                                                      | 6.78                                                      |
| A (Ydis) EUR-H1 (hedged)                                       | 1.82%                                                       | 368,944.42                                         | 5.90                                                      | 5.52                                                      | 5.07                                                      |
| A (Ydis) USD                                                   | 1.82%                                                       | 302,826.43                                         | 8.51                                                      | 7.75                                                      | 6.78                                                      |
| C (acc) USD                                                    | 2.40%                                                       | 337,204.99                                         | 7.41                                                      | 6.78                                                      | 5.96                                                      |
| F (acc) USD                                                    | 2.82%                                                       | 715,413.52                                         | 11.79                                                     | 10.85                                                     | 9.58                                                      |
| I (acc) EUR                                                    | 0.95%                                                       | 1,193,726.29                                       | 9.21                                                      | 8.17                                                      | 7.41                                                      |
| I (acc) USD                                                    | 0.96%                                                       | 972,295.91                                         | 9.87                                                      | 8.92                                                      | 7.73                                                      |
| N (acc) EUR                                                    | 2.57%                                                       | 5,666,506.22                                       | 6.99                                                      | 6.30                                                      | 5.78                                                      |
| N (acc) PLN-H1 (hedged)                                        | 2.57%                                                       | 10,956,068.24                                      | 8.49                                                      | 7.78                                                      | 6.83                                                      |
| W (acc) USD                                                    | 1.03%                                                       | 300.00                                             | 12.86                                                     | 11.60                                                     | 10.06                                                     |
| <b>Franklin NextStep Balanced Growth Fund - USD</b>            |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) HKD                                                    | 1.58%                                                       | 107,887.29                                         | 14.30                                                     | 13.10                                                     | 12.59                                                     |
| A (acc) SGD-H1 (hedged)                                        | 1.58%                                                       | 43,728.87                                          | 13.29                                                     | 12.36                                                     | 12.05                                                     |
| A (acc) USD                                                    | 1.58%                                                       | 813,818.62                                         | 14.26                                                     | 13.02                                                     | 12.50                                                     |
| A (Mdis) HKD                                                   | 1.58%                                                       | 25,408.98                                          | 13.06                                                     | 12.14                                                     | 11.81                                                     |
| A (Mdis) SGD-H1 (hedged)                                       | 1.58%                                                       | 60,739.79                                          | 12.16                                                     | 11.47                                                     | 11.33                                                     |
| A (Mdis) USD                                                   | 1.58%                                                       | 239,170.05                                         | 13.03                                                     | 12.07                                                     | 11.73                                                     |
| <b>Franklin NextStep Conservative Fund - USD</b>               |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) PLN-H1 (hedged)                                        | 1.37%                                                       | 2,485,392.69                                       | 12.42                                                     | 11.58                                                     | 11.05                                                     |
| A (acc) USD                                                    | 1.37%                                                       | 312,125.57                                         | 12.38                                                     | 11.62                                                     | 11.31                                                     |
| A (Mdis) USD                                                   | 1.37%                                                       | 18,648.45                                          | 10.93                                                     | 10.47                                                     | 10.36                                                     |
| C (acc) USD                                                    | 2.15%                                                       | 566,258.26                                         | 10.60                                                     | 10.02                                                     | 9.83                                                      |
| N (acc) USD                                                    | 2.25%                                                       | 484,493.65                                         | 11.51                                                     | 10.89                                                     | 10.69                                                     |
| W (Mdis) EUR-H1 (hedged)                                       | 0.78%                                                       | 155,861.64                                         | 9.16                                                      | 8.87                                                      | 9.03                                                      |
| W (Mdis) GBP-H1 (hedged)                                       | 0.78%                                                       | 25,304.91                                          | 10.42                                                     | 9.94                                                      | 9.96                                                      |
| W (Mdis) USD                                                   | 0.78%                                                       | 120,527.67                                         | 10.95                                                     | 10.43                                                     | 10.25                                                     |
| <b>Franklin NextStep Dynamic Growth Fund - USD<sup>a</sup></b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) HKD                                                    | —                                                           | —                                                  | —                                                         | 13.98                                                     | 13.25                                                     |
| A (acc) RMB-H1 (hedged)                                        | —                                                           | —                                                  | —                                                         | 10.84                                                     | 10.55                                                     |
| A (acc) SGD-H1 (hedged)                                        | —                                                           | —                                                  | —                                                         | 13.14                                                     | 12.65                                                     |
| A (Acc) USD                                                    | —                                                           | —                                                  | —                                                         | 13.91                                                     | 13.17                                                     |
| A (Mdis) HKD                                                   | —                                                           | —                                                  | —                                                         | 13.25                                                     | 12.67                                                     |

## Statistical Information

|                                                                            | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|----------------------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin NextStep Dynamic Growth Fund - USD<sup>a</sup> (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (Mdis) SGD-H1 (hedged)                                                   | —                                                           | —                                                  | —                                                         | 12.40                                                     | 12.03                                                     |
| A (Mdis) USD                                                               | —                                                           | —                                                  | —                                                         | 13.11                                                     | 12.51                                                     |
| <b>Franklin NextStep Growth Fund - USD</b>                                 |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) PLN-H1 (hedged)                                                    | 1.73%                                                       | 243,190.99                                         | 17.32                                                     | 15.07                                                     | 13.36                                                     |
| A (acc) USD                                                                | 1.73%                                                       | 667,379.45                                         | 17.58                                                     | 15.37                                                     | 13.84                                                     |
| A (Mdis) USD                                                               | 1.73%                                                       | 32,074.80                                          | 16.28                                                     | 14.39                                                     | 13.09                                                     |
| C (acc) USD                                                                | 2.31%                                                       | 85,873.10                                          | 13.33                                                     | 11.73                                                     | 10.62                                                     |
| N (acc) USD                                                                | 2.53%                                                       | 376,095.26                                         | 16.44                                                     | 14.49                                                     | 13.15                                                     |
| W (Mdis) EUR-H1 (hedged) <sup>a</sup>                                      | —                                                           | —                                                  | —                                                         | 12.05                                                     | 11.29                                                     |
| W (Mdis) GBP-H1 (hedged)                                                   | 0.89%                                                       | 43,457.52                                          | 15.35                                                     | 13.51                                                     | 12.49                                                     |
| W (Mdis) USD                                                               | 0.89%                                                       | 43,685.32                                          | 16.29                                                     | 14.28                                                     | 12.89                                                     |
| <b>Franklin NextStep Moderate Fund - USD</b>                               |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) PLN-H1 (hedged)                                                    | 1.58%                                                       | 3,203,697.08                                       | 16.02                                                     | 14.22                                                     | 12.90                                                     |
| A (acc) USD                                                                | 1.58%                                                       | 522,580.31                                         | 15.99                                                     | 14.27                                                     | 13.14                                                     |
| A (Mdis) USD                                                               | 1.58%                                                       | 96,800.18                                          | 14.59                                                     | 13.20                                                     | 12.30                                                     |
| C (acc) USD                                                                | 2.26%                                                       | 650,422.97                                         | 12.49                                                     | 11.23                                                     | 10.41                                                     |
| N (acc) USD                                                                | 2.38%                                                       | 1,754,936.15                                       | 14.95                                                     | 13.45                                                     | 12.48                                                     |
| W (Mdis) EUR-H1 (hedged)                                                   | 0.83%                                                       | 44,231.79                                          | 12.22                                                     | 11.17                                                     | 10.71                                                     |
| W (Mdis) GBP-H1 (hedged)                                                   | 0.83%                                                       | 50,881.06                                          | 14.06                                                     | 12.68                                                     | 11.98                                                     |
| W (Mdis) USD                                                               | 0.83%                                                       | 230,150.52                                         | 14.57                                                     | 13.08                                                     | 12.10                                                     |
| <b>Franklin NextStep Stable Growth Fund - USD<sup>a</sup></b>              |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) HKD                                                                | —                                                           | —                                                  | —                                                         | 11.11                                                     | 10.98                                                     |
| A (acc) SGD-H1 (hedged)                                                    | —                                                           | —                                                  | —                                                         | 10.59                                                     | 10.59                                                     |
| A (acc) USD                                                                | —                                                           | —                                                  | —                                                         | 11.04                                                     | 10.90                                                     |
| A (Mdis) HKD                                                               | —                                                           | —                                                  | —                                                         | 9.93                                                      | 9.99                                                      |
| A (Mdis) SGD-H1 (hedged)                                                   | —                                                           | —                                                  | —                                                         | 9.47                                                      | 9.64                                                      |
| A (Mdis) USD                                                               | —                                                           | —                                                  | —                                                         | 9.87                                                      | 9.92                                                      |
| <b>Franklin Sealand China A-Shares Fund - USD</b>                          |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                                | 2.00%                                                       | 136,609.38                                         | 7.08                                                      | 8.86                                                      | —                                                         |
| A (acc) HKD                                                                | 1.66%                                                       | 785.00                                             | 6.84                                                      | 8.74                                                      | —                                                         |
| A (acc) RMB                                                                | 1.66%                                                       | 687.98                                             | 7.30                                                      | 9.26                                                      | —                                                         |
| A (acc) SGD                                                                | 2.00%                                                       | 4,729.67                                           | 7.04                                                      | 8.96                                                      | —                                                         |
| A (acc) SGD-H1 (hedged)                                                    | 2.00%                                                       | 4,836.71                                           | 6.68                                                      | 8.71                                                      | —                                                         |
| A (acc) USD                                                                | 2.00%                                                       | 23,288.03                                          | 6.87                                                      | 8.76                                                      | —                                                         |
| A (Ydis) EUR                                                               | 2.00%                                                       | 14,480.10                                          | 7.04                                                      | 8.86                                                      | —                                                         |
| A (Ydis) USD                                                               | 1.69%                                                       | 100.00                                             | 6.84                                                      | 8.75                                                      | —                                                         |
| I (acc) EUR                                                                | 1.15%                                                       | 323,127.98                                         | 7.14                                                      | 8.87                                                      | —                                                         |
| I (acc) USD                                                                | —                                                           | 114.68                                             | 7.34                                                      | 8.77                                                      | —                                                         |
| I (Ydis) USD                                                               | 1.15%                                                       | 425,124.00                                         | 6.88                                                      | 8.77                                                      | —                                                         |
| P1 (acc) EUR <sup>1</sup>                                                  | 0.45%                                                       | 91.71                                              | 7.19                                                      | 8.88                                                      | —                                                         |
| P1 (acc) USD <sup>1</sup>                                                  | 0.45%                                                       | 6,448,646.38                                       | 6.98                                                      | 8.78                                                      | —                                                         |
| P1 (Ydis) USD <sup>1</sup>                                                 | 0.45%                                                       | 1,022,594.89                                       | 6.93                                                      | 8.78                                                      | —                                                         |
| S (acc) EUR                                                                | 0.70%                                                       | 91.71                                              | 7.16                                                      | 8.87                                                      | —                                                         |
| S (acc) USD                                                                | 0.67%                                                       | 100.00                                             | 6.95                                                      | 8.77                                                      | —                                                         |
| S (Ydis) USD                                                               | 0.66%                                                       | 100.00                                             | 6.91                                                      | 8.77                                                      | —                                                         |
| W (acc) EUR                                                                | 1.25%                                                       | 61,349.81                                          | 7.13                                                      | 8.87                                                      | —                                                         |
| W (acc) USD                                                                | 1.25%                                                       | 1,096.87                                           | 6.92                                                      | 8.77                                                      | —                                                         |
| W (Ydis) USD                                                               | 1.25%                                                       | 294,200.00                                         | 6.89                                                      | 8.77                                                      | —                                                         |
| <b>Franklin Strategic Income Fund - USD</b>                                |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                                | 1.35%                                                       | 1,843,327.61                                       | 15.37                                                     | 14.30                                                     | 14.27                                                     |
| A (acc) EUR-H1 (hedged)                                                    | 1.35%                                                       | 899,511.05                                         | 10.80                                                     | 10.42                                                     | 10.28                                                     |
| A (acc) USD                                                                | 1.35%                                                       | 5,767,791.99                                       | 16.43                                                     | 15.58                                                     | 14.93                                                     |
| A (Mdis) AUD-H1 (hedged)                                                   | 1.35%                                                       | 627,770.00                                         | 7.03                                                      | 7.15                                                      | 7.35                                                      |
| A (Mdis) EUR                                                               | 1.35%                                                       | 4,007,245.30                                       | 7.45                                                      | 7.33                                                      | 7.70                                                      |
| A (Mdis) EUR-H1 (hedged)                                                   | 1.35%                                                       | 5,069,997.41                                       | 5.89                                                      | 6.01                                                      | 6.26                                                      |
| A (Mdis) JPY-H1 (hedged) <sup>*</sup>                                      | 1.35%                                                       | 157.75                                             | 997.06                                                    | —                                                         | —                                                         |
| A (Mdis) RMB-H1 (hedged) <sup>*</sup>                                      | 1.35%                                                       | 715.47                                             | 9.98                                                      | —                                                         | —                                                         |

## Statistical Information

|                                                                | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|----------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin Strategic Income Fund - USD (continued)</b>        |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (Mdis) SGD-H1 (hedged)                                       | 1.35%                                                       | 92,200.52                                          | 6.82                                                      | 6.96                                                      | 7.12                                                      |
| A (Mdis) USD                                                   | 1.35%                                                       | 14,513,545.63                                      | 7.98                                                      | 8.00                                                      | 8.07                                                      |
| A (Mdis-pc) HKD*                                               | 1.35%                                                       | 782.97                                             | 10.22                                                     | —                                                         | —                                                         |
| A (Mdis-pc) SGD-H1 (hedged)*                                   | 1.35%                                                       | 152.15                                             | 10.10                                                     | —                                                         | —                                                         |
| A (Mdis-pc) USD*                                               | 1.35%                                                       | 1,104,695.30                                       | 10.03                                                     | —                                                         | —                                                         |
| A (Qdis) PLN-H1 (hedged)                                       | 1.35%                                                       | 471,786.25                                         | 8.39                                                      | 8.36                                                      | 8.23                                                      |
| C (acc) USD                                                    | 1.95%                                                       | 1,515,271.36                                       | 10.42                                                     | 9.94                                                      | 9.57                                                      |
| C (Mdis) USD                                                   | 1.95%                                                       | 3,262,926.02                                       | 7.55                                                      | 7.61                                                      | 7.73                                                      |
| F (Mdis) USD                                                   | 2.35%                                                       | 4,404,564.51                                       | 7.80                                                      | 7.88                                                      | 8.03                                                      |
| F (Mdis-pc) USD*                                               | 2.35%                                                       | 3,143,437.65                                       | 9.94                                                      | —                                                         | —                                                         |
| I (acc) EUR-H1 (hedged)                                        | 0.81%                                                       | 254,087.41                                         | 11.08                                                     | 10.64                                                     | 10.47                                                     |
| I (acc) USD                                                    | 0.81%                                                       | 97,798.98                                          | 17.94                                                     | 16.92                                                     | 16.12                                                     |
| I (Ydis) USD <sup>2</sup>                                      | —                                                           | —                                                  | —                                                         | 7.75                                                      | 7.77                                                      |
| N (acc) EUR-H1 (hedged)                                        | 2.09%                                                       | 431,242.40                                         | 9.84                                                      | 9.57                                                      | 9.53                                                      |
| N (acc) USD                                                    | 2.09%                                                       | 3,296,869.96                                       | 12.01                                                     | 11.47                                                     | 11.07                                                     |
| N (Mdis) EUR-H1 (hedged)                                       | 2.09%                                                       | 1,828,723.09                                       | 5.55                                                      | 5.70                                                      | 5.98                                                      |
| W (acc) EUR                                                    | 0.85%                                                       | 27,267.92                                          | 11.11                                                     | 10.29                                                     | 10.23                                                     |
| W (acc) USD                                                    | 0.85%                                                       | 2,247,010.92                                       | 11.25                                                     | 10.62                                                     | 10.12                                                     |
| W (Mdis) USD                                                   | 0.85%                                                       | 300,324.21                                         | 8.11                                                      | 8.09                                                      | 8.13                                                      |
| Y (Mdis) USD                                                   | 0.07%                                                       | 1,133,787.89                                       | 8.51                                                      | 8.42                                                      | 8.39                                                      |
| Z (acc) USD                                                    | 1.10%                                                       | 604,074.65                                         | 14.89                                                     | 14.09                                                     | 13.45                                                     |
| <b>Franklin Technology Fund - USD</b>                          |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                                        | 1.80%                                                       | 290,845.08                                         | 11.88                                                     | 9.38                                                      | 7.74                                                      |
| A (acc) EUR                                                    | 1.80%                                                       | 40,358,781.78                                      | 45.17                                                     | 33.53                                                     | 27.06                                                     |
| A (acc) EUR-H1 (hedged)                                        | 1.80%                                                       | 5,782,748.75                                       | 23.66                                                     | 18.24                                                     | 14.91                                                     |
| A (acc) HKD                                                    | 1.80%                                                       | 7,083,813.91                                       | 63.42                                                     | 48.14                                                     | 37.36                                                     |
| A (acc) JPY*                                                   | 1.82%                                                       | 6,306.63                                           | 1,094.79                                                  | —                                                         | —                                                         |
| A (acc) RMB-H1 (hedged)                                        | 1.80%                                                       | 17,432,657.09                                      | 11.99                                                     | 9.29                                                      | 7.45                                                      |
| A (acc) SGD-H1 (hedged)                                        | 1.80%                                                       | 12,778,302.47                                      | 24.78                                                     | 19.11                                                     | 15.21                                                     |
| A (acc) USD                                                    | 1.80%                                                       | 105,119,917.31                                     | 48.27                                                     | 36.51                                                     | 28.30                                                     |
| C (acc) USD                                                    | 2.38%                                                       | 2,265,654.98                                       | 90.65                                                     | 68.96                                                     | 53.75                                                     |
| F (acc) USD                                                    | 2.80%                                                       | 2,583,761.55                                       | 21.27                                                     | 16.25                                                     | 12.72                                                     |
| G (acc) EUR                                                    | 2.40%                                                       | 9,572.28                                           | 21.66                                                     | 16.18                                                     | 13.14                                                     |
| I (acc) EUR                                                    | 0.85%                                                       | 9,889,569.82                                       | 88.80                                                     | 65.30                                                     | 52.20                                                     |
| I (acc) EUR-H1 (hedged)                                        | 0.85%                                                       | 2,155,931.00                                       | 12.57                                                     | 9.59                                                      | 7.76                                                      |
| I (acc) USD                                                    | 0.85%                                                       | 15,587,266.45                                      | 70.74                                                     | 53.00                                                     | 40.68                                                     |
| I (Ydis) EUR                                                   | 0.85%                                                       | 1,289,354.89                                       | 29.31                                                     | 21.55                                                     | 17.23                                                     |
| N (acc) EUR                                                    | 2.55%                                                       | 13,734,302.08                                      | 36.37                                                     | 27.20                                                     | 22.12                                                     |
| N (acc) EUR-H1 (hedged)*                                       | 2.57%                                                       | 93.11                                              | 10.08                                                     | —                                                         | —                                                         |
| N (acc) PLN-H1 (hedged)                                        | 2.55%                                                       | 3,267,949.34                                       | 20.12                                                     | 15.31                                                     | 12.07                                                     |
| N (acc) USD                                                    | 2.55%                                                       | 9,743,081.10                                       | 38.90                                                     | 29.64                                                     | 23.14                                                     |
| W (acc) CHF-H1 (hedged)                                        | 0.90%                                                       | 479,985.30                                         | 15.82                                                     | 12.38                                                     | 10.12                                                     |
| W (acc) EUR                                                    | 0.90%                                                       | 1,453,917.57                                       | 78.18                                                     | 57.52                                                     | 46.00                                                     |
| W (acc) EUR-H1 (hedged)                                        | 0.90%                                                       | 2,347,721.40                                       | 23.93                                                     | 18.29                                                     | 14.83                                                     |
| W (acc) USD                                                    | 0.90%                                                       | 7,280,949.19                                       | 59.80                                                     | 44.82                                                     | 34.42                                                     |
| X (acc) EUR                                                    | 0.15%                                                       | 2,732,240.44                                       | 15.54                                                     | 11.35                                                     | 9.01                                                      |
| X (acc) USD                                                    | 0.15%                                                       | 155,411.67                                         | 64.37                                                     | 47.90                                                     | 36.51                                                     |
| Y (acc) USD*                                                   | —                                                           | 100.00                                             | 10.85                                                     | —                                                         | —                                                         |
| Z (acc) USD                                                    | 1.20%                                                       | 378,118.49                                         | 72.26                                                     | 54.33                                                     | 41.84                                                     |
| <b>Franklin U.S. Dollar Short-Term Money Market Fund - USD</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) USD                                                    | 0.25%                                                       | 43,746,311.72                                      | 13.15                                                     | 12.50                                                     | 12.07                                                     |
| A (Mdis) USD                                                   | 0.25%                                                       | 22,867,384.97                                      | 9.83                                                      | 9.83                                                      | 9.78                                                      |
| AX (acc) USD                                                   | 0.65%                                                       | 16,798,037.53                                      | 10.78                                                     | 10.28                                                     | 9.97                                                      |
| C (acc) USD                                                    | 1.24%                                                       | 1,024,894.98                                       | 10.41                                                     | 9.99                                                      | 9.74                                                      |
| F (Mdis) USD                                                   | 1.25%                                                       | 569,820.99                                         | 10.17                                                     | 10.01                                                     | 9.76                                                      |
| N (acc) USD                                                    | 1.15%                                                       | 6,970,926.97                                       | 11.05                                                     | 10.60                                                     | 10.32                                                     |
| W (acc) USD                                                    | 0.20%                                                       | 2,413,518.72                                       | 11.43                                                     | 10.85                                                     | 10.47                                                     |
| Y (acc) USD                                                    | 0.06%                                                       | 100.00                                             | 10.96                                                     | 10.14                                                     | —                                                         |
| <b>Franklin U.S. Government Fund - USD</b>                     |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR-H1 (hedged)                                        | 1.21%                                                       | 2,130,542.66                                       | 8.01                                                      | 8.09                                                      | 8.54                                                      |
| A (acc) HKD                                                    | 1.20%                                                       | 2,889,674.38                                       | 10.87                                                     | 10.83                                                     | 11.10                                                     |
| A (acc) PLN-H1 (hedged)                                        | 1.20%                                                       | 4,483,939.65                                       | 10.02                                                     | 9.91                                                      | —                                                         |

## Statistical Information

|                                                        | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|--------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin U.S. Government Fund - USD (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) USD                                            | 1.22%                                                       | 7,603,377.35                                       | 10.52                                                     | 10.44                                                     | 10.68                                                     |
| A (Mdis) AUD-H1 (hedged)*                              | 1.14%                                                       | 179,660.78                                         | 9.93                                                      | —                                                         | —                                                         |
| A (Mdis) HKD                                           | 1.21%                                                       | 11,571,365.68                                      | 7.53                                                      | 7.79                                                      | 8.28                                                      |
| A (Mdis-pc) HKD*                                       | 1.26%                                                       | 780.75                                             | 9.92                                                      | —                                                         | —                                                         |
| A (Mdis) JPY-H1 (hedged)*                              | 1.12%                                                       | 112,720,642.71                                     | 9.80                                                      | —                                                         | —                                                         |
| A (Mdis) RMB-H1 (hedged)*                              | 1.12%                                                       | 81,175.04                                          | 9.90                                                      | —                                                         | —                                                         |
| A (Mdis) USD                                           | 1.22%                                                       | 47,122,958.82                                      | 7.08                                                      | 7.30                                                      | 7.74                                                      |
| A (Mdis-pc) USD*                                       | 1.26%                                                       | 100.00                                             | 9.92                                                      | —                                                         | —                                                         |
| AX (acc) USD                                           | 1.44%                                                       | 1,267,298.29                                       | 14.55                                                     | 14.47                                                     | 14.83                                                     |
| B (Mdis) USD <sup>a</sup>                              | —                                                           | —                                                  | —                                                         | 6.99                                                      | 7.39                                                      |
| C (acc) USD                                            | 2.05%                                                       | 1,916,968.92                                       | 12.11                                                     | 12.12                                                     | 12.50                                                     |
| F (Mdis) USD                                           | 2.27%                                                       | 1,476,682.27                                       | 7.49                                                      | 7.81                                                      | 8.36                                                      |
| I (acc) EUR-H1 (hedged)                                | 0.59%                                                       | 4,183,632.94                                       | 8.99                                                      | 9.03                                                      | 9.48                                                      |
| I (acc) USD                                            | 0.59%                                                       | 4,092,107.55                                       | 13.92                                                     | 13.73                                                     | 13.95                                                     |
| I (Mdis) JPY-H1 (hedged)                               | 0.59%                                                       | 101.28                                             | 600.32                                                    | 654.56                                                    | 725.29                                                    |
| I (Mdis) USD                                           | 0.59%                                                       | 3,869,342.67                                       | 7.75                                                      | 7.94                                                      | 8.37                                                      |
| N (acc) USD                                            | 1.98%                                                       | 5,357,238.55                                       | 12.81                                                     | 12.81                                                     | 13.19                                                     |
| N (Mdis) USD                                           | 1.98%                                                       | 1,138,157.29                                       | 6.81                                                      | 7.08                                                      | 7.55                                                      |
| S (acc) EUR-H1 (hedged)                                | 0.25%                                                       | 3,753,066.45                                       | 9.02                                                      | 9.03                                                      | 9.43                                                      |
| W (acc) USD                                            | 0.69%                                                       | 2,611,579.95                                       | 10.41                                                     | 10.28                                                     | 10.45                                                     |
| W (Mdis) USD                                           | 0.69%                                                       | 647,389.30                                         | 7.60                                                      | 7.81                                                      | 8.23                                                      |
| X (acc) USD                                            | 0.15%                                                       | 105.38                                             | 11.19                                                     | 10.97                                                     | 11.09                                                     |
| Z (acc) USD                                            | 0.94%                                                       | 267,849.74                                         | 11.40                                                     | 11.28                                                     | 11.50                                                     |
| Z (Mdis) USD                                           | 0.95%                                                       | 5,460.56                                           | 7.60                                                      | 7.82                                                      | 8.27                                                      |
| <b>Franklin U.S. Low Duration Fund - USD</b>           |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                            | 1.15%                                                       | 473,494.87                                         | 12.12                                                     | 11.37                                                     | 11.62                                                     |
| A (acc) EUR-H1 (hedged)                                | 1.15%                                                       | 1,996,929.51                                       | 9.21                                                      | 8.95                                                      | 9.03                                                      |
| A (acc) USD                                            | 1.15%                                                       | 4,898,221.81                                       | 11.56                                                     | 11.05                                                     | 10.85                                                     |
| A (Mdis) USD                                           | 1.15%                                                       | 1,602,820.21                                       | 9.40                                                      | 9.29                                                      | 9.29                                                      |
| AX (acc) USD                                           | 1.35%                                                       | 420,015.02                                         | 12.96                                                     | 12.41                                                     | 12.21                                                     |
| C (acc) USD                                            | 2.05%                                                       | 414,645.00                                         | 10.07                                                     | 9.71                                                      | 9.62                                                      |
| C (Mdis) USD                                           | 2.08%                                                       | 804,961.68                                         | 9.46                                                      | 9.36                                                      | 9.28                                                      |
| I (acc) EUR-H1 (hedged)                                | 0.59%                                                       | 8,831,954.39                                       | 10.14                                                     | 9.79                                                      | 9.82                                                      |
| I (acc) USD                                            | 0.59%                                                       | 825,819.08                                         | 14.62                                                     | 13.89                                                     | 13.56                                                     |
| N (Mdis) USD                                           | 1.85%                                                       | 1,411,967.41                                       | 9.42                                                      | 9.32                                                      | 9.28                                                      |
| W (acc) USD                                            | 0.67%                                                       | 375,179.11                                         | 11.09                                                     | 10.54                                                     | 10.30                                                     |
| W (Mdis) USD                                           | 0.67%                                                       | 11,418.23                                          | 9.52                                                      | 9.41                                                      | 9.41                                                      |
| Y (Mdis) USD                                           | 0.07%                                                       | 3,994,312.00                                       | 9.55                                                      | 9.44                                                      | 9.43                                                      |
| Z (acc) USD                                            | 0.85%                                                       | 16,850.09                                          | 11.19                                                     | 10.66                                                     | 10.44                                                     |
| <b>Franklin U.S. Opportunities Fund - USD</b>          |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                                | 1.80%                                                       | 175,766.22                                         | 38.57                                                     | 30.60                                                     | 27.08                                                     |
| A (acc) EUR                                            | 1.80%                                                       | 13,485,909.88                                      | 31.33                                                     | 23.40                                                     | 20.37                                                     |
| A (acc) EUR-H1 (hedged)                                | 1.80%                                                       | 12,260,862.03                                      | 19.16                                                     | 14.86                                                     | 13.01                                                     |
| A (acc) HKD                                            | 1.80%                                                       | 2,953,942.59                                       | 45.52                                                     | 34.77                                                     | 29.10                                                     |
| A (acc) NOK-H1 (hedged)                                | 1.80%                                                       | 421,792.36                                         | 29.24                                                     | 22.58                                                     | 19.82                                                     |
| A (acc) RMB-H1 (hedged)                                | 1.80%                                                       | 238,420.99                                         | 321.25                                                    | 250.28                                                    | 216.02                                                    |
| A (acc) SEK-H1 (hedged)                                | 1.80%                                                       | 778,864.15                                         | 37.32                                                     | 29.04                                                     | 25.68                                                     |
| A (acc) SGD                                            | 1.80%                                                       | 8,288,072.28                                       | 40.41                                                     | 30.67                                                     | 26.34                                                     |
| A (acc) SGD-H1 (hedged)                                | 1.80%                                                       | 15,002,208.56                                      | 47.47                                                     | 36.79                                                     | 31.47                                                     |
| A (acc) USD                                            | 1.80%                                                       | 94,437,282.82                                      | 33.52                                                     | 25.50                                                     | 21.32                                                     |
| A (Ydis) EUR                                           | 1.80%                                                       | 1,970,600.47                                       | 31.90                                                     | 23.82                                                     | 20.74                                                     |
| A (Ydis) GBP                                           | 1.80%                                                       | 393,410.26                                         | 26.48                                                     | 20.06                                                     | 17.49                                                     |
| AS (acc) SGD                                           | 1.70%                                                       | 8,437,293.65                                       | 27.15                                                     | 20.58                                                     | 17.66                                                     |
| B (acc) USD <sup>a</sup>                               | —                                                           | —                                                  | —                                                         | 18.88                                                     | 15.93                                                     |
| C (acc) USD                                            | 2.38%                                                       | 3,841,688.79                                       | 51.92                                                     | 39.73                                                     | 33.40                                                     |
| F (acc) USD                                            | 2.80%                                                       | 883,763.40                                         | 23.76                                                     | 18.26                                                     | 15.41                                                     |
| I (acc) EUR                                            | 0.85%                                                       | 2,533,010.60                                       | 85.10                                                     | 62.95                                                     | 54.29                                                     |
| I (acc) EUR-H1 (hedged)                                | 0.85%                                                       | 464,334.59                                         | 51.50                                                     | 39.53                                                     | 34.29                                                     |
| I (acc) PLN-H1 (hedged)                                | 0.85%                                                       | 317.93                                             | 11.87                                                     | 8.95                                                      | 7.41                                                      |



## Statistical Information

|                                                              | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|--------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Franklin U.S. Opportunities Fund - USD (continued)</b>    |                                                             |                                                    |                                                           |                                                           |                                                           |
| I (acc) USD                                                  | 0.85%                                                       | 8,090,020.86                                       | 91.17                                                     | 68.72                                                     | 56.88                                                     |
| N (acc) EUR                                                  | 2.55%                                                       | 2,504,241.60                                       | 59.68                                                     | 44.91                                                     | 39.38                                                     |
| N (acc) EUR-H1 (hedged)                                      | 2.55%                                                       | 731,097.97                                         | 32.72                                                     | 25.57                                                     | 22.58                                                     |
| N (acc) PLN-H1 (hedged)                                      | 2.55%                                                       | 6,261,272.65                                       | 54.58                                                     | 41.73                                                     | 35.20                                                     |
| N (acc) USD                                                  | 2.55%                                                       | 4,657,054.22                                       | 64.02                                                     | 49.08                                                     | 41.33                                                     |
| S (acc) EUR                                                  | 0.75%                                                       | 9,176,079.84                                       | 19.99                                                     | 14.77                                                     | 12.73                                                     |
| S (acc) EUR-H1 (hedged)                                      | 0.75%                                                       | 370,443.99                                         | 17.20                                                     | 13.21                                                     | 11.30                                                     |
| S (acc) USD                                                  | 0.75%                                                       | 104,229.23                                         | 24.13                                                     | 18.17                                                     | 15.02                                                     |
| W (acc) EUR                                                  | 0.90%                                                       | 384,243.30                                         | 47.03                                                     | 34.81                                                     | 30.03                                                     |
| W (acc) EUR-H1 (hedged)                                      | 0.90%                                                       | 246,839.78                                         | 22.49                                                     | 17.27                                                     | 15.12                                                     |
| W (acc) SGD                                                  | 0.90%                                                       | 1,303.49                                           | 10.71                                                     | 8.05                                                      | 6.86                                                      |
| W (acc) USD                                                  | 0.90%                                                       | 6,702,035.14                                       | 49.68                                                     | 37.46                                                     | 31.03                                                     |
| X (Ydis) USD                                                 | 0.24%                                                       | 2,506,953.40                                       | 51.91                                                     | 38.98                                                     | 32.11                                                     |
| Y (acc) USD <sup>*</sup>                                     | —                                                           | 100.00                                             | 10.79                                                     | —                                                         | —                                                         |
| Y (Mdis) USD                                                 | 0.04%                                                       | 37,521.25                                          | 29.77                                                     | 22.32                                                     | 18.42                                                     |
| Z (acc) USD                                                  | 1.20%                                                       | 731,552.58                                         | 60.24                                                     | 45.56                                                     | 37.84                                                     |
| <b>Martin Currie UK Equity Income Fund - GBP<sup>1</sup></b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) GBP                                                  | 1.47%                                                       | 190.84                                             | 10.29                                                     | 9.40                                                      | —                                                         |
| A (acc) USD                                                  | 1.75%                                                       | 32,508.03                                          | 13.70                                                     | 12.59                                                     | 11.60                                                     |
| A (Mdis) GBP                                                 | 1.75%                                                       | 17,953.07                                          | 11.78                                                     | 11.30                                                     | 11.37                                                     |
| A (Qdis) GBP                                                 | 1.75%                                                       | 34,775.28                                          | 11.88                                                     | 11.41                                                     | 11.48                                                     |
| A (Qdis) USD                                                 | 1.75%                                                       | 34,040.22                                          | 11.83                                                     | 11.41                                                     | 10.87                                                     |
| A (Ydis) GBP                                                 | 1.75%                                                       | 20,555.59                                          | 12.30                                                     | 11.79                                                     | 11.89                                                     |
| C (acc) USD                                                  | 2.38%                                                       | 23,078.67                                          | 13.39                                                     | 12.38                                                     | 11.47                                                     |
| I (Ydis) GBP                                                 | 0.60%                                                       | 17,953.07                                          | 12.84                                                     | 12.17                                                     | 12.14                                                     |
| N (acc) USD                                                  | 2.55%                                                       | 26,208.56                                          | 13.30                                                     | 12.32                                                     | 11.43                                                     |
| P2 (Qdis) GBP <sup>1</sup>                                   | 0.40%                                                       | 1,425,446.23                                       | 9.96                                                      | 9.42                                                      | —                                                         |
| P2 (Qdis) USD <sup>1</sup>                                   | 0.40%                                                       | 100.00                                             | 10.12                                                     | 9.62                                                      | —                                                         |
| W (acc) GBP                                                  | 0.65%                                                       | 59,191.81                                          | 14.53                                                     | 13.15                                                     | 12.49                                                     |
| W (acc) USD                                                  | 0.65%                                                       | 49,013.42                                          | 14.29                                                     | 12.99                                                     | 11.83                                                     |
| W (Qdis) GBP                                                 | 0.65%                                                       | 505,795.92                                         | 12.40                                                     | 11.77                                                     | 11.72                                                     |
| W (Qdis) USD                                                 | 0.65%                                                       | 28,053.67                                          | 12.19                                                     | 11.63                                                     | 11.08                                                     |
| W (Ydis) GBP                                                 | 0.65%                                                       | 17,953.07                                          | 12.83                                                     | 12.16                                                     | 12.13                                                     |
| <b>Templeton All China Equity Fund - USD</b>                 |                                                             |                                                    |                                                           |                                                           |                                                           |
| S (acc) USD                                                  | 1.25%                                                       | 400,000.00                                         | 4.76                                                      | 5.56                                                      | 7.62                                                      |
| <b>Templeton Asia Equity Total Return Fund - USD</b>         |                                                             |                                                    |                                                           |                                                           |                                                           |
| S (acc) USD                                                  | 1.05%                                                       | 800,000.00                                         | 10.00                                                     | 9.61                                                      | 9.54                                                      |
| <b>Templeton Asian Bond Fund - USD</b>                       |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                                      | 1.47%                                                       | 237,361.76                                         | 7.10                                                      | 7.75                                                      | 8.15                                                      |
| A (acc) EUR                                                  | 1.47%                                                       | 766,095.90                                         | 17.07                                                     | 17.54                                                     | 18.35                                                     |
| A (acc) EUR-H1 (hedged)                                      | 1.47%                                                       | 763,495.24                                         | 8.93                                                      | 9.53                                                      | 9.92                                                      |
| A (acc) USD                                                  | 1.47%                                                       | 2,040,499.77                                       | 15.12                                                     | 15.83                                                     | 15.90                                                     |
| A (Mdis) AUD-H1 (hedged)                                     | 1.42%                                                       | 268,783.72                                         | 5.14                                                      | 5.70                                                      | 6.14                                                      |
| A (Mdis) EUR                                                 | 1.47%                                                       | 637,381.90                                         | 6.85                                                      | 7.36                                                      | 8.05                                                      |
| A (Mdis) SGD                                                 | 1.47%                                                       | 50,114.82                                          | 5.57                                                      | 6.08                                                      | 6.55                                                      |
| A (Mdis) SGD-H1 (hedged)                                     | 1.46%                                                       | 84,618.98                                          | 5.04                                                      | 5.62                                                      | 5.98                                                      |
| A (Mdis) USD                                                 | 1.47%                                                       | 2,179,051.34                                       | 7.33                                                      | 8.01                                                      | 8.42                                                      |
| C (Mdis) USD                                                 | 2.24%                                                       | 147,079.51                                         | 6.81                                                      | 7.51                                                      | 7.95                                                      |
| I (acc) CHF-H1 (hedged)                                      | 0.88%                                                       | 1,000.00                                           | 7.79                                                      | 8.46                                                      | 8.72                                                      |
| I (acc) EUR                                                  | 0.91%                                                       | 38,215.36                                          | 15.63                                                     | 15.97                                                     | 16.62                                                     |
| I (acc) EUR-H1 (hedged)                                      | 1.04%                                                       | 8,635.01                                           | 8.74                                                      | 9.29                                                      | 9.63                                                      |
| I (acc) USD                                                  | 0.91%                                                       | 96,931.76                                          | 16.75                                                     | 17.44                                                     | 17.43                                                     |
| I (Mdis) EUR                                                 | 0.88%                                                       | 20,936.00                                          | 7.50                                                      | 8.00                                                      | 8.71                                                      |
| I (Ydis) EUR-H1 (hedged)                                     | 0.86%                                                       | 151.11                                             | 4.79                                                      | 5.30                                                      | 5.76                                                      |
| N (acc) EUR                                                  | 2.16%                                                       | 232,348.37                                         | 14.97                                                     | 15.50                                                     | 16.33                                                     |
| N (acc) USD                                                  | 2.17%                                                       | 168,914.86                                         | 13.27                                                     | 13.99                                                     | 14.15                                                     |
| N (Mdis) USD                                                 | 2.17%                                                       | 416,179.83                                         | 6.87                                                      | 7.57                                                      | 8.00                                                      |
| W (acc) EUR                                                  | 0.51%                                                       | 89.41                                              | 8.99                                                      | 9.15                                                      | 9.50                                                      |
| W (acc) EUR-H1 (hedged)                                      | 0.90%                                                       | 22,727.34                                          | 7.80                                                      | 8.28                                                      | 8.57                                                      |
| W (Mdis) USD                                                 | 0.90%                                                       | 49,104.67                                          | 5.72                                                      | 6.22                                                      | 6.50                                                      |
| Y (Mdis) USD <sup>2</sup>                                    | —                                                           | —                                                  | —                                                         | 7.46                                                      | 7.72                                                      |

## Statistical Information

|                                                     | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|-----------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Templeton Asian Bond Fund - USD (continued)</b>  |                                                             |                                                    |                                                           |                                                           |                                                           |
| Z (acc) USD                                         | 1.17%                                                       | 112,992.50                                         | 10.29                                                     | 10.75                                                     | 10.76                                                     |
| <b>Templeton Asian Growth Fund - USD</b>            |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                             | 2.17%                                                       | 423,335.01                                         | 10.07                                                     | 9.80                                                      | 10.55                                                     |
| A (acc) CZK-H1 (hedged)                             | 2.17%                                                       | 1,422,440.70                                       | 101.92                                                    | 94.74                                                     | 96.72                                                     |
| A (acc) EUR                                         | 2.17%                                                       | 5,659,212.64                                       | 34.29                                                     | 31.38                                                     | 33.43                                                     |
| A (acc) EUR-H1 (hedged)                             | 2.17%                                                       | 1,291,018.59                                       | 20.17                                                     | 19.18                                                     | 20.53                                                     |
| A (acc) HKD                                         | 2.17%                                                       | 6,729,592.17                                       | 11.07                                                     | 10.36                                                     | 10.61                                                     |
| A (acc) RMB-H1 (hedged)                             | 2.17%                                                       | 101,778.88                                         | 135.62                                                    | 129.74                                                    | 136.95                                                    |
| A (acc) SGD                                         | 2.17%                                                       | 4,925,599.30                                       | 9.47                                                      | 8.80                                                      | 9.25                                                      |
| A (acc) SGD-H1 (hedged)                             | 2.17%                                                       | 62,624.43                                          | 11.55                                                     | 10.99                                                     | 11.49                                                     |
| A (acc) USD                                         | 2.17%                                                       | 15,111,469.31                                      | 36.78                                                     | 34.30                                                     | 35.09                                                     |
| A (Ydis) EUR                                        | 2.17%                                                       | 1,906,088.01                                       | 31.20                                                     | 28.55                                                     | 30.43                                                     |
| A (Ydis) GBP                                        | 2.17%                                                       | 166,378.17                                         | 26.43                                                     | 24.53                                                     | 26.19                                                     |
| A (Ydis) USD                                        | 2.17%                                                       | 18,058,656.57                                      | 33.41                                                     | 31.15                                                     | 31.87                                                     |
| C (acc) USD                                         | 2.75%                                                       | 352,553.95                                         | 29.64                                                     | 27.80                                                     | 28.61                                                     |
| F (acc) USD                                         | 3.16%                                                       | 133,367.37                                         | 10.18                                                     | 9.59                                                      | 9.91                                                      |
| I (acc) CHF-H1 (hedged)                             | 1.19%                                                       | 50,600.00                                          | 9.37                                                      | 9.03                                                      | 9.63                                                      |
| I (acc) EUR                                         | 1.15%                                                       | 2,620,996.44                                       | 38.40                                                     | 34.79                                                     | 36.70                                                     |
| I (acc) EUR-H1 (hedged)                             | 1.16%                                                       | 410,840.01                                         | 19.56                                                     | 18.42                                                     | 19.52                                                     |
| I (acc) USD                                         | 1.17%                                                       | 485,021.27                                         | 41.10                                                     | 37.95                                                     | 38.44                                                     |
| I (Ydis) EUR-H2 (hedged)                            | 1.14%                                                       | 5,053,341.58                                       | 6.12                                                      | 5.64                                                      | 5.79                                                      |
| N (acc) EUR                                         | 2.66%                                                       | 660,888.81                                         | 44.86                                                     | 41.26                                                     | 44.18                                                     |
| N (acc) EUR-H1 (hedged)                             | 2.66%                                                       | 440,065.86                                         | 26.32                                                     | 25.15                                                     | 27.06                                                     |
| N (acc) HUF                                         | 2.67%                                                       | 1,801,396.95                                       | 198.17                                                    | 172.02                                                    | 196.12                                                    |
| N (acc) PLN-H1 (hedged)                             | 2.66%                                                       | 3,647,131.99                                       | 13.44                                                     | 12.57                                                     | 12.89                                                     |
| N (acc) USD                                         | 2.66%                                                       | 1,216,902.89                                       | 48.04                                                     | 45.02                                                     | 46.29                                                     |
| W (acc) EUR                                         | 1.21%                                                       | 296,676.97                                         | 14.01                                                     | 12.70                                                     | 13.40                                                     |
| W (acc) EUR-H1 (hedged)                             | 1.22%                                                       | 11,079.55                                          | 9.59                                                      | 9.03                                                      | 9.37                                                      |
| W (acc) GBP                                         | 1.22%                                                       | 74,664.16                                          | 16.53                                                     | 15.20                                                     | 16.08                                                     |
| W (acc) USD                                         | 1.22%                                                       | 918,475.28                                         | 13.42                                                     | 12.40                                                     | 12.56                                                     |
| W (Ydis) EUR                                        | 1.22%                                                       | 219,563.57                                         | 14.11                                                     | 12.82                                                     | 13.55                                                     |
| Y (Mdis) USD                                        | 0.05%                                                       | 184,921.76                                         | 11.15                                                     | 10.35                                                     | 10.51                                                     |
| Z (acc) USD                                         | 1.67%                                                       | 53,619.03                                          | 14.91                                                     | 13.83                                                     | 14.07                                                     |
| Z (Ydis) EUR-H1 (hedged)                            | 1.65%                                                       | 904.83                                             | 9.95                                                      | 9.40                                                      | 10.01                                                     |
| Z (Ydis) USD                                        | 1.67%                                                       | 55,550.37                                          | 10.71                                                     | 9.94                                                      | 10.12                                                     |
| <b>Templeton Asian Smaller Companies Fund - USD</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                         | 2.19%                                                       | 2,441,211.45                                       | 79.37                                                     | 67.57                                                     | 66.06                                                     |
| A (acc) SGD                                         | 2.19%                                                       | 86,506.76                                          | 57.74                                                     | 49.95                                                     | 48.20                                                     |
| A (acc) USD                                         | 2.19%                                                       | 2,598,791.93                                       | 62.30                                                     | 54.04                                                     | 50.73                                                     |
| A (Ydis) USD                                        | 2.19%                                                       | 1,438,797.70                                       | 60.62                                                     | 52.95                                                     | 49.71                                                     |
| F (acc) USD                                         | 3.20%                                                       | 94,790.66                                          | 13.21                                                     | 11.58                                                     | 10.98                                                     |
| I (acc) EUR                                         | 1.18%                                                       | 510,804.89                                         | 93.09                                                     | 78.49                                                     | 75.98                                                     |
| I (acc) USD                                         | 1.17%                                                       | 5,952,970.31                                       | 73.37                                                     | 62.99                                                     | 58.52                                                     |
| I (Ydis) USD                                        | 1.18%                                                       | 39,420.00                                          | 14.36                                                     | 12.57                                                     | 11.86                                                     |
| N (acc) EUR                                         | 2.69%                                                       | 631,110.09                                         | 29.14                                                     | 24.93                                                     | 24.50                                                     |
| N (acc) USD                                         | 2.69%                                                       | 795,405.41                                         | 21.99                                                     | 19.16                                                     | 18.08                                                     |
| S (acc) USD                                         | 0.90%                                                       | 26,466.19                                          | 14.94                                                     | 12.80                                                     | 11.85                                                     |
| W (acc) EUR                                         | 1.22%                                                       | 1,144,852.97                                       | 25.94                                                     | 21.87                                                     | 21.16                                                     |
| W (acc) USD                                         | 1.22%                                                       | 1,186,879.55                                       | 20.25                                                     | 17.39                                                     | 16.16                                                     |
| W (Ydis) EUR-H1 (hedged)                            | 1.22%                                                       | 63,480.00                                          | 9.95                                                      | 8.87                                                      | 8.73                                                      |
| W (Ydis) USD                                        | 1.22%                                                       | 760,336.23                                         | 12.66                                                     | 11.09                                                     | 10.46                                                     |
| X (Ydis) USD                                        | 0.26%                                                       | 344,821.81                                         | 17.66                                                     | 15.45                                                     | 14.60                                                     |
| Y (Mdis) USD <sup>□</sup>                           | —                                                           | —                                                  | —                                                         | 16.17                                                     | 15.37                                                     |
| <b>Templeton BRIC Fund - USD</b>                    |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                         | 2.47%                                                       | 2,634,782.28                                       | 21.24                                                     | 19.30                                                     | 19.92                                                     |
| A (acc) EUR-H1 (hedged)                             | 2.47%                                                       | 415,688.95                                         | 9.85                                                      | 9.30                                                      | 9.65                                                      |
| A (acc) HKD                                         | 2.47%                                                       | 73,976.35                                          | 10.33                                                     | 9.60                                                      | 9.53                                                      |
| A (acc) USD                                         | 2.47%                                                       | 14,931,037.31                                      | 18.80                                                     | 17.41                                                     | 17.25                                                     |



## Statistical Information

|                                                   | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|---------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Templeton BRIC Fund - USD (continued)</b>      |                                                             |                                                    |                                                           |                                                           |                                                           |
| C (acc) USD                                       | 3.04%                                                       | 193,779.91                                         | 16.86                                                     | 15.70                                                     | 15.65                                                     |
| I (acc) USD                                       | 1.44%                                                       | 27,321.97                                          | 22.90                                                     | 20.98                                                     | 20.59                                                     |
| N (acc) EUR                                       | 2.96%                                                       | 644,987.01                                         | 19.35                                                     | 17.67                                                     | 18.34                                                     |
| N (acc) USD                                       | 2.96%                                                       | 399,834.24                                         | 17.12                                                     | 15.93                                                     | 15.87                                                     |
| <b>Templeton China A-Shares Fund - USD</b>        |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) HKD                                       | 2.00%                                                       | 3,875.75                                           | 4.92                                                      | 5.64                                                      | 7.96                                                      |
| A (acc) SGD                                       | 2.00%                                                       | 666.03                                             | 4.98                                                      | 5.67                                                      | 8.20                                                      |
| A (acc) USD                                       | 2.00%                                                       | 121,059.54                                         | 4.89                                                      | 5.58                                                      | 7.86                                                      |
| I (acc) USD                                       | 1.15%                                                       | 500.00                                             | 5.03                                                      | 5.70                                                      | 7.96                                                      |
| W (acc) USD                                       | 1.25%                                                       | 1,518.37                                           | 5.01                                                      | 5.68                                                      | 7.95                                                      |
| Y (acc) USD                                       | 0.15%                                                       | 3,249,393.47                                       | 5.21                                                      | 5.84                                                      | 8.07                                                      |
| <b>Templeton China Fund - USD</b>                 |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) HKD                                       | 2.44%                                                       | 193,773.60                                         | 8.05                                                      | 9.48                                                      | 12.71                                                     |
| A (acc) SGD                                       | 2.44%                                                       | 2,395,916.50                                       | 5.89                                                      | 6.90                                                      | 9.49                                                      |
| A (acc) USD                                       | 2.44%                                                       | 10,729,380.71                                      | 17.65                                                     | 20.73                                                     | 27.75                                                     |
| A (Ydis) EUR                                      | 2.44%                                                       | 796,064.96                                         | 15.85                                                     | 18.27                                                     | 25.49                                                     |
| A (Ydis) GBP                                      | 2.44%                                                       | 26,935.52                                          | 13.39                                                     | 15.65                                                     | 21.87                                                     |
| C (acc) USD                                       | 3.02%                                                       | 412,322.48                                         | 11.85                                                     | 14.00                                                     | 18.84                                                     |
| F (acc) USD                                       | 3.44%                                                       | 1,004,080.60                                       | 6.03                                                      | 7.15                                                      | 9.67                                                      |
| I (acc) USD                                       | 1.36%                                                       | 718,001.73                                         | 23.45                                                     | 27.23                                                     | 36.05                                                     |
| I (Ydis) GBP                                      | 1.36%                                                       | 1,584.10                                           | 9.00                                                      | 10.41                                                     | 14.38                                                     |
| N (acc) USD                                       | 2.94%                                                       | 993,895.55                                         | 16.57                                                     | 19.57                                                     | 26.32                                                     |
| W (acc) EUR                                       | 1.40%                                                       | 42,787.01                                          | 10.24                                                     | 11.69                                                     | 16.13                                                     |
| W (acc) GBP                                       | 1.40%                                                       | 130,483.13                                         | 11.41                                                     | 13.21                                                     | 18.27                                                     |
| W (acc) USD                                       | 1.40%                                                       | 372,997.29                                         | 8.39                                                      | 9.76                                                      | 12.93                                                     |
| W (Ydis) EUR                                      | 1.40%                                                       | 480.14                                             | 9.37                                                      | 10.70                                                     | 14.76                                                     |
| X (acc) HKD                                       | 0.26%                                                       | 605,110.74                                         | 9.44                                                      | 10.88                                                     | 14.27                                                     |
| Z (acc) USD                                       | 1.94%                                                       | 37,664.26                                          | 7.53                                                      | 8.80                                                      | 11.72                                                     |
| <b>Templeton Eastern Europe Fund - EUR</b>        |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                       | 2.49%                                                       | 5,481,921.54                                       | 15.95                                                     | 11.28                                                     | 7.32                                                      |
| A (acc) EUR RC <sup>2</sup>                       | 6.18%                                                       | 4,947,736.41                                       | 0.18                                                      | 0.01                                                      | —                                                         |
| A (acc) USD                                       | 2.49%                                                       | 1,573,388.71                                       | 17.07                                                     | 12.30                                                     | 7.67                                                      |
| A (acc) USD RC <sup>2</sup>                       | 8.24%                                                       | 1,309,292.15                                       | 0.37                                                      | 0.01                                                      | —                                                         |
| A (Ydis) EUR                                      | 2.48%                                                       | 51,423.59                                          | 15.15                                                     | 11.16                                                     | 7.24                                                      |
| A (Ydis) EUR RC <sup>2</sup>                      | 6.25%                                                       | 42,977.34                                          | 0.18                                                      | 0.01                                                      | —                                                         |
| I (acc) EUR                                       | 1.37%                                                       | 628,978.03                                         | 12.84                                                     | 8.98                                                      | 5.76                                                      |
| I (acc) EUR RC <sup>2</sup>                       | 6.21%                                                       | 646,089.65                                         | 0.14                                                      | 0.01                                                      | —                                                         |
| N (acc) EUR                                       | 2.98%                                                       | 344,679.77                                         | 14.06                                                     | 10.00                                                     | 6.52                                                      |
| N (acc) EUR RC <sup>2</sup>                       | 4.88%                                                       | 308,368.70                                         | 0.10                                                      | 0.01                                                      | —                                                         |
| W (acc) EUR                                       | 1.49%                                                       | 691,328.37                                         | 7.96                                                      | 5.58                                                      | 3.58                                                      |
| W (acc) EUR RC <sup>2</sup>                       | 7.85%                                                       | 403,551.53                                         | 0.15                                                      | 0.01                                                      | —                                                         |
| X (acc) EUR                                       | 0.26%                                                       | 146,356.05                                         | 7.37                                                      | 5.10                                                      | 3.24                                                      |
| X (acc) EUR RC <sup>2</sup>                       | 8.06%                                                       | 146,356.05                                         | 0.15                                                      | 0.01                                                      | —                                                         |
| <b>Templeton Emerging Markets Bond Fund - USD</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                           | 1.83%                                                       | 89,934.47                                          | 8.31                                                      | 8.02                                                      | 7.86                                                      |
| A (acc) EUR-H1 (hedged)                           | 1.83%                                                       | 778,102.04                                         | 7.74                                                      | 7.30                                                      | 7.11                                                      |
| A (acc) NOK-H1 (hedged)                           | 1.83%                                                       | 405,291.73                                         | 9.36                                                      | 8.79                                                      | 8.57                                                      |
| A (acc) SEK-H1 (hedged)                           | 1.82%                                                       | 721,870.65                                         | 8.45                                                      | 7.99                                                      | 7.82                                                      |
| A (acc) USD                                       | 1.83%                                                       | 4,973,032.62                                       | 11.33                                                     | 10.49                                                     | 9.82                                                      |
| A (Bdis) CZK-H1 (hedged)                          | 1.83%                                                       | 1,922,484.81                                       | 61.80                                                     | 61.47                                                     | 62.06                                                     |
| A (Mdis) AUD-H1 (hedged)                          | 1.83%                                                       | 30,319,159.49                                      | 3.21                                                      | 3.30                                                      | 3.45                                                      |
| A (Mdis) EUR-H1 (hedged)*                         | 1.91%                                                       | 93.11                                              | 9.98                                                      | —                                                         | —                                                         |
| A (Mdis) HKD                                      | 1.83%                                                       | 51,882,660.41                                      | 3.64                                                      | 3.70                                                      | 3.75                                                      |
| A (Mdis) JPY-H1 (hedged)*                         | 1.91%                                                       | 157.75                                             | 996.75                                                    | —                                                         | —                                                         |
| A (Mdis) RMB-H1 (hedged)*                         | 1.91%                                                       | 715.47                                             | 9.97                                                      | —                                                         | —                                                         |
| A (Mdis) SGD-H1 (hedged)                          | 1.83%                                                       | 6,740,068.51                                       | 3.08                                                      | 3.18                                                      | 3.27                                                      |
| A (Mdis) USD                                      | 1.83%                                                       | 266,128,678.74                                     | 3.98                                                      | 4.03                                                      | 4.08                                                      |
| A (Mdis) ZAR-H1 (hedged)                          | 1.83%                                                       | 2,242,568.87                                       | 54.89                                                     | 54.12                                                     | 54.08                                                     |
| A (Qdis) EUR                                      | 1.83%                                                       | 15,871,892.86                                      | 6.47                                                      | 6.39                                                      | 6.78                                                      |
| A (Qdis) GBP                                      | 1.83%                                                       | 597,076.81                                         | 4.73                                                      | 4.73                                                      | 5.03                                                      |
| A (Qdis) USD                                      | 1.83%                                                       | 35,672,560.21                                      | 6.94                                                      | 6.96                                                      | 7.07                                                      |

## Statistical Information

|                                                               | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|---------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Templeton Emerging Markets Bond Fund - USD (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (Ydis) EUR-H1 (hedged)                                      | 1.83%                                                       | 2,951,982.66                                       | 2.88                                                      | 2.92                                                      | 3.20                                                      |
| C (acc) USD                                                   | 2.41%                                                       | 527,403.96                                         | 22.54                                                     | 20.99                                                     | 19.75                                                     |
| F (Mdis) USD                                                  | 2.83%                                                       | 984,850.78                                         | 3.99                                                      | 4.08                                                      | 4.17                                                      |
| G (Mdis) EUR                                                  | 2.43%                                                       | 1,438.85                                           | 5.87                                                      | 5.86                                                      | 6.21                                                      |
| I (acc) CHF-H1 (hedged)                                       | 0.90%                                                       | 26,370.00                                          | 8.22                                                      | 7.86                                                      | 7.63                                                      |
| I (acc) EUR-H1 (hedged)                                       | 0.90%                                                       | 67,320.54                                          | 9.85                                                      | 9.19                                                      | 8.88                                                      |
| I (acc) SEK-H1 (hedged)                                       | 0.90%                                                       | 1,049.22                                           | 7.70                                                      | 7.21                                                      | 6.98                                                      |
| I (acc) USD                                                   | 0.90%                                                       | 7,998,427.14                                       | 23.58                                                     | 21.63                                                     | 20.04                                                     |
| I (Qdis) GBP-H1 (hedged)                                      | 0.90%                                                       | 317,670.45                                         | 3.51                                                      | 3.52                                                      | 3.66                                                      |
| I (Qdis) USD                                                  | 0.90%                                                       | 70,524.86                                          | 5.60                                                      | 5.58                                                      | 5.63                                                      |
| I (Ydis) EUR-H1 (hedged)                                      | 0.90%                                                       | 410.38                                             | 3.13                                                      | 3.14                                                      | 3.40                                                      |
| N (acc) USD                                                   | 2.33%                                                       | 786,554.45                                         | 27.51                                                     | 25.60                                                     | 24.07                                                     |
| N (Mdis) USD                                                  | 2.33%                                                       | 4,483,581.72                                       | 3.51                                                      | 3.57                                                      | 3.63                                                      |
| N (Qdis) PLN-H1 (hedged)                                      | 2.33%                                                       | 5,198,571.30                                       | 3.82                                                      | 3.86                                                      | 3.93                                                      |
| S (acc) USD                                                   | 0.78%                                                       | 150.74                                             | 10.07                                                     | 9.22                                                      | 8.52                                                      |
| W (acc) EUR-H1 (hedged)                                       | 0.95%                                                       | 21,937.48                                          | 7.69                                                      | 7.19                                                      | 6.95                                                      |
| W (acc) USD                                                   | 0.95%                                                       | 843,540.33                                         | 9.51                                                      | 8.72                                                      | 8.08                                                      |
| W (Qdis) EUR                                                  | 0.95%                                                       | 571,816.21                                         | 4.90                                                      | 4.80                                                      | 5.04                                                      |
| W (Qdis) GBP                                                  | 0.95%                                                       | 32,818.71                                          | 4.59                                                      | 4.55                                                      | 4.79                                                      |
| W (Qdis) GBP-H1 (hedged)                                      | 0.95%                                                       | 1,360,497.79                                       | 3.64                                                      | 3.65                                                      | 3.79                                                      |
| W (Qdis) USD                                                  | 0.95%                                                       | 1,211,774.57                                       | 3.61                                                      | 3.59                                                      | 3.63                                                      |
| W (Ydis) EUR-H1 (hedged)                                      | 0.95%                                                       | 39,208.43                                          | 4.15                                                      | 4.17                                                      | 4.52                                                      |
| Y (acc) USD <sup>a</sup>                                      | —                                                           | —                                                  | —                                                         | 7.86                                                      | 7.23                                                      |
| Y (Mdis) USD                                                  | 0.07%                                                       | 940,015.12                                         | 4.89                                                      | 4.86                                                      | 4.83                                                      |
| Z (acc) USD                                                   | 1.25%                                                       | 28,921.98                                          | 12.05                                                     | 11.09                                                     | 10.31                                                     |
| Z (Mdis) USD                                                  | 1.25%                                                       | 132,864.58                                         | 3.65                                                      | 3.67                                                      | 3.69                                                      |
| <b>Templeton Emerging Markets Dynamic Income Fund - USD</b>   |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                   | 1.85%                                                       | 1,410,804.52                                       | 14.26                                                     | 12.95                                                     | 12.38                                                     |
| A (acc) EUR-H1 (hedged)                                       | 1.85%                                                       | 578,279.52                                         | 8.29                                                      | 7.81                                                      | 7.50                                                      |
| A (acc) USD                                                   | 1.85%                                                       | 596,552.93                                         | 10.31                                                     | 9.54                                                      | 8.76                                                      |
| A (Mdis) HKD                                                  | 1.85%                                                       | 965,376.09                                         | 6.84                                                      | 6.73                                                      | 6.54                                                      |
| A (Mdis) SGD-H1 (hedged)                                      | 1.85%                                                       | 33,386.76                                          | 6.74                                                      | 6.73                                                      | 6.66                                                      |
| A (Mdis) USD                                                  | 1.85%                                                       | 478,918.57                                         | 6.88                                                      | 6.74                                                      | 6.55                                                      |
| A (Mdis-pc) HKD                                               | 1.85%                                                       | 119,210.57                                         | 7.85                                                      | 7.76                                                      | 7.57                                                      |
| A (Mdis-pc) USD                                               | 1.85%                                                       | 97,716.64                                          | 7.81                                                      | 7.68                                                      | 7.48                                                      |
| A (Qdis) USD                                                  | 1.85%                                                       | 1,145,166.13                                       | 6.21                                                      | 6.07                                                      | 5.90                                                      |
| A (Ydis) EUR                                                  | 1.85%                                                       | 2,224,641.31                                       | 8.98                                                      | 8.60                                                      | 8.71                                                      |
| A (Ydis) EUR-H1 (hedged)                                      | 1.85%                                                       | 485,368.01                                         | 5.12                                                      | 5.10                                                      | 5.20                                                      |
| C (acc) USD                                                   | 2.52%                                                       | 182,059.09                                         | 9.57                                                      | 8.92                                                      | 8.23                                                      |
| F (Mdis) USD                                                  | 2.91%                                                       | 21,445.76                                          | 7.84                                                      | 7.77                                                      | 7.62                                                      |
| G (acc) EUR-H1 (hedged)                                       | 2.48%                                                       | 1,796.41                                           | 9.13                                                      | 8.67                                                      | 8.36                                                      |
| I (acc) EUR                                                   | 0.95%                                                       | 804,857.37                                         | 15.99                                                     | 14.39                                                     | 13.63                                                     |
| I (acc) EUR-H1 (hedged)                                       | 0.95%                                                       | 121.79                                             | 8.78                                                      | 8.19                                                      | 7.79                                                      |
| N (acc) EUR-H1 (hedged)                                       | 2.35%                                                       | 969,020.36                                         | 7.77                                                      | 7.38                                                      | 7.11                                                      |
| N (acc) USD                                                   | 2.35%                                                       | 1,192,951.08                                       | 9.71                                                      | 9.03                                                      | 8.33                                                      |
| X (acc) USD                                                   | 0.30%                                                       | 16,734.80                                          | 12.91                                                     | 11.76                                                     | 10.63                                                     |
| Z (acc) USD                                                   | 1.35%                                                       | 16.32                                              | 10.86                                                     | 10.00                                                     | 9.13                                                      |
| <b>Templeton Emerging Markets Fund - USD</b>                  |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                   | 1.99%                                                       | 95,819.30                                          | 10.52                                                     | 9.43                                                      | 9.10                                                      |
| A (acc) EUR-H1 (hedged)                                       | 1.99%                                                       | 682,060.25                                         | 9.13                                                      | 8.50                                                      | 8.24                                                      |
| A (acc) HKD                                                   | 1.99%                                                       | 49,698.68                                          | 13.35                                                     | 12.23                                                     | 11.33                                                     |
| A (acc) SGD                                                   | 1.99%                                                       | 1,165,770.12                                       | 9.68                                                      | 8.81                                                      | 8.37                                                      |
| A (acc) USD                                                   | 1.99%                                                       | 4,428,578.52                                       | 45.87                                                     | 41.89                                                     | 38.73                                                     |
| A (Ydis) USD                                                  | 1.99%                                                       | 3,889,440.52                                       | 42.59                                                     | 39.71                                                     | 36.95                                                     |
| C (acc) USD                                                   | 2.57%                                                       | 149,868.57                                         | 36.79                                                     | 33.79                                                     | 31.42                                                     |
| G (acc) EUR                                                   | 2.57%                                                       | 3,633.17                                           | 11.28                                                     | 10.17                                                     | 9.85                                                      |
| I (acc) EUR-H1 (hedged)                                       | 1.15%                                                       | 2,548,275.16                                       | 10.29                                                     | 9.51                                                      | 9.13                                                      |
| I (acc) USD                                                   | 1.15%                                                       | 3,673,590.18                                       | 32.93                                                     | 29.82                                                     | 27.34                                                     |
| J (acc) USD                                                   | 0.60%                                                       | 9,526,220.95                                       | 9.09                                                      | 8.19                                                      | 7.47                                                      |

## Statistical Information

|                                                                  | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|------------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Templeton Emerging Markets Fund - USD (continued)</b>         |                                                             |                                                    |                                                           |                                                           |                                                           |
| N (acc) EUR                                                      | 2.49%                                                       | 660,972.99                                         | 21.94                                                     | 19.76                                                     | 19.13                                                     |
| N (acc) USD                                                      | 2.49%                                                       | 2,810,047.26                                       | 23.48                                                     | 21.55                                                     | 20.02                                                     |
| W (acc) USD                                                      | 1.25%                                                       | 666,712.47                                         | 14.28                                                     | 12.94                                                     | 11.88                                                     |
| W (Ydis) EUR-H1 (hedged)                                         | 1.25%                                                       | 157.00                                             | 7.82                                                      | 7.43                                                      | 7.27                                                      |
| Y (Mdis) USD                                                     | 0.07%                                                       | 1,266,683.15                                       | 10.47                                                     | 9.72                                                      | 9.17                                                      |
| Z (acc) USD                                                      | 1.49%                                                       | 421,098.48                                         | 13.20                                                     | 11.98                                                     | 11.03                                                     |
| <b>Templeton Emerging Markets Local Currency Bond Fund - USD</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) USD                                                      | 1.80%                                                       | 106,736.90                                         | 8.08                                                      | 7.91                                                      | 7.48                                                      |
| A (Mdis) EUR-H1 (hedged)                                         | 1.80%                                                       | 31,014.64                                          | 4.18                                                      | 4.49                                                      | 4.70                                                      |
| A (Ydis) EUR                                                     | 1.80%                                                       | 75,476.36                                          | 5.88                                                      | 5.98                                                      | 6.46                                                      |
| C (acc) USD                                                      | 2.38%                                                       | 90,000.00                                          | 7.79                                                      | 7.67                                                      | 7.29                                                      |
| I (acc) EUR                                                      | 0.90%                                                       | 72,960.16                                          | 9.85                                                      | 9.38                                                      | 9.15                                                      |
| I (acc) EUR-H1 (hedged)                                          | 0.90%                                                       | 9,650.15                                           | 7.38                                                      | 7.28                                                      | 7.09                                                      |
| I (acc) NOK-H1 (hedged)                                          | 0.90%                                                       | 81,430.00                                          | 8.49                                                      | 8.36                                                      | 8.11                                                      |
| I (acc) SEK-H1 (hedged) <sup>Ω</sup>                             | —                                                           | —                                                  | —                                                         | 7.37                                                      | 7.18                                                      |
| I (acc) USD                                                      | 0.90%                                                       | 90,000.00                                          | 8.55                                                      | 8.29                                                      | 7.78                                                      |
| I (Qdis) USD                                                     | 0.90%                                                       | 90,000.00                                          | 5.20                                                      | 5.42                                                      | 5.43                                                      |
| I (Ydis) EUR                                                     | 0.90%                                                       | 76,416.78                                          | 6.23                                                      | 6.29                                                      | 6.73                                                      |
| I (Ydis) EUR-H1 (hedged)                                         | 0.90%                                                       | 8,106.68                                           | 4.59                                                      | 4.81                                                      | 5.17                                                      |
| N (acc) USD                                                      | 2.30%                                                       | 93,313.60                                          | 7.83                                                      | 7.70                                                      | 7.32                                                      |
| N (Qdis) EUR-H1 (hedged)                                         | 2.30%                                                       | 8,106.68                                           | 4.06                                                      | 4.38                                                      | 4.63                                                      |
| W (acc) EUR-H1 (hedged)                                          | 0.95%                                                       | 8,106.68                                           | 7.34                                                      | 7.26                                                      | 7.06                                                      |
| W (acc) GBP-H1 (hedged)                                          | 0.95%                                                       | 7,147.71                                           | 7.80                                                      | 7.60                                                      | 7.30                                                      |
| W (acc) USD                                                      | 0.95%                                                       | 165,685.00                                         | 8.53                                                      | 8.27                                                      | 7.76                                                      |
| W (Mdis) USD                                                     | 0.95%                                                       | 90,000.00                                          | 5.13                                                      | 5.36                                                      | 5.36                                                      |
| W (Qdis) EUR-H1 (hedged)                                         | 0.95%                                                       | 8,106.68                                           | 4.43                                                      | 4.71                                                      | 4.91                                                      |
| W (Qdis) GBP-H1 (hedged)                                         | 0.95%                                                       | 7,147.71                                           | 4.72                                                      | 4.95                                                      | 5.09                                                      |
| Y (acc) SEK-H1 (hedged)                                          | 0.11%                                                       | 80,999.50                                          | 7.77                                                      | 7.63                                                      | 7.38                                                      |
| Y (Mdis) EUR <sup>Ω</sup>                                        | —                                                           | —                                                  | —                                                         | 7.73                                                      | 7.97                                                      |
| <b>Templeton Emerging Markets Smaller Companies Fund - USD</b>   |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                      | 2.45%                                                       | 2,664,477.97                                       | 19.97                                                     | 17.63                                                     | 16.58                                                     |
| A (acc) EUR-H1 (hedged)                                          | 2.45%                                                       | 11,494.27                                          | 10.23                                                     | 9.37                                                      | 8.84                                                      |
| A (acc) USD                                                      | 2.45%                                                       | 3,913,202.43                                       | 14.97                                                     | 13.47                                                     | 12.16                                                     |
| A (Ydis) GBP                                                     | 2.45%                                                       | 76,649.05                                          | 23.16                                                     | 20.74                                                     | 19.55                                                     |
| A (Ydis) USD                                                     | 2.45%                                                       | 951,176.42                                         | 14.33                                                     | 12.89                                                     | 11.64                                                     |
| C (acc) USD                                                      | 3.03%                                                       | 108,212.29                                         | 15.11                                                     | 13.67                                                     | 12.42                                                     |
| I (acc) EUR                                                      | 1.39%                                                       | 4,671,241.87                                       | 23.90                                                     | 20.88                                                     | 19.43                                                     |
| I (acc) USD                                                      | 1.40%                                                       | 571,745.79                                         | 17.90                                                     | 15.93                                                     | 14.23                                                     |
| N (acc) USD                                                      | 2.95%                                                       | 1,316,256.67                                       | 13.78                                                     | 12.46                                                     | 11.31                                                     |
| W (acc) EUR                                                      | 1.46%                                                       | 2,705,955.48                                       | 14.05                                                     | 12.28                                                     | 11.43                                                     |
| W (acc) GBP                                                      | 1.46%                                                       | 578,217.04                                         | 28.82                                                     | 25.55                                                     | 23.83                                                     |
| W (acc) USD                                                      | 1.45%                                                       | 461,319.61                                         | 19.07                                                     | 16.98                                                     | 15.18                                                     |
| W (Ydis) EUR-H1 (hedged)                                         | 1.42%                                                       | 395.40                                             | 9.38                                                      | 8.67                                                      | 8.23                                                      |
| Y (Mdis) USD                                                     | 0.08%                                                       | 509,149.62                                         | 13.80                                                     | 12.48                                                     | 11.42                                                     |
| Y (Ydis) JPY                                                     | 0.08%                                                       | 1,466,791.53                                       | 1,848.63                                                  | 1,506.45                                                  | 1,293.25                                                  |
| <b>Templeton Emerging Markets Sustainability Fund - USD</b>      |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                      | 1.90%                                                       | 105,141.71                                         | 9.98                                                      | 9.93                                                      | 9.80                                                      |
| A (acc) EUR-H1 (hedged)                                          | 1.90%                                                       | 10,719.62                                          | 8.25                                                      | 8.53                                                      | 8.45                                                      |
| A (acc) USD                                                      | 1.90%                                                       | 16,341.56                                          | 9.11                                                      | 9.24                                                      | 8.76                                                      |
| A (Ydis) EUR                                                     | 1.90%                                                       | 9,613.51                                           | 9.98                                                      | 9.93                                                      | 9.80                                                      |
| A (Ydis) USD                                                     | 1.90%                                                       | 15,253.71                                          | 9.12                                                      | 9.25                                                      | 8.76                                                      |
| I (acc) EUR                                                      | 0.99%                                                       | 170,472.63                                         | 10.34                                                     | 10.19                                                     | 9.96                                                      |
| I (acc) EUR-H1 (hedged)                                          | 0.99%                                                       | 8,530.97                                           | 8.53                                                      | 8.75                                                      | 8.59                                                      |
| I (acc) USD                                                      | 0.99%                                                       | 550,922.05                                         | 9.42                                                      | 9.48                                                      | 8.90                                                      |
| I (Ydis) EUR                                                     | 0.99%                                                       | 7,997.78                                           | 10.14                                                     | 10.10                                                     | 9.93                                                      |
| I (Ydis) USD                                                     | 0.99%                                                       | 9,375.00                                           | 9.27                                                      | 9.41                                                      | 8.87                                                      |
| N (acc) EUR                                                      | 2.40%                                                       | 8,887.33                                           | 9.80                                                      | 9.80                                                      | 9.72                                                      |
| N (acc) USD                                                      | 2.40%                                                       | 9,375.00                                           | 8.94                                                      | 9.12                                                      | 8.69                                                      |
| N (Ydis) EUR                                                     | 2.40%                                                       | 7,997.78                                           | 9.78                                                      | 9.80                                                      | 9.72                                                      |
| P1 (acc) EUR <sup>1</sup>                                        | 0.50%                                                       | 95.37                                              | 10.50                                                     | 10.30                                                     | —                                                         |
| P1 (acc) GBP <sup>1</sup>                                        | 0.50%                                                       | 82.11                                              | 10.34                                                     | 10.30                                                     | —                                                         |
| P1 (acc) USD <sup>1</sup>                                        | 0.50%                                                       | 100.00                                             | 10.68                                                     | 10.67                                                     | —                                                         |

## Statistical Information

|                                                                           | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|---------------------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Templeton Emerging Markets Sustainability Fund - USD (continued)</b>   |                                                             |                                                    |                                                           |                                                           |                                                           |
| W (acc) CHF-H1 (hedged)                                                   | 1.10%                                                       | 9,213.00                                           | 8.27                                                      | 8.70                                                      | 8.60                                                      |
| W (acc) EUR                                                               | 1.10%                                                       | 427,448.47                                         | 10.29                                                     | 10.16                                                     | 9.94                                                      |
| W (acc) EUR-H1 (hedged)                                                   | 1.10%                                                       | 8,530.97                                           | 8.49                                                      | 8.73                                                      | 8.58                                                      |
| W (acc) GBP                                                               | 1.10%                                                       | 7,265.19                                           | 9.58                                                      | 9.60                                                      | 9.42                                                      |
| W (acc) GBP-H1 (hedged)                                                   | 1.10%                                                       | 7,749.54                                           | 8.84                                                      | 8.95                                                      | 8.70                                                      |
| W (acc) USD                                                               | 1.10%                                                       | 9,375.00                                           | 9.38                                                      | 9.45                                                      | 8.89                                                      |
| W (Ydis) EUR                                                              | 1.10%                                                       | 7,997.78                                           | 10.13                                                     | 10.10                                                     | 9.91                                                      |
| W (Ydis) USD                                                              | 1.10%                                                       | 9,375.00                                           | 9.26                                                      | 9.40                                                      | 8.86                                                      |
| <b>Templeton Euroland Fund - EUR</b>                                      |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                               | 1.86%                                                       | 3,392,189.26                                       | 27.69                                                     | 24.39                                                     | 20.36                                                     |
| A (acc) SGD                                                               | 1.84%                                                       | 308,222.82                                         | 10.51                                                     | 9.40                                                      | 7.74                                                      |
| A (acc) USD                                                               | 1.84%                                                       | 621,624.93                                         | 10.59                                                     | 9.50                                                      | 7.62                                                      |
| A (acc) USD-H1 (hedged)                                                   | 1.84%                                                       | 25,820.73                                          | 13.31                                                     | 11.54                                                     | 9.28                                                      |
| A (Ydis) EUR                                                              | 1.86%                                                       | 330,507.84                                         | 22.34                                                     | 19.76                                                     | 16.53                                                     |
| A (Ydis) USD                                                              | 1.84%                                                       | 2,032,364.18                                       | 10.30                                                     | 9.29                                                      | 7.49                                                      |
| C (acc) USD-H1 (hedged)                                                   | 2.38%                                                       | 109.29                                             | 12.71                                                     | 11.05                                                     | 8.95                                                      |
| I (acc) EUR                                                               | 0.85%                                                       | 215,017.99                                         | 27.87                                                     | 24.30                                                     | 20.08                                                     |
| N (acc) EUR                                                               | 2.61%                                                       | 1,026,394.91                                       | 15.31                                                     | 13.58                                                     | 11.42                                                     |
| N (acc) USD-H1 (hedged)                                                   | 2.55%                                                       | 110.32                                             | 12.60                                                     | 10.97                                                     | 8.91                                                      |
| S (acc) EUR                                                               | 0.75%                                                       | 88.96                                              | 13.81                                                     | 12.03                                                     | 9.93                                                      |
| W (acc) EUR                                                               | 0.90%                                                       | 11,170.26                                          | 12.66                                                     | 11.04                                                     | 9.13                                                      |
| W (acc) USD                                                               | 0.90%                                                       | 1,847.92                                           | 12.40                                                     | 11.02                                                     | 8.76                                                      |
| W (acc) USD-H1 (hedged)                                                   | 0.90%                                                       | 5,126.69                                           | 14.40                                                     | 12.35                                                     | 9.84                                                      |
| <b>Templeton European Opportunities Fund - EUR</b>                        |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                               | 1.84%                                                       | 2,969,350.22                                       | 15.08                                                     | 14.31                                                     | 13.40                                                     |
| A (acc) NOK-H1 (hedged)                                                   | 1.84%                                                       | 20,464.68                                          | 10.66                                                     | 10.10                                                     | 9.44                                                      |
| A (acc) SGD-H1 (hedged)                                                   | 1.85%                                                       | 114,674.45                                         | 13.96                                                     | 13.25                                                     | 12.15                                                     |
| A (acc) USD                                                               | 1.85%                                                       | 461,964.79                                         | 10.29                                                     | 9.95                                                      | 8.94                                                      |
| A (acc) USD-H1 (hedged)                                                   | 1.85%                                                       | 149,232.71                                         | 12.73                                                     | 11.88                                                     | 10.71                                                     |
| A (Ydis) GBP                                                              | 1.84%                                                       | 8,670.91                                           | 15.97                                                     | 15.47                                                     | 14.57                                                     |
| I (acc) EUR                                                               | 0.97%                                                       | 87,886.99                                          | 31.84                                                     | 29.95                                                     | 27.79                                                     |
| N (acc) EUR                                                               | 2.60%                                                       | 1,472,324.10                                       | 12.61                                                     | 12.05                                                     | 11.37                                                     |
| N (acc) USD                                                               | 2.60%                                                       | 118,818.88                                         | 9.46                                                      | 9.21                                                      | 8.34                                                      |
| W (acc) EUR                                                               | 1.06%                                                       | 38,360.39                                          | 11.82                                                     | 11.13                                                     | 10.34                                                     |
| <b>Templeton European Small-Mid Cap Fund - EUR</b>                        |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                               | 1.91%                                                       | 1,235,494.86                                       | 42.43                                                     | 39.76                                                     | 33.09                                                     |
| A (acc) USD                                                               | 1.91%                                                       | 257,465.66                                         | 45.46                                                     | 43.41                                                     | 34.69                                                     |
| A (acc) USD-H1 (hedged)                                                   | 1.83%                                                       | 17,959.74                                          | 11.91                                                     | 10.97                                                     | 8.79                                                      |
| C (acc) USD-H1 (hedged)                                                   | 2.41%                                                       | 8,983.62                                           | 11.53                                                     | 10.67                                                     | 8.61                                                      |
| I (acc) EUR                                                               | 1.08%                                                       | 282,715.11                                         | 54.29                                                     | 50.44                                                     | 41.61                                                     |
| I (acc) USD                                                               | 1.04%                                                       | 537.66                                             | 57.63                                                     | 54.55                                                     | 43.21                                                     |
| I (acc) USD-H1 (hedged)                                                   | 0.97%                                                       | 79.52                                              | 15.82                                                     | 14.48                                                     | 11.52                                                     |
| N (acc) EUR                                                               | 2.66%                                                       | 187,794.44                                         | 37.11                                                     | 35.03                                                     | 29.37                                                     |
| N (acc) USD-H1 (hedged)                                                   | 2.57%                                                       | 108.67                                             | 11.37                                                     | 10.55                                                     | 8.54                                                      |
| W (acc) EUR                                                               | 1.13%                                                       | 256,619.16                                         | 19.13                                                     | 17.78                                                     | 14.68                                                     |
| X (acc) EUR                                                               | 0.15%                                                       | 77.37                                              | 16.84                                                     | 15.51                                                     | 12.67                                                     |
| Y (Mdis) EUR <sup>Ω</sup>                                                 | —                                                           | —                                                  | —                                                         | 9.93                                                      | 8.33                                                      |
| <b>Templeton European Sustainability Improvers Fund – EUR<sup>1</sup></b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                               | 1.99%                                                       | 337,614.22                                         | 19.77                                                     | 18.22                                                     | 15.99                                                     |
| A (Mdis) SGD-H1 (hedged)                                                  | 1.84%                                                       | 161.37                                             | 10.13                                                     | 9.79                                                      | 8.80                                                      |
| A (Mdis) USD                                                              | 1.87%                                                       | 79,048.67                                          | 7.38                                                      | 7.23                                                      | 6.38                                                      |
| A (Mdis) USD-H1 (hedged)                                                  | 1.84%                                                       | 26,187.11                                          | 10.18                                                     | 9.64                                                      | 8.54                                                      |
| A (Ydis) EUR                                                              | 1.99%                                                       | 404,680.11                                         | 12.26                                                     | 11.62                                                     | 10.56                                                     |
| I (acc) EUR                                                               | 0.85%                                                       | 137,320.94                                         | 22.32                                                     | 20.34                                                     | 17.66                                                     |
| I (Qdis) EUR                                                              | 0.98%                                                       | 176.47                                             | 10.32                                                     | 9.86                                                      | 8.96                                                      |
| N (acc) EUR                                                               | 2.74%                                                       | 314,772.72                                         | 17.94                                                     | 16.66                                                     | 14.74                                                     |
| N (acc) PLN-H1 (hedged)                                                   | 2.62%                                                       | 805,422.88                                         | 15.26                                                     | 13.86                                                     | 11.62                                                     |
| W (Qdis) CHF-H1 (hedged)                                                  | 1.02%                                                       | 86.89                                              | 9.92                                                      | 9.70                                                      | 8.92                                                      |

## Statistical Information

|                                                                                       | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|---------------------------------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Templeton European Sustainability Improvers Fund – EUR<sup>1</sup> (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| Y (Mdis) EUR <sup>2</sup>                                                             | –                                                           | –                                                  | –                                                         | 8.80                                                      | 7.93                                                      |
| <b>Templeton Frontier Markets Fund - USD</b>                                          |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                                           | 2.55%                                                       | 2,564,934.58                                       | 30.62                                                     | 24.37                                                     | 23.45                                                     |
| A (acc) EUR-H1 (hedged)                                                               | 2.55%                                                       | 1,112,022.30                                       | 11.97                                                     | 9.88                                                      | 9.42                                                      |
| A (acc) SGD                                                                           | 2.55%                                                       | 73,332.90                                          | 22.29                                                     | 18.03                                                     | 17.11                                                     |
| A (acc) USD                                                                           | 2.55%                                                       | 2,471,338.72                                       | 24.03                                                     | 19.49                                                     | 18.01                                                     |
| A (Ydis) GBP                                                                          | 2.55%                                                       | 84,309.73                                          | 29.56                                                     | 24.00                                                     | 23.14                                                     |
| A (Ydis) USD                                                                          | 2.55%                                                       | 310,900.29                                         | 21.33                                                     | 17.40                                                     | 16.08                                                     |
| C (acc) USD                                                                           | 3.13%                                                       | 2,464.57                                           | 20.75                                                     | 16.92                                                     | 15.73                                                     |
| I (acc) EUR                                                                           | 1.46%                                                       | 724,411.28                                         | 36.23                                                     | 28.52                                                     | 27.15                                                     |
| I (acc) USD                                                                           | 1.47%                                                       | 246,694.15                                         | 28.48                                                     | 22.85                                                     | 20.88                                                     |
| I (Ydis) GBP                                                                          | 1.51%                                                       | 14,808.17                                          | 29.97                                                     | 24.47                                                     | 23.52                                                     |
| N (acc) EUR                                                                           | 3.05%                                                       | 503,146.81                                         | 28.31                                                     | 22.64                                                     | 21.90                                                     |
| N (acc) EUR-H1 (hedged)                                                               | 3.05%                                                       | 1,108,670.48                                       | 17.40                                                     | 14.44                                                     | 13.85                                                     |
| N (acc) PLN-H1 (hedged)                                                               | 3.04%                                                       | 1,351,899.62                                       | 15.06                                                     | 12.20                                                     | 11.12                                                     |
| W (acc) EUR                                                                           | 1.55%                                                       | 569,367.07                                         | 18.25                                                     | 14.38                                                     | 13.70                                                     |
| W (acc) GBP                                                                           | 1.55%                                                       | 347,623.22                                         | 22.56                                                     | 18.03                                                     | 17.21                                                     |
| W (acc) USD                                                                           | 1.55%                                                       | 229,832.30                                         | 19.02                                                     | 15.27                                                     | 13.97                                                     |
| X (acc) USD                                                                           | 0.30%                                                       | 101.06                                             | 20.58                                                     | 16.32                                                     | 14.72                                                     |
| Y (acc) EUR <sup>3</sup>                                                              | 0.10%                                                       | 226,493.67                                         | 10.26                                                     | –                                                         | –                                                         |
| Z (acc) GBP                                                                           | 2.05%                                                       | 1,621.20                                           | 21.47                                                     | 17.26                                                     | 16.56                                                     |
| Z (Ydis) EUR-H1 (hedged)                                                              | 2.05%                                                       | 880.00                                             | 10.89                                                     | 9.08                                                      | 8.62                                                      |
| <b>Templeton Global Balanced Fund - USD</b>                                           |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                                           | 1.66%                                                       | 945,572.61                                         | 34.54                                                     | 31.34                                                     | 30.15                                                     |
| A (acc) EUR-H1 (hedged)                                                               | 1.66%                                                       | 219,823.93                                         | 20.64                                                     | 19.46                                                     | 18.76                                                     |
| A (acc) SGD                                                                           | 1.66%                                                       | 2,101,048.46                                       | 14.26                                                     | 13.15                                                     | 12.48                                                     |
| A (acc) USD                                                                           | 1.66%                                                       | 3,047,091.27                                       | 36.97                                                     | 34.19                                                     | 31.58                                                     |
| A (Qdis) USD                                                                          | 1.66%                                                       | 7,937,323.63                                       | 23.55                                                     | 22.43                                                     | 21.43                                                     |
| AS (acc) SGD                                                                          | 1.55%                                                       | 5,037,662.26                                       | 13.60                                                     | 12.53                                                     | 11.88                                                     |
| C (Qdis) USD                                                                          | 2.23%                                                       | 531,921.81                                         | 13.14                                                     | 12.58                                                     | 12.09                                                     |
| F (Qdis) USD                                                                          | 2.65%                                                       | 182,523.60                                         | 10.79                                                     | 10.38                                                     | 10.02                                                     |
| I (Ydis) USD                                                                          | 0.84%                                                       | 4,430.37                                           | 14.20                                                     | 13.41                                                     | 12.61                                                     |
| N (acc) EUR                                                                           | 2.15%                                                       | 1,434,431.82                                       | 23.34                                                     | 21.29                                                     | 20.58                                                     |
| N (acc) EUR-H1 (hedged)                                                               | 2.15%                                                       | 422,257.87                                         | 10.30                                                     | 9.76                                                      | 9.46                                                      |
| W (acc) EUR                                                                           | 0.88%                                                       | 404,366.17                                         | 13.62                                                     | 12.27                                                     | 11.71                                                     |
| W (acc) GBP-H1 (hedged)                                                               | 0.88%                                                       | 155,504.87                                         | 12.06                                                     | 11.12                                                     | 10.50                                                     |
| W (acc) USD                                                                           | 0.88%                                                       | 1,049,614.36                                       | 14.46                                                     | 13.27                                                     | 12.17                                                     |
| X (Ydis) USD <sup>4</sup>                                                             | –                                                           | –                                                  | –                                                         | 10.71                                                     | 10.01                                                     |
| Z (acc) USD                                                                           | 1.15%                                                       | 319,104.45                                         | 13.27                                                     | 12.21                                                     | 11.22                                                     |
| <b>Templeton Global Bond (Euro) Fund - EUR</b>                                        |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                                           | 1.52%                                                       | 2,120,558.14                                       | 12.47                                                     | 12.34                                                     | 12.12                                                     |
| A (acc) USD                                                                           | 1.51%                                                       | 29,430.00                                          | 7.56                                                      | 7.63                                                      | 7.20                                                      |
| A (Ydis) EUR                                                                          | 1.51%                                                       | 1,292,362.31                                       | 5.73                                                      | 5.91                                                      | 6.19                                                      |
| I (acc) EUR                                                                           | 0.75%                                                       | 42,160.11                                          | 13.47                                                     | 13.23                                                     | 12.90                                                     |
| N (acc) EUR                                                                           | 2.21%                                                       | 592,343.28                                         | 10.78                                                     | 10.74                                                     | 10.63                                                     |
| N (Ydis) EUR                                                                          | 2.10%                                                       | 200.00                                             | 5.55                                                      | 5.71                                                      | 5.98                                                      |
| W (acc) EUR                                                                           | 0.80%                                                       | 111,324.34                                         | 8.93                                                      | 8.78                                                      | 8.57                                                      |
| X (acc) EUR                                                                           | 0.15%                                                       | 193.69                                             | 8.55                                                      | 8.35                                                      | 8.10                                                      |
| <b>Templeton Global Bond Fund - USD</b>                                               |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                                                               | 1.37%                                                       | 896,852.87                                         | 8.58                                                      | 9.49                                                      | 9.91                                                      |
| A (acc) CZK-H1 (hedged)                                                               | 1.37%                                                       | 6,179,959.85                                       | 89.49                                                     | 94.49                                                     | 93.09                                                     |
| A (acc) EUR                                                                           | 1.37%                                                       | 10,928,284.58                                      | 22.86                                                     | 23.76                                                     | 24.71                                                     |
| A (acc) EUR-H1 (hedged)                                                               | 1.37%                                                       | 7,417,422.16                                       | 14.87                                                     | 16.06                                                     | 16.62                                                     |
| A (acc) HKD                                                                           | 1.36%                                                       | 1,675,146.73                                       | 10.91                                                     | 11.60                                                     | 11.60                                                     |
| A (acc) NOK-H1 (hedged)                                                               | 1.37%                                                       | 834,465.29                                         | 10.48                                                     | 11.29                                                     | 11.64                                                     |
| A (acc) SEK-H1 (hedged)                                                               | 1.37%                                                       | 2,025,079.59                                       | 9.34                                                      | 10.12                                                     | 10.50                                                     |
| A (acc) USD                                                                           | 1.37%                                                       | 13,885,723.64                                      | 24.49                                                     | 25.93                                                     | 25.89                                                     |
| A (Mdis) AUD-H1 (hedged)                                                              | 1.37%                                                       | 2,572,613.22                                       | 5.81                                                      | 6.58                                                      | 7.07                                                      |
| A (Mdis) CAD-H1 (hedged)                                                              | 1.37%                                                       | 158,688.88                                         | 5.37                                                      | 6.03                                                      | 6.39                                                      |
| A (Mdis) EUR                                                                          | 1.37%                                                       | 14,454,132.69                                      | 9.96                                                      | 10.88                                                     | 11.87                                                     |
| A (Mdis) EUR-H1 (hedged)                                                              | 1.37%                                                       | 7,426,115.15                                       | 5.76                                                      | 6.54                                                      | 7.10                                                      |

## Statistical Information

|                                                     | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|-----------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Templeton Global Bond Fund - USD (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (Mdis) GBP                                        | 1.37%                                                       | 794,770.15                                         | 8.45                                                      | 9.36                                                      | 10.23                                                     |
| A (Mdis) GBP-H1 (hedged)                            | 1.37%                                                       | 1,137,190.98                                       | 5.02                                                      | 5.61                                                      | 6.02                                                      |
| A (Mdis) HKD                                        | 1.37%                                                       | 13,766,914.53                                      | 5.82                                                      | 6.49                                                      | 6.81                                                      |
| A (Mdis) RMB-H1 (hedged)                            | 1.36%                                                       | 169,424.20                                         | 62.63                                                     | 71.51                                                     | 76.88                                                     |
| A (Mdis) SGD                                        | 1.37%                                                       | 3,598,152.18                                       | 6.26                                                      | 6.95                                                      | 7.48                                                      |
| A (Mdis) SGD-H1 (hedged)                            | 1.37%                                                       | 4,972,248.15                                       | 6.23                                                      | 7.07                                                      | 7.52                                                      |
| A (Mdis) USD                                        | 1.37%                                                       | 89,224,983.71                                      | 10.67                                                     | 11.87                                                     | 12.43                                                     |
| A (Ydis) CHF-H1 (hedged)                            | 1.37%                                                       | 212,331.45                                         | 4.50                                                      | 5.20                                                      | 5.78                                                      |
| A (Ydis) EUR                                        | 1.37%                                                       | 9,344,208.89                                       | 10.32                                                     | 11.21                                                     | 12.38                                                     |
| A (Ydis) EUR-H1 (hedged)                            | 1.37%                                                       | 12,844,401.57                                      | 4.65                                                      | 5.25                                                      | 5.80                                                      |
| AX (acc) USD                                        | 1.57%                                                       | 3,348,087.85                                       | 18.16                                                     | 19.27                                                     | 19.28                                                     |
| B (Mdis) USD <sup>□</sup>                           | —                                                           | —                                                  | —                                                         | 11.07                                                     | 11.63                                                     |
| C (acc) USD                                         | 2.15%                                                       | 253,229.54                                         | 7.70                                                      | 8.22                                                      | 8.27                                                      |
| C (Mdis) USD                                        | 2.15%                                                       | 3,921,490.22                                       | 7.62                                                      | 8.54                                                      | 9.02                                                      |
| F (Mdis) USD                                        | 2.37%                                                       | 498,988.50                                         | 5.20                                                      | 5.84                                                      | 6.18                                                      |
| I (acc) CHF-H1 (hedged)                             | 0.82%                                                       | 4,966,975.18                                       | 8.74                                                      | 9.61                                                      | 9.98                                                      |
| I (acc) EUR                                         | 0.83%                                                       | 1,290,958.41                                       | 19.79                                                     | 20.45                                                     | 21.15                                                     |
| I (acc) EUR-H1 (hedged)                             | 0.81%                                                       | 1,693,107.09                                       | 13.10                                                     | 14.07                                                     | 14.48                                                     |
| I (acc) NOK-H1 (hedged)                             | 0.84%                                                       | 1,664,489.39                                       | 8.37                                                      | 8.96                                                      | 9.19                                                      |
| I (acc) USD                                         | 0.82%                                                       | 3,085,817.28                                       | 21.34                                                     | 22.47                                                     | 22.31                                                     |
| I (Mdis) EUR                                        | 0.76%                                                       | 855.00                                             | 8.83                                                      | 9.59                                                      | 10.31                                                     |
| I (Mdis) GBP                                        | 0.85%                                                       | 284,802.10                                         | 8.25                                                      | 9.09                                                      | 9.88                                                      |
| I (Mdis) GBP-H1 (hedged)                            | 0.85%                                                       | 258,356.07                                         | 5.78                                                      | 6.44                                                      | 6.87                                                      |
| I (Mdis) JPY                                        | 0.82%                                                       | 2,288,517.09                                       | 1,087.77                                                  | 1,079.75                                                  | 1,057.97                                                  |
| I (Mdis) JPY-H1 (hedged)                            | 0.81%                                                       | 1,276,052.55                                       | 458.92                                                    | 541.46                                                    | 596.13                                                    |
| I (Ydis) EUR                                        | 1.07%                                                       | 7,100.00                                           | 9.47                                                      | 10.26                                                     | 11.27                                                     |
| I (Ydis) EUR-H1 (hedged)                            | 0.90%                                                       | 103,159.59                                         | 4.93                                                      | 5.54                                                      | 6.10                                                      |
| N (acc) EUR                                         | 2.07%                                                       | 1,938,066.75                                       | 20.94                                                     | 21.92                                                     | 22.95                                                     |
| N (acc) EUR-H1 (hedged)                             | 2.07%                                                       | 2,618,999.05                                       | 13.65                                                     | 14.85                                                     | 15.48                                                     |
| N (acc) HUF                                         | 2.07%                                                       | 952,754.56                                         | 156.90                                                    | 155.01                                                    | 172.79                                                    |
| N (acc) PLN-H1 (hedged)                             | 2.06%                                                       | 1,844,503.54                                       | 11.42                                                     | 12.16                                                     | 12.01                                                     |
| N (acc) USD                                         | 2.07%                                                       | 2,784,498.31                                       | 22.42                                                     | 23.91                                                     | 24.04                                                     |
| N (Mdis) EUR-H1 (hedged)                            | 2.07%                                                       | 5,272,373.35                                       | 6.29                                                      | 7.20                                                      | 7.87                                                      |
| N (Mdis) USD                                        | 2.07%                                                       | 2,353,966.40                                       | 5.36                                                      | 6.00                                                      | 6.33                                                      |
| N (Ydis) EUR-H1 (hedged)                            | 2.07%                                                       | 1,810,557.95                                       | 4.39                                                      | 4.99                                                      | 5.55                                                      |
| S (acc) EUR-H1 (hedged)                             | 0.54%                                                       | 2,577.45                                           | 7.52                                                      | 8.05                                                      | 8.31                                                      |
| S (Mdis) EUR                                        | 0.54%                                                       | 254.01                                             | 6.06                                                      | 6.56                                                      | 7.10                                                      |
| W (acc) CHF-H1 (hedged)                             | 0.87%                                                       | 104,897.94                                         | 7.05                                                      | 7.76                                                      | 8.06                                                      |
| W (acc) EUR                                         | 0.87%                                                       | 514,633.92                                         | 11.03                                                     | 11.40                                                     | 11.80                                                     |
| W (acc) EUR-H1 (hedged)                             | 0.86%                                                       | 108,947.02                                         | 8.51                                                      | 9.16                                                      | 9.42                                                      |
| W (acc) USD                                         | 0.87%                                                       | 2,265,926.77                                       | 10.17                                                     | 10.71                                                     | 10.64                                                     |
| W (Mdis) EUR                                        | 0.88%                                                       | 215,764.28                                         | 6.77                                                      | 7.35                                                      | 7.98                                                      |
| W (Mdis) GBP                                        | 0.87%                                                       | 1,190,383.70                                       | 7.23                                                      | 7.97                                                      | 8.67                                                      |
| W (Mdis) GBP-H1 (hedged)                            | 0.88%                                                       | 328,759.21                                         | 5.46                                                      | 6.08                                                      | 6.49                                                      |
| W (Mdis) USD                                        | 0.87%                                                       | 1,448,426.92                                       | 5.23                                                      | 5.79                                                      | 6.03                                                      |
| W (Ydis) CHF-H1 (hedged) <sup>□</sup>               | —                                                           | —                                                  | —                                                         | 6.10                                                      | 6.74                                                      |
| W (Ydis) EUR                                        | 0.87%                                                       | 620,410.68                                         | 6.99                                                      | 7.56                                                      | 8.30                                                      |
| W (Ydis) EUR-H1 (hedged)                            | 0.88%                                                       | 90,160.20                                          | 4.45                                                      | 5.00                                                      | 5.50                                                      |
| X (acc) EUR                                         | 0.15%                                                       | 77.36                                              | 12.48                                                     | 12.80                                                     | 13.16                                                     |
| X (acc) EUR-H1 (hedged)                             | 0.15%                                                       | 115.62                                             | 8.52                                                      | 9.07                                                      | 9.27                                                      |
| X (acc) USD                                         | 0.27%                                                       | 626,478.20                                         | 9.37                                                      | 9.81                                                      | 9.69                                                      |
| Y (Mdis) USD <sup>□</sup>                           | —                                                           | —                                                  | —                                                         | 7.39                                                      | 7.64                                                      |
| Z (acc) EUR                                         | 1.07%                                                       | 56,096.32                                          | 13.38                                                     | 13.86                                                     | 14.37                                                     |
| Z (acc) USD                                         | 1.07%                                                       | 617,609.06                                         | 11.11                                                     | 11.73                                                     | 11.68                                                     |
| Z (Mdis) GBP-H1 (hedged)                            | 1.07%                                                       | 16,151.62                                          | 5.38                                                      | 6.00                                                      | 6.41                                                      |
| Z (Mdis) USD                                        | 1.07%                                                       | 320,367.04                                         | 5.54                                                      | 6.15                                                      | 6.42                                                      |
| Z (Ydis) EUR-H1 (hedged)                            | 1.07%                                                       | 19,484.35                                          | 4.79                                                      | 5.38                                                      | 5.93                                                      |
| <b>Templeton Global Climate Change Fund - EUR</b>   |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CZK-H1 (hedged)                             | 1.81%                                                       | 100,443.93                                         | 133.98                                                    | 124.60                                                    | 96.77                                                     |



## Statistical Information

|                                                               | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|---------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Templeton Global Climate Change Fund - EUR (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                   | 1.81%                                                       | 3,002,933.75                                       | 35.56                                                     | 33.83                                                     | 27.55                                                     |
| A (acc) USD-H1 (hedged)                                       | 1.82%                                                       | 1,913,591.01                                       | 18.85                                                     | 17.65                                                     | 13.85                                                     |
| A (Ydis) EUR                                                  | 1.81%                                                       | 23,414,905.56                                      | 31.28                                                     | 29.88                                                     | 24.33                                                     |
| F (acc) USD-H1 (hedged)                                       | 2.81%                                                       | 92,741.93                                          | 11.43                                                     | 10.79                                                     | —                                                         |
| I (acc) EUR                                                   | 0.85%                                                       | 6,373,032.25                                       | 37.45                                                     | 35.28                                                     | 28.45                                                     |
| I (acc) USD-H1 (hedged)                                       | 0.85%                                                       | 1,684,662.10                                       | 12.31                                                     | 11.41                                                     | 8.86                                                      |
| N (acc) EUR                                                   | 2.56%                                                       | 1,052,202.54                                       | 27.47                                                     | 26.32                                                     | 21.60                                                     |
| N (acc) PLN-H1 (hedged)                                       | 2.56%                                                       | 2,555,801.02                                       | 13.01                                                     | 12.18                                                     | 9.51                                                      |
| S (acc) EUR                                                   | 0.65%                                                       | 8,625,009.54                                       | 10.86                                                     | 10.21                                                     | —                                                         |
| S (acc) USD                                                   | 0.65%                                                       | 100.00                                             | 11.84                                                     | 11.35                                                     | —                                                         |
| W (acc) EUR                                                   | 0.90%                                                       | 1,499,917.16                                       | 23.33                                                     | 21.99                                                     | 17.75                                                     |
| W (acc) GBP                                                   | 0.90%                                                       | 747,211.79                                         | 11.63                                                     | 11.13                                                     | 9.01                                                      |
| Z (acc) EUR                                                   | 1.20%                                                       | 830,372.48                                         | 20.99                                                     | 19.85                                                     | 15.98                                                     |
| <b>Templeton Global Equity Income Fund - USD</b>              |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                   | 1.60%                                                       | 126,887.37                                         | 21.52                                                     | 18.73                                                     | 17.34                                                     |
| A (acc) USD                                                   | 1.60%                                                       | 686,322.89                                         | 18.32                                                     | 16.25                                                     | 14.45                                                     |
| A (Mdis) RMB-H1 (hedged)                                      | 1.80%                                                       | 72.36                                              | 108.99                                                    | 101.54                                                    | 95.04                                                     |
| A (Mdis) SGD                                                  | 1.90%                                                       | 1,768,061.86                                       | 6.55                                                      | 5.94                                                      | 5.56                                                      |
| A (Mdis) USD                                                  | 1.60%                                                       | 3,045,585.42                                       | 10.22                                                     | 9.26                                                      | 8.42                                                      |
| AS (Mdis) SGD                                                 | 1.75%                                                       | 888,640.92                                         | 10.41                                                     | 9.42                                                      | 8.81                                                      |
| B (Qdis) USD <sup>Ω</sup>                                     | —                                                           | —                                                  | —                                                         | 8.07                                                      | 7.36                                                      |
| N (Mdis) USD                                                  | 2.57%                                                       | 23,446.40                                          | 8.84                                                      | 8.09                                                      | 7.43                                                      |
| Y (Mdis) USD <sup>Ω</sup>                                     | —                                                           | —                                                  | —                                                         | 13.67                                                     | 11.96                                                     |
| <b>Templeton Global Fund - USD</b>                            |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) HKD                                                   | 1.82%                                                       | 96,946.63                                          | 18.60                                                     | 17.28                                                     | 15.19                                                     |
| A (acc) SGD                                                   | 1.82%                                                       | 1,111,632.11                                       | 11.59                                                     | 10.69                                                     | 9.65                                                      |
| A (acc) USD                                                   | 1.82%                                                       | 1,851,894.17                                       | 45.47                                                     | 42.08                                                     | 36.96                                                     |
| A (Ydis) USD                                                  | 1.82%                                                       | 11,893,327.68                                      | 39.57                                                     | 36.62                                                     | 32.16                                                     |
| AS (acc) SGD                                                  | 1.72%                                                       | 603,030.70                                         | 12.01                                                     | 11.08                                                     | 9.98                                                      |
| C (acc) USD                                                   | 2.40%                                                       | 218,038.75                                         | 24.67                                                     | 22.96                                                     | 20.28                                                     |
| I (acc) USD                                                   | 0.85%                                                       | 124,867.32                                         | 28.40                                                     | 26.02                                                     | 22.63                                                     |
| N (acc) USD                                                   | 2.57%                                                       | 432,826.11                                         | 27.50                                                     | 25.64                                                     | 22.69                                                     |
| W (Ydis) USD                                                  | 0.90%                                                       | 54,845.10                                          | 12.73                                                     | 11.81                                                     | 10.34                                                     |
| X (Ydis) USD <sup>Ω</sup>                                     | —                                                           | —                                                  | —                                                         | 10.31                                                     | 9.04                                                      |
| Z (acc) USD                                                   | 1.20%                                                       | 52,999.71                                          | 12.64                                                     | 11.63                                                     | 10.15                                                     |
| <b>Templeton Global High Yield Fund - USD</b>                 |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                   | 1.79%                                                       | 608,043.38                                         | 15.13                                                     | 13.70                                                     | 13.16                                                     |
| A (acc) USD                                                   | 1.78%                                                       | 307,672.00                                         | 16.20                                                     | 14.94                                                     | 13.78                                                     |
| A (Mdis) EUR                                                  | 1.79%                                                       | 7,252,866.28                                       | 5.15                                                      | 5.04                                                      | 5.21                                                      |
| A (Mdis) USD                                                  | 1.77%                                                       | 3,017,562.09                                       | 5.51                                                      | 5.49                                                      | 5.46                                                      |
| F (Mdis) USD                                                  | 2.71%                                                       | 899,260.37                                         | 7.18                                                      | 7.20                                                      | 7.22                                                      |
| I (acc) EUR                                                   | 1.00%                                                       | 83,205.26                                          | 17.23                                                     | 15.48                                                     | 14.75                                                     |
| N (acc) EUR                                                   | 2.28%                                                       | 616,074.09                                         | 13.88                                                     | 12.63                                                     | 12.19                                                     |
| <b>Templeton Global Income Fund - USD</b>                     |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                   | 1.73%                                                       | 2,782,063.94                                       | 22.73                                                     | 20.86                                                     | 19.91                                                     |
| A (acc) EUR-H1 (hedged)                                       | 1.66%                                                       | 141,357.61                                         | 8.77                                                      | 8.36                                                      | 7.97                                                      |
| A (acc) USD                                                   | 1.73%                                                       | 1,474,838.25                                       | 19.35                                                     | 18.10                                                     | 16.59                                                     |
| A (Mdis) SGD-H1 (hedged)                                      | 1.66%                                                       | 3,553.42                                           | 6.61                                                      | 6.63                                                      | 6.45                                                      |
| A (Qdis) EUR-H1 (hedged)                                      | 1.66%                                                       | 171,545.58                                         | 5.96                                                      | 5.95                                                      | 5.93                                                      |
| A (Qdis) HKD                                                  | 1.73%                                                       | 1,295,487.02                                       | 8.83                                                      | 8.69                                                      | 8.31                                                      |
| A (Qdis) USD                                                  | 1.73%                                                       | 2,293,498.24                                       | 10.17                                                     | 9.96                                                      | 9.51                                                      |
| C (acc) USD                                                   | 2.29%                                                       | 37,027.91                                          | 9.54                                                      | 8.97                                                      | 8.27                                                      |
| C (Qdis) USD                                                  | 2.31%                                                       | 827,513.69                                         | 9.60                                                      | 9.47                                                      | 9.09                                                      |
| I (acc) EUR-H1 (hedged)                                       | 0.88%                                                       | 4,524.10                                           | 9.43                                                      | 8.92                                                      | 8.50                                                      |
| I (acc) USD                                                   | 0.93%                                                       | 320,298.25                                         | 22.23                                                     | 20.63                                                     | 18.75                                                     |
| N (acc) EUR-H1 (hedged)                                       | 2.20%                                                       | 93,893.88                                          | 8.10                                                      | 7.77                                                      | 7.45                                                      |
| N (acc) USD                                                   | 2.23%                                                       | 1,959,130.17                                       | 17.59                                                     | 16.54                                                     | 15.23                                                     |
| N (Qdis) EUR-H1 (hedged)                                      | 2.20%                                                       | 540,764.05                                         | 5.70                                                      | 5.72                                                      | 5.72                                                      |
| S (acc) USD                                                   | 0.68%                                                       | 105.26                                             | 11.58                                                     | 10.70                                                     | 9.70                                                      |
| W (acc) EUR                                                   | 0.91%                                                       | 792.33                                             | 10.42                                                     | 9.49                                                      | 8.98                                                      |
| W (acc) USD                                                   | 0.91%                                                       | 63,053.90                                          | 10.52                                                     | 9.76                                                      | 8.87                                                      |

## Statistical Information

|                                                       | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|-------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Templeton Global Income Fund - USD (continued)</b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| Z (acc) USD                                           | 1.05%                                                       | 113,188.78                                         | 16.16                                                     | 15.01                                                     | 13.66                                                     |
| <b>Templeton Global Smaller Companies Fund - USD</b>  |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) USD                                           | 1.87%                                                       | 668,496.92                                         | 51.47                                                     | 48.14                                                     | 42.96                                                     |
| A (Ydis) USD                                          | 1.87%                                                       | 1,262,631.83                                       | 48.58                                                     | 45.44                                                     | 40.55                                                     |
| I (acc) USD                                           | 1.10%                                                       | 6,864.63                                           | 25.10                                                     | 23.30                                                     | 20.62                                                     |
| N (acc) USD                                           | 2.62%                                                       | 97,887.73                                          | 31.97                                                     | 30.13                                                     | 27.08                                                     |
| <b>Templeton Global Total Return Fund - USD</b>       |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) CHF-H1 (hedged)                               | 1.39%                                                       | 1,158,315.29                                       | 9.11                                                      | 9.58                                                      | 9.93                                                      |
| A (acc) EUR                                           | 1.39%                                                       | 5,864,260.50                                       | 21.86                                                     | 21.58                                                     | 22.25                                                     |
| A (acc) EUR-H1 (hedged)                               | 1.39%                                                       | 5,555,478.83                                       | 14.00                                                     | 14.37                                                     | 14.80                                                     |
| A (acc) HKD                                           | 1.39%                                                       | 1,496,714.97                                       | 11.32                                                     | 11.43                                                     | 11.33                                                     |
| A (acc) NOK-H1 (hedged)                               | 1.39%                                                       | 410,158.39                                         | 7.54                                                      | 7.72                                                      | 7.95                                                      |
| A (acc) PLN-H1 (hedged)                               | 1.39%                                                       | 666,850.05                                         | 68.75                                                     | 69.03                                                     | 67.56                                                     |
| A (acc) SEK-H1 (hedged)                               | 1.39%                                                       | 3,101,881.97                                       | 8.49                                                      | 8.74                                                      | 9.03                                                      |
| A (acc) USD                                           | 1.39%                                                       | 16,741,079.28                                      | 23.42                                                     | 23.57                                                     | 23.33                                                     |
| A (Mdis) AUD-H1 (hedged)                              | 1.39%                                                       | 8,668,623.53                                       | 4.69                                                      | 5.14                                                      | 5.58                                                      |
| A (Mdis) CHF-H1 (hedged)*                             | 1.36%                                                       | 83.72                                              | 9.28                                                      | —                                                         | —                                                         |
| A (Mdis) EUR                                          | 1.39%                                                       | 12,129,437.20                                      | 6.94                                                      | 7.33                                                      | 8.04                                                      |
| A (Mdis) EUR-H1 (hedged)                              | 1.39%                                                       | 13,440,157.66                                      | 3.97                                                      | 4.36                                                      | 4.78                                                      |
| A (Mdis) GBP                                          | 1.39%                                                       | 905,941.38                                         | 5.88                                                      | 6.30                                                      | 6.92                                                      |
| A (Mdis) GBP-H1 (hedged)                              | 1.39%                                                       | 4,560,345.29                                       | 3.33                                                      | 3.61                                                      | 3.90                                                      |
| A (Mdis) HKD                                          | 1.39%                                                       | 134,292,234.49                                     | 4.88                                                      | 5.27                                                      | 5.56                                                      |
| A (Mdis) JPY-H1 (hedged)*                             | 1.36%                                                       | 157.12                                             | 909.84                                                    | —                                                         | —                                                         |
| A (Mdis) RMB-H1 (hedged)                              | 1.39%                                                       | 500,156.27                                         | 50.87                                                     | 56.14                                                     | 60.78                                                     |
| A (Mdis) SGD                                          | 1.39%                                                       | 5,738,431.74                                       | 5.11                                                      | 5.48                                                      | 5.93                                                      |
| A (Mdis) SGD-H1 (hedged)                              | 1.39%                                                       | 15,444,220.83                                      | 4.56                                                      | 5.01                                                      | 5.36                                                      |
| A (Mdis) USD                                          | 1.39%                                                       | 49,177,826.12                                      | 7.43                                                      | 7.98                                                      | 8.40                                                      |
| A (Ydis) CHF-H1 (hedged)                              | 1.39%                                                       | 696,261.78                                         | 3.67                                                      | 4.08                                                      | 4.63                                                      |
| A (Ydis) EUR                                          | 1.39%                                                       | 9,473,251.89                                       | 7.19                                                      | 7.54                                                      | 8.47                                                      |
| A (Ydis) EUR-H1 (hedged)                              | 1.39%                                                       | 6,995,731.28                                       | 3.85                                                      | 4.19                                                      | 4.75                                                      |
| B (Mdis) USD <sup>Q</sup>                             | —                                                           | —                                                  | —                                                         | 7.06                                                      | 7.52                                                      |
| C (acc) USD                                           | 2.17%                                                       | 65,696.29                                          | 7.19                                                      | 7.29                                                      | 7.27                                                      |
| C (Mdis) USD                                          | 2.16%                                                       | 3,968,980.70                                       | 6.14                                                      | 6.66                                                      | 7.07                                                      |
| F (Mdis) USD                                          | 2.38%                                                       | 112,679.98                                         | 5.59                                                      | 6.07                                                      | 6.45                                                      |
| I (acc) CHF-H1 (hedged)                               | 0.85%                                                       | 184,497.00                                         | 8.49                                                      | 8.87                                                      | 9.16                                                      |
| I (acc) EUR                                           | 0.84%                                                       | 454,847.55                                         | 21.77                                                     | 21.39                                                     | 21.93                                                     |
| I (acc) EUR-H1 (hedged)                               | 0.84%                                                       | 451,455.22                                         | 13.48                                                     | 13.76                                                     | 14.10                                                     |
| I (acc) USD                                           | 0.83%                                                       | 6,242,015.59                                       | 23.30                                                     | 23.32                                                     | 22.96                                                     |
| I (Mdis) EUR                                          | 0.88%                                                       | 72,753.27                                          | 7.14                                                      | 7.50                                                      | 8.18                                                      |
| I (Mdis) GBP                                          | 0.84%                                                       | 305,817.20                                         | 7.20                                                      | 7.66                                                      | 8.37                                                      |
| I (Mdis) GBP-H1 (hedged)                              | 0.84%                                                       | 281,733.24                                         | 4.96                                                      | 5.33                                                      | 5.73                                                      |
| I (Mdis) JPY                                          | 0.80%                                                       | 295.65                                             | 893.13                                                    | 856.72                                                    | 843.52                                                    |
| I (Mdis) JPY-H1 (hedged)                              | 0.81%                                                       | 368.56                                             | 357.77                                                    | 408.61                                                    | 453.18                                                    |
| I (Mdis) USD                                          | 0.69%                                                       | 239.42                                             | 6.17                                                      | 6.59                                                      | 6.89                                                      |
| I (Qdis) USD                                          | 0.85%                                                       | 59,161.53                                          | 4.99                                                      | 5.32                                                      | 5.60                                                      |
| I (Ydis) EUR                                          | 0.89%                                                       | 76,779.02                                          | 7.55                                                      | 7.87                                                      | 8.79                                                      |
| I (Ydis) EUR-H1 (hedged)                              | 0.83%                                                       | 7,351,715.66                                       | 4.07                                                      | 4.40                                                      | 4.95                                                      |
| N (acc) EUR                                           | 2.08%                                                       | 2,199,858.13                                       | 18.89                                                     | 18.78                                                     | 19.50                                                     |
| N (acc) EUR-H1 (hedged)                               | 2.08%                                                       | 3,844,723.59                                       | 12.08                                                     | 12.48                                                     | 12.94                                                     |
| N (acc) HUF                                           | 2.08%                                                       | 1,454,121.14                                       | 159.90                                                    | 150.05                                                    | 165.79                                                    |
| N (acc) USD                                           | 2.09%                                                       | 2,683,953.96                                       | 20.25                                                     | 20.52                                                     | 20.45                                                     |
| N (Mdis) EUR-H1 (hedged)                              | 2.09%                                                       | 10,411,961.80                                      | 4.41                                                      | 4.87                                                      | 5.37                                                      |
| N (Mdis) USD                                          | 2.09%                                                       | 433,299.92                                         | 3.66                                                      | 3.96                                                      | 4.20                                                      |
| N (Ydis) EUR-H1 (hedged)                              | 2.08%                                                       | 1,632,298.85                                       | 3.62                                                      | 3.97                                                      | 4.53                                                      |
| S (acc) CHF-H1 (hedged)                               | 0.54%                                                       | 24,577.20                                          | 6.91                                                      | 7.20                                                      | 7.41                                                      |
| S (acc) EUR                                           | 0.54%                                                       | 180.89                                             | 8.37                                                      | 8.20                                                      | 8.38                                                      |
| S (acc) EUR-H1 (hedged)                               | 0.54%                                                       | 4,783.34                                           | 7.44                                                      | 7.57                                                      | 7.73                                                      |
| S (acc) USD                                           | 0.54%                                                       | 27,549.62                                          | 8.93                                                      | 8.91                                                      | 8.75                                                      |
| S (Mdis) EUR                                          | 0.54%                                                       | 798.72                                             | 5.97                                                      | 6.26                                                      | 6.80                                                      |



## Statistical Information

|                                                                | Total<br>Expense Ratio<br>June 30,<br>2024<br>(See note 26) | Shares<br>Outstanding<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2024 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2023 | Net Asset Value<br>per share<br>as at<br>June 30,<br>2022 |
|----------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|-----------------------------------------------------------|
| <b>Templeton Global Total Return Fund - USD (continued)</b>    |                                                             |                                                    |                                                           |                                                           |                                                           |
| S (Mdis) GBP <sup>α</sup>                                      | —                                                           | —                                                  | —                                                         | 4.37                                                      | 4.76                                                      |
| S (Mdis) GBP-H1 (hedged)                                       | 0.54%                                                       | 5,889.95                                           | 5.34                                                      | 5.73                                                      | 6.18                                                      |
| S (Mdis) USD                                                   | 0.54%                                                       | 100,000.00                                         | 5.71                                                      | 6.09                                                      | 6.36                                                      |
| S (Ydis) USD                                                   | 0.54%                                                       | 2,049,000.00                                       | 4.49                                                      | 4.75                                                      | 5.07                                                      |
| W (acc) CHF-H1 (hedged)                                        | 0.89%                                                       | 19,680.46                                          | 6.60                                                      | 6.90                                                      | 7.12                                                      |
| W (acc) EUR                                                    | 0.88%                                                       | 215,602.39                                         | 10.81                                                     | 10.62                                                     | 10.90                                                     |
| W (acc) EUR-H1 (hedged)                                        | 0.89%                                                       | 144,553.12                                         | 8.26                                                      | 8.43                                                      | 8.64                                                      |
| W (acc) GBP-H1 (hedged)                                        | 0.89%                                                       | 76,975.55                                          | 7.68                                                      | 7.73                                                      | 7.83                                                      |
| W (acc) PLN-H1 (hedged)                                        | 0.87%                                                       | 55.26                                              | 77.83                                                     | 77.45                                                     | 75.45                                                     |
| W (acc) USD                                                    | 0.89%                                                       | 802,946.82                                         | 9.94                                                      | 9.95                                                      | 9.80                                                      |
| W (Mdis) EUR                                                   | 0.90%                                                       | 121,819.02                                         | 5.46                                                      | 5.73                                                      | 6.24                                                      |
| W (Mdis) GBP                                                   | 0.89%                                                       | 448,592.90                                         | 5.91                                                      | 6.30                                                      | 6.88                                                      |
| W (Mdis) GBP-H1 (hedged)                                       | 0.89%                                                       | 259,018.69                                         | 3.80                                                      | 4.10                                                      | 4.41                                                      |
| W (Mdis) USD                                                   | 0.89%                                                       | 971,347.34                                         | 4.19                                                      | 4.48                                                      | 4.70                                                      |
| W (Ydis) CHF-H1 (hedged)                                       | 0.87%                                                       | 143.60                                             | 4.44                                                      | 4.87                                                      | 5.50                                                      |
| W (Ydis) EUR                                                   | 0.88%                                                       | 2,080.94                                           | 5.58                                                      | 5.82                                                      | 6.50                                                      |
| W (Ydis) EUR-H1 (hedged)                                       | 0.85%                                                       | 2,897.00                                           | 4.47                                                      | 4.84                                                      | 5.45                                                      |
| X (Ydis) USD <sup>α</sup>                                      | —                                                           | —                                                  | —                                                         | 5.42                                                      | 5.77                                                      |
| Y (Mdis) USD <sup>α</sup>                                      | —                                                           | —                                                  | —                                                         | 6.00                                                      | 6.23                                                      |
| Z (acc) USD                                                    | 1.09%                                                       | 104,333.44                                         | 11.50                                                     | 11.54                                                     | 11.39                                                     |
| Z (Mdis) GBP-H1 (hedged)                                       | 1.09%                                                       | 6,660.61                                           | 4.33                                                      | 4.67                                                      | 5.04                                                      |
| Z (Mdis) USD                                                   | 1.09%                                                       | 314,479.95                                         | 4.57                                                      | 4.90                                                      | 5.14                                                      |
| Z (Ydis) EUR-H1 (hedged)                                       | 1.09%                                                       | 71,512.64                                          | 3.94                                                      | 4.28                                                      | 4.83                                                      |
| <b>Templeton Global Total Return II Fund - USD<sup>α</sup></b> |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) HKD                                                    | —                                                           | —                                                  | —                                                         | 8.87                                                      | 8.61                                                      |
| A (acc) USD                                                    | —                                                           | —                                                  | —                                                         | 8.77                                                      | 8.50                                                      |
| A (Mdis) AUD-H1 (hedged)                                       | —                                                           | —                                                  | —                                                         | 8.40                                                      | 8.39                                                      |
| A (Mdis) EUR                                                   | —                                                           | —                                                  | —                                                         | 9.00                                                      | 9.08                                                      |
| A (Mdis) EUR-H1 (hedged)                                       | —                                                           | —                                                  | —                                                         | 8.22                                                      | 8.28                                                      |
| A (Mdis) GBP-H1 (hedged)                                       | —                                                           | —                                                  | —                                                         | 8.47                                                      | 8.42                                                      |
| A (Mdis) HKD                                                   | —                                                           | —                                                  | —                                                         | 8.87                                                      | 8.61                                                      |
| A (Mdis) USD                                                   | —                                                           | —                                                  | —                                                         | 8.77                                                      | 8.50                                                      |
| <b>Templeton Growth (Euro) Fund - EUR</b>                      |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                    | 1.81%                                                       | 318,182,772.73                                     | 22.35                                                     | 19.43                                                     | 17.45                                                     |
| A (acc) USD                                                    | 1.81%                                                       | 10,217,519.55                                      | 23.96                                                     | 21.23                                                     | 18.30                                                     |
| A (Ydis) EUR                                                   | 1.81%                                                       | 10,487,701.66                                      | 22.07                                                     | 19.19                                                     | 17.23                                                     |
| A (Ydis) USD                                                   | 1.81%                                                       | 965,610.62                                         | 23.59                                                     | 20.89                                                     | 18.01                                                     |
| I (acc) EUR                                                    | 0.96%                                                       | 686,722.08                                         | 27.13                                                     | 23.39                                                     | 20.82                                                     |
| I (Ydis) EUR                                                   | 0.94%                                                       | 3,400.00                                           | 21.05                                                     | 18.27                                                     | 16.34                                                     |
| N (acc) EUR                                                    | 2.56%                                                       | 1,153,218.03                                       | 18.59                                                     | 16.28                                                     | 14.73                                                     |
| W (acc) EUR                                                    | 1.01%                                                       | 202,183.56                                         | 13.30                                                     | 11.47                                                     | 10.22                                                     |
| W (acc) USD                                                    | 1.00%                                                       | 1,652.89                                           | 13.44                                                     | 11.81                                                     | 10.10                                                     |
| W (Ydis) EUR                                                   | 1.01%                                                       | 6,400.00                                           | 12.40                                                     | 10.76                                                     | 9.62                                                      |
| <b>Templeton Latin America Fund - USD</b>                      |                                                             |                                                    |                                                           |                                                           |                                                           |
| A (acc) EUR                                                    | 2.24%                                                       | 670,961.45                                         | 8.59                                                      | 9.44                                                      | 7.76                                                      |
| A (acc) SGD                                                    | 2.24%                                                       | 1,209,665.47                                       | 6.54                                                      | 7.30                                                      | 5.93                                                      |
| A (acc) USD                                                    | 2.24%                                                       | 1,117,805.77                                       | 59.18                                                     | 66.22                                                     | 52.31                                                     |
| A (Ydis) EUR                                                   | 2.24%                                                       | 175,873.96                                         | 41.87                                                     | 48.44                                                     | 42.60                                                     |
| A (Ydis) GBP                                                   | 2.24%                                                       | 11,097.90                                          | 35.62                                                     | 41.81                                                     | 36.84                                                     |
| A (Ydis) USD                                                   | 2.24%                                                       | 9,126,081.88                                       | 44.84                                                     | 52.86                                                     | 44.58                                                     |
| C (acc) USD                                                    | 2.82%                                                       | 68,252.97                                          | 10.92                                                     | 12.29                                                     | 9.76                                                      |
| I (acc) USD                                                    | 1.27%                                                       | 1,208,626.45                                       | 20.54                                                     | 22.76                                                     | 17.80                                                     |
| I (Ydis) EUR-H2 (hedged)                                       | 1.27%                                                       | 4,257,131.24                                       | 6.14                                                      | 6.91                                                      | 6.97                                                      |
| N (acc) PLN-H1 (hedged)                                        | 2.75%                                                       | 1,584,697.42                                       | 6.72                                                      | 7.58                                                      | 5.94                                                      |
| N (acc) USD                                                    | 2.74%                                                       | 291,986.38                                         | 29.25                                                     | 32.89                                                     | 26.11                                                     |
| W (acc) GBP                                                    | 1.31%                                                       | 283,621.40                                         | 10.82                                                     | 11.94                                                     | 9.75                                                      |
| W (acc) USD                                                    | 1.31%                                                       | 592,425.30                                         | 7.69                                                      | 8.53                                                      | 6.67                                                      |
| X (acc) USD                                                    | 0.25%                                                       | 90.68                                              | 10.61                                                     | 11.65                                                     | 9.02                                                      |

## Statistical Information

|                                                       | <b>Total<br/>Expense Ratio<br/>June 30,<br/>2024<br/>(See note 26)</b> | <b>Shares<br/>Outstanding<br/>as at<br/>June 30,<br/>2024</b> | <b>Net Asset Value<br/>per share<br/>as at<br/>June 30,<br/>2024</b> | <b>Net Asset Value<br/>per share<br/>as at<br/>June 30,<br/>2023</b> | <b>Net Asset Value<br/>per share<br/>as at<br/>June 30,<br/>2022</b> |
|-------------------------------------------------------|------------------------------------------------------------------------|---------------------------------------------------------------|----------------------------------------------------------------------|----------------------------------------------------------------------|----------------------------------------------------------------------|
| <b>Templeton Latin America Fund - USD (continued)</b> |                                                                        |                                                               |                                                                      |                                                                      |                                                                      |
| Z (acc) GBP                                           | 1.70%                                                                  | 384.67                                                        | 10.34                                                                | 11.47                                                                | 9.41                                                                 |

\*This Fund / Share class was launched during the year.

<sup>a</sup>This Fund / Share class was closed during the year.

<sup>b</sup>The share class was liquidated on January 12, 2024 and relaunched on April 19, 2024.

<sup>c</sup>Please refer Note 1 for fund events.

<sup>d</sup>Proceeds received from sale of restricted securities sold during the current period which were considered as nil value in the last fiscal year which led to huge increase in NAV as at 28th June 2024.

Per Share NAV disclosed is as of June 28, 2024 the last valuation of the fiscal year.

# Notes to Financial Statements

For the year ended June 30, 2024

## Note 1 - The Company

Franklin Templeton Investment Funds ("FTIF" or the "Company") is a collective investment undertaking pursuant to Part I of the amended Luxembourg law of December 17, 2010 on undertakings for collective investment and qualifies as a société d'investissement à capital variable. The Company was incorporated in Luxembourg on November 6, 1990, for an undetermined period. At the date of this report, it offers shares in 81 sub-funds of the Company (the "Funds"). The Board of Directors of the Company may authorise the creation of additional Funds in future with different investment objectives.

The Company aims to provide investors with a choice of Funds investing in a wide range of transferable securities and other eligible assets on a worldwide basis and featuring a diverse array of investment objectives, including capital growth and income. The overall objective of the Company is to seek to minimise investment exposure through diversification and to provide Shareholders with the benefit of a portfolio managed by Franklin Templeton, according to its successful time-tested investment selection methods.

## Fund closures

Franklin Emerging Market Sovereign Debt Hard Currency Fund was put into liquidation effective April 15, 2024 and closed with a final NAV on April 29, 2024. The remaining amount of cash at bank is USD 43,561 as at June 30, 2024. The management company is monitoring the cash which will be used to cover costs linked to liquidation.

Franklin European Income Fund was put into liquidation effective November 6, 2020 and closed with a final NAV on November 13, 2020. The remaining amount of cash at bank is EUR 7,578 as at June 30, 2024. The management company is monitoring the cash which will be used to cover costs linked to liquidation.

Franklin Global Aggregate Bond Fund was put into liquidation effective January 15, 2024 and closed with a final NAV on January 25, 2024. The remaining amount of cash at bank is USD 31,591 as at June 30, 2024. The management company is monitoring the cash which will be used to cover costs linked to liquidation.

Franklin Global Managed Income Fund was put into liquidation effective June 5, 2023 and closed with a final NAV on June 12, 2023. The remaining amount of cash at bank is EUR 2,696 as at June 30, 2024. The management company is monitoring the cash which will be used to cover costs linked to liquidation.

Franklin Global Small-Mid Cap Fund was put into liquidation effective January 11, 2021 and closed with a final NAV on January 18, 2021. The remaining amount of cash at bank is USD 226,735 as at June 30, 2024. The management company is monitoring the cash which will be used to cover costs linked to liquidation.

Franklin K2 Long Short Credit Fund was put into liquidation effective April 30, 2021 and closed with a final NAV on May 14, 2021. The remaining amount of cash at bank is USD 115,165 as at June 30, 2024. The management company is monitoring the cash which will be used to cover costs linked to liquidation.

Franklin NextStep Dynamic Growth Fund was put into liquidation effective November 27, 2023 and closed with a final NAV on December 5, 2023. The remaining amount of cash at bank is USD 8,567 as at June 30, 2024. The management company is monitoring the cash which will be used to cover costs linked to liquidation.

Franklin NextStep Stable Growth Fund was put into liquidation effective November 27, 2023 and closed with a final NAV on December 5, 2023. The remaining amount of cash at bank is USD 11,160 as at June 30, 2024. The management company is monitoring the cash which will be used to cover costs linked to liquidation.

Franklin Systematic Style Premia Fund was put into liquidation effective November 4, 2022 and closed with a final NAV on November 14, 2022. The remaining amount of cash at bank is USD 1,892 as at June 30, 2024. The management company is monitoring the cash which will be used to cover costs linked to liquidation.

Templeton Global Total Return II Fund was put into liquidation effective September 25, 2023 and closed with a final NAV on October 9, 2023. The remaining amount of overdraft at bank is USD 42 as at June 30, 2024 and any further liquidation costs including this overdraft will be monitored by the management company.

## Note 1 - The Company (continued)

### Fund closures (continued)

As of June 30, 2024, the above cash balances are still open and there is no Shareholder in the Funds. The cash accounts will be closed as soon as all invoices are paid. In case of remaining cash, the amount will be distributed to Shareholders that were still invested at closure.

### Fund and Share Class Name changes

- Franklin UK Equity Income Fund renamed to Martin Currie UK Equity Income Fund effective from December 29, 2023.
- Templeton European Dividend Fund renamed to Templeton European Sustainability Improvers Fund effective from March 25, 2024.

Effective March 21, 2024, the share classes listed below have been renamed:

- Franklin Emerging Market Sovereign Debt Hard Currency Fund: Share class was renamed from EB (acc) USD to P1 (acc) USD.
- Franklin Euro Short Duration Bond Fund: Share class was renamed from EB (acc) EUR to P2 (acc) EUR and EB (Qdis) EUR to P2 (Qdis) EUR.
- Franklin Sealand China A-Shares Fund: Share class was renamed from EB (acc) EUR to P1 (acc) EUR, EB (acc) USD to P1 (acc) USD and EB (Ydis) USD to P1 (Ydis) USD.
- Martin Currie UK Equity Income Fund: Share class was renamed from EB (Qdis) GBP to P2 (Qdis) GBP and EB (Qdis) USD to P2 (Qdis) USD.
- Templeton Emerging Markets Sustainability Fund: Share class was renamed from EB (acc) EUR to P1 (acc) EUR, EB (acc) GBP to P1 (acc) GBP and EB (acc) USD to P1 (acc) USD.

## Note 2 - Significant accounting policies

### (a) General

The financial statements are prepared in accordance with the regulations of the Grand Duchy of Luxembourg relating to investment funds under the going concern basis of accounting, with the exception of Franklin NextStep Balanced Growth Fund which got merged effective August 16, 2024. Hence the financial statements for this sub-fund have been prepared on a liquidation basis. The application of the non-going concern basis of accounting has not led to material adjustments to the sub-funds published net asset value.

### (b) Investment in securities

Securities which are listed on a stock exchange or traded on any other organised market are valued at the last available price on such exchange or market which is normally the principal market for each security, and those securities dealt in on an over-the-counter market are valued in a manner as near as possible to that for quoted securities.

Securities not listed on any stock exchange nor traded on any organised market are valued at the last available price, or if such price is not representative of their fair value, they are valued prudently and in good faith on the basis of their reasonably foreseeable sales prices.

In accordance with the provisions of the current prospectus, Market Level Fair Valuation may be implemented to protect the interests of the Company's shareholders against market timing practices, as market timers may seek to exploit possible delays between the change in the value of a Fund's portfolio holdings and the Net Asset Value of the Fund's Shares in Funds that hold significant investments in foreign securities because certain foreign markets close several hours ahead of the US markets, and in Funds that hold significant investments in small-cap securities, high-yield (junk) bonds and other types of investments which may not be frequently traded.

## Note 2 - Significant accounting policies (continued)

### (b) Investment in securities (continued)

The Company's directors are using several methods to reduce the risk of market timing. As at June 30, 2024, a Market Level Fair Valuation was applied to the following Funds:

Franklin Biotechnology Discovery Fund  
Franklin Disruptive Commerce Fund  
Franklin Diversified Balanced Fund  
Franklin Diversified Conservative Fund  
Franklin Diversified Dynamic Fund  
Franklin Euro Government Bond Fund  
Franklin Euro Short Duration Bond Fund  
Franklin European Total Return Fund  
Franklin Genomic Advancements Fund  
Franklin Global Fundamental Strategies Fund  
Franklin Global Growth Fund  
Franklin Global Income Fund  
Franklin Global Multi-Asset Income Fund  
Franklin Global Real Estate Fund  
Franklin Gold and Precious Metals Fund  
Franklin Income Fund  
Franklin India Fund  
Franklin Innovation Fund  
Franklin Intelligent Machines Fund  
Franklin Japan Fund  
Franklin K2 Alternative Strategies Fund  
Franklin MENA Fund  
Franklin Mutual European Fund  
Franklin Mutual Global Discovery Fund  
Franklin Natural Resources Fund  
Franklin NextStep Balanced Growth Fund  
Franklin NextStep Conservative Fund  
Franklin NextStep Growth Fund  
Franklin NextStep Moderate Fund  
Franklin Sealand China A-Shares Fund  
Franklin Technology Fund  
Martin Currie UK Equity Income Fund  
Templeton All China Equity Fund  
Templeton Asia Equity Total Return Fund  
Templeton Asian Growth Fund  
Templeton Asian Smaller Companies Fund  
Templeton BRIC Fund  
Templeton China A-Shares Fund  
Templeton China Fund  
Templeton Eastern Europe Fund  
Templeton Emerging Markets Dynamic Income Fund  
Templeton Emerging Markets Fund  
Templeton Emerging Markets Smaller Companies Fund  
Templeton Emerging Markets Sustainability Fund  
Templeton Euroland Fund  
Templeton European Opportunities Fund  
Templeton European Small-Mid Cap Fund  
Templeton European Sustainability Improvers Fund  
Templeton Frontier Markets Fund

## Note 2 - Significant accounting policies (continued)

### (b) Investment in securities (continued)

Templeton Global Balanced Fund  
Templeton Global Climate Change Fund  
Templeton Global Equity Income Fund  
Templeton Global Fund  
Templeton Global Income Fund  
Templeton Global Smaller Companies Fund  
Templeton Growth (Euro) Fund

The Company has procedures to determine the fair value of individual securities and other assets for which market prices are not readily available or which may not be reliably priced. In such circumstances, the price of such investment shall be adjusted in accordance with the procedures adopted, as determined by or under the direction of the Board of Directors.

During the accounting year under review, gains and losses on investment securities sold were computed on the average cost basis for all Funds with the exception of the Franklin High Yield Fund, the Franklin Income Fund, the Franklin U.S. Government Fund, the Templeton Asian Bond Fund and the Templeton BRIC Fund which were computed on the first-in, first-out basis.

During the accounting year under review, discounts and premiums were amortised to income over the year to maturity.

For mortgage-backed and other similar holdings with scheduled debt paydowns, the funds record accruals, based on their historical experience, for anticipated paydowns. Such accruals are recorded as a reduction or increase to the related holdings as disclosed on the Schedule of Investments and are included in the related unrealised appreciation/depreciation on investments shown on the "Statement of Operations and Changes in Net Assets".

Money market instruments are valued at market value.

On February 24, 2022, Russia began military operations in the sovereign territory of Ukraine. The current political and financial uncertainty surrounding Russia and Ukraine has increased market volatility and the economic risk of investing in securities in these countries and other impacted countries within the region. Due to the sanctions, actions by governments, developments in Ukraine itself and other circumstances, the Manager continues to assess the impact on valuation and liquidity and will take any potential actions needed, in accordance with the Funds' valuation policies and procedures. The Russian equity securities are priced at nil as at June 30, 2024.

Exposure within the sub-funds has been summarised as follows (exposure is limited to non-equity holdings as the equities have been fair valued at nil):

| Funds                                                           | As of      | %<br>Ukraine | %<br>Russia | %<br>Belarus | % Total<br>Exposed |
|-----------------------------------------------------------------|------------|--------------|-------------|--------------|--------------------|
| Franklin Emerging Market Corporate Debt Fund                    | 30/06/2024 | 1.16%        | 0.00%       | 0.35%        | 1.51%              |
| Franklin Emerging Markets Debt Opportunities Hard Currency Fund | 30/06/2024 | 0.59%        | 0.04%       | 0.78%        | 1.41%              |
| Franklin K2 Alternative Strategies Fund                         | 30/06/2024 | 0.49%        | 0.00%       | 0.00%        | 0.49%              |

### (c) Forward foreign exchange contracts

Forward foreign exchange contracts are valued at the forward rate applicable at the "Statement of Net Assets" date for the remaining period, until maturity. Gains or losses resulting from forward foreign exchange contracts are recognised in the "Statement of Operations and Changes in Net Assets".

### (d) Financial future contracts

The Company may enter into financial future contracts to gain exposure to market changes. A financial future contract is an agreement between two parties to buy or sell a security for a set price on a future date. Required initial margin deposits of cash or securities are maintained by a broker in a segregated account. Subsequent payments, known as variation margin, are made or received by the Company depending on the fluctuations in the value of the underlying securities. Such variation margin is

## **Note 2 - Significant accounting policies (continued)**

### **(d) Financial future contracts (continued)**

accounted for as unrealised gains or losses until the contract is closed, at which time the gains or losses are reclassified to realised gains or losses. Realised and unrealised gains and losses are included in the "Statement of Operations and Changes in Net Assets".

### **(e) Interest rate swap contracts**

Interest rate swap contracts are used to hedge the risk of changes in interest rates and are agreements between two parties to exchange cash flows based on a notional principal amount. The net interest received or paid on interest rate swap contract agreements is accrued daily as interest income/expense.

Interest rate swap contracts are marked to market daily based upon quotations from the market makers and the change, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets". When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of interest rate swap contracts include changes in market conditions and the possible inability of the counterparty to fulfil its obligations under the agreement.

### **(f) Inflation swap contracts**

An inflation swap contract is a bilateral agreement used to transfer inflation risk from one party to another through an exchange of cash flows.

Inflation swap contracts are marked to market daily based upon quotations from the market makers and the change, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets". When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of inflation swap contracts include changes in market conditions and the possible inability of the counterparty to fulfil its obligations under the agreement.

### **(g) Cross currency swap contracts**

A cross currency swap is an agreement between two parties to exchange interest payments and principals denominated in two different currencies. Cross currency swap contracts are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets".

When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of cross currency swap contracts include changes in market conditions and the possible inability of the counterparty to fulfil its obligations under the agreement. There were holdings during the year. However, the fund had no exposure as at June 30, 2024.

### **(h) Total return swap contracts**

A total return swap is an agreement in which one party makes payments based on a set rate, either fixed or variable, while the other party makes payments based on the return of an underlying asset, which includes both the income it generates and any capital gains.

Total return swap contracts are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets".



## **Note 2 - Significant accounting policies (continued)**

### **(h) Total return swap contracts (continued)**

When the swap contract is terminated early, the Fund records a realised gain or loss equal to the difference between the current net present value and the executed net present value. Any outstanding interest accrual is recorded as either a net receivable or net payable.

The risks of total return swap contracts include changes in market conditions and the possible inability of the counterparty to fulfil its obligations under the agreement.

### **(i) Contracts for difference**

Contracts for difference are contracts entered into between a broker and the Fund under which the parties agree to make payments to each other so as to replicate the economic consequences of holding a long or short position in the underlying security. Contracts for difference also mirror any corporate actions that take place.

Upon entering into contracts for difference, the Fund may be required to pledge to the broker an amount of cash and/or other assets equal to a certain percentage of the contract amount ("initial margin"). Subsequently, payments known as "variation margin" are made or received by the Fund periodically depending on fluctuations in the value of the underlying security.

The market value of CFDs is determined by the last known traded price on the exchange on which the underlying securities or assets are traded or admitted for trading. For underlying securities traded on markets closing after the time of the valuation, last known prices as of this time or such other time may be used.

Contracts for differences are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets". Any payment received or paid to initiate a contract is recorded as a liability or asset in the "Statement of Net Assets". When the contract is terminated early, the Fund records a realised gain or loss for any payments received or paid.

### **(j) Credit default swap contracts**

A credit default swap contract is a credit derivative transaction in which two parties enter into an agreement, whereby one party pays the other a fixed periodic payment for the specified life of the agreement. The other party makes no payments unless a credit event, relating to a predetermined reference asset, occurs. If such an event occurs, the party will then make a payment to the first party, and the swap will terminate. The value of the underlying securities shall be taken into account for the calculation of the investment and borrowing powers applicable to individual users.

Credit default swap contracts are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets". Any payment received or paid to initiate a contract is recorded as a liability or asset in the "Statement of Net Assets". When the swap contract is terminated early, the Fund records a realised gain or loss for any payments received or paid.

The risks of credit default swap contracts include unfavourable changes in interest rates, an illiquid secondary market and the possible inability of the counterparty to fulfil its obligations under the agreement, which may be in excess of the amount reflected in the "Statement of Net Assets".

### **(k) Option contracts**

Options are contracts entitling the holder to purchase or sell a specified number of shares or units of a particular security at a specified price at any time until the contract-stated expiration date. Options purchased are recorded as investments; options written (sold) are recorded as liabilities. When the exercise of an option results in a cash settlement, the difference between the premium (original option value) and the settlement proceeds is accounted for as a realised gain or loss. When securities are acquired or delivered upon exercise of an option, the acquisition cost or sale proceeds are adjusted by the amount of the premium. When an option is closed, the difference between the premium and the cost to close the position is accounted for as a realised gain or loss. When an option expires, the premium is accounted for as a realised gain for options written or as a realised loss for options purchased.



**Note 2 - Significant accounting policies (continued)****(k) Option contracts (continued)**

The risks include price movements in the underlying securities, the possibility there may be an illiquid options market, or the inability of the counterparties to fulfil their obligations under the contract.

The Company writes options on securities, futures and interest rate swaps ("swaptions"). These options are settled in cash and subject the Company to unlimited risk of loss. The Company, however, is not subject to credit risk on written options as the counterparty has already performed its obligation by paying the premium at the inception of the contract.

The market values are recorded under "Option Contracts at Market Value" in the "Statement of Net Assets".

**(l) Foreign exchange transactions**

Transactions expressed in currencies other than each Fund's currency are translated into each Fund's currency at the exchange rates applicable on the transaction dates.

Assets and liabilities denominated in currencies other than each Fund's currency are translated into each Fund's currency at the appropriate exchange rates ruling at the year end. Gains and losses on foreign exchange transactions are recognised in the "Statement of Operations and Changes in Net Assets" in determining the results for the accounting year.

The reference currency of the Company as reflected in the financial statements is U.S. dollar. The principal exchange rates applied as at June 30, 2024 are as follows:

|         |            |     |             |     |             |
|---------|------------|-----|-------------|-----|-------------|
| AED     | 3.6730     | IDR | 16,375.0000 | PHP | 58.4900     |
| AUD     | 1.4990     | ILS | 3.7714      | PLN | 4.0250      |
| BRL     | 5.5904     | INR | 83.3605     | PYG | 7,538.4950  |
| CAD     | 1.3682     | ISK | 138.8300    | QAR | 3.6458      |
| CHF     | 0.8984     | JPY | 160.8650    | RON | 4.6467      |
| CLP     | 941.0500   | KES | 129.2500    | RSD | 109.2900    |
| CNH/CNY | 7.3000     | KRW | 1,379.9450  | RUB | 85.7500     |
| COP     | 4,150.7750 | KWD | 0.3067      | SAR | 3.7516      |
| CZK     | 23.3900    | KZT | 473.6100    | SEK | 10.5967     |
| DKK     | 6.9629     | MAD | 9.9703      | SGD | 1.3560      |
| DOP     | 59.0600    | MXN | 18.2930     | THB | 36.7250     |
| EGP     | 48.0300    | MYR | 4.7175      | TRY | 32.6566     |
| EUR     | 0.9336     | NAD | 18.1967     | TWD | 32.5070     |
| GBP     | 0.7910     | NGN | 1,525.0000  | UGX | 3,710.000   |
| GEL     | 2.8050     | NOK | 10.6760     | UYU | 39.4400     |
| GHS     | 15.3000    | NZD | 1.6418      | UZS | 12,557.6700 |
| HKD     | 7.8091     | OMR | 0.3850      | VND | 25,455.0000 |
| HUF     | 368.7950   | PEN | 3.8435      | ZAR | 18.1953     |

The above exchange rates have been rounded to four decimal places.

The list of the currency abbreviations is available in note 28.

**(m) Mortgage dollar rolls**

In a mortgage dollar roll, a Fund sells mortgage-backed securities for delivery in the current month and simultaneously contracts to repurchase substantially similar (name, type, coupon, and maturity) securities on a specified future date. During the year between the sale and repurchase, the Fund foregoes principal and interest paid on the mortgage-backed securities. The Fund is compensated by the difference between the current sales price and the lower forward price for the future purchase, as well as by the interest earned on the cash proceeds of the initial sale.

Mortgage dollar rolls are marked to market daily based upon quotations from the market makers and the change in value, if any, is recorded as an unrealised gain or loss in the "Statement of Operations and Changes in Net Assets".

The difference between the current sales price and the lower forward price is treated as realised gain.

## **Note 2 - Significant accounting policies (continued)**

### **(m) Mortgage dollar rolls (continued)**

The market values are recorded under "Investment in mortgage dollar rolls at market value" or under "Open Short Positions on mortgage dollar rolls" in the "Statement of Net Assets".

### **(n) Income**

Dividends are credited to income on their ex-dividend date. Interest income is accrued on a daily basis and includes the amortisation of premiums and accretion of discounts, where applicable. Bank interest is credited to the funds upon receipt. Swap interest where applicable is recorded in accordance with the terms of the relevant swap deal. Sundry income are principally comprised of derivative income – net margin interest/price alignment on futures, options, accrual adjustments pertaining to consent fees and tax reclaims.

### **(o) Securities lending**

To the extent permitted in the relevant Fund's investment policy, a Fund may utilise, on a temporary basis, up to 50% of its assets for securities lending transactions. The volume of the securities lending transactions of each Fund shall be kept at an appropriate level or each Fund shall be entitled to request the return of the securities lent in a manner that enables it, at all times, to meet its redemption obligations and that these transactions do not jeopardise the management of each Fund's assets in accordance with its investment policy. The counterparties to securities lending transactions are selected following an initial analysis, and subsequent annual review thereafter, of financial statements, company announcements, credit ratings and other market information which includes general market movements. While there are no predetermined legal status, credit rating or geographical criteria applied in the selection of the counterparties, these elements are typically taken into account in the selection process. Loans will be secured continuously by collateral which must at least equal the value of the securities lent. Securities lending income is disclosed under the caption "Securities lending" in the "Statement of Operations and Changes in Net Assets". Any transaction expenses in connection with the loans are charged to the concerned Fund.

### **(p) Formation expenses**

Formation expenses associated with the launch of the new Funds are expensed as incurred.

### **(q) Swing pricing**

A Fund may suffer dilution of the net asset value per share due to investors buying or selling shares in a Fund at a price that does not reflect dealing and other costs that arise when security trades are undertaken by the Investment Manager to accommodate cash inflows or outflows.

To counter this dilution impact and to protect Shareholders' interests, a swing pricing mechanism may be adopted by the Company as part of its valuation policy.

The Fund operates a swing pricing mechanism which is applied when the total estimated capital activity (aggregate of estimated inflows and outflows) at a Fund level exceeds a pre-determined threshold, as determined as a percentage of the net assets of that Fund for the Valuation Day. Funds can operate a full swing pricing mechanism where the threshold is set to zero or a partial swing pricing mechanism where the threshold is greater than zero.

Typically, such adjustment will increase the Net Asset Value per Share when there are net inflows into the Fund and decrease the Net Asset Value per Share when there are net outflows. The Net Asset Value per Share of each Share Class in a Fund will be calculated separately but any adjustment will, in percentage terms, affect the Net Asset Value per Share of each Share Class in a Fund identically. Swing pricing does not address the specific circumstances of each individual investor transaction.

The adjustments will seek to reflect the anticipated prices at which the Fund will be buying and selling assets as well as estimated transaction costs.

Investors are advised that the volatility of the Fund's Net Asset Value might not reflect the true portfolio performance as a consequence of the application of swing pricing.

## Note 2 - Significant accounting policies (continued)

### (q) Swing pricing (continued)

The size of the adjustment impact is determined by factors such as the volume of transactions, the purchase or sale prices of the underlying investments and the valuation method adopted to calculate the value of such underlying investments of the Fund.

The swing pricing mechanism may be applied across all Funds of the Company. The extent of the price adjustment will be reset by the Company on a periodic basis to reflect an approximation of current dealing and other costs. Such adjustment may vary from Fund to Fund and under normal conditions will not exceed 2% of the original Net Asset Value per Share. The Board of Directors can approve an increase of this limit in case of exceptional circumstances, unusually large Shareholders trading activities, and if it is deemed to be in the best interest of Shareholders.

The Management Company mandates authority to the Swing Pricing Oversight Committee to implement and on a periodic basis review, the operational decisions associated with swing pricing. This committee is responsible for decisions relating to swing pricing and the ongoing approval of swing factors which form the basis of pre-determined standing instructions.

The price adjustment is available on request from the Management Company at its registered office.

On certain share classes, the Management Company may be entitled to a performance fee, where applicable, this will be based on the unswung NAV.

No swing pricing applied as at June 30, 2024.

During the year swing pricing adjustments affected the net asset value per share of the following Funds:

Franklin Diversified Conservative Fund  
Franklin Emerging Market Corporate Debt Fund  
Franklin Emerging Market Sovereign Debt Hard Currency Fund  
Franklin Emerging Markets Debt Opportunities Hard Currency Fund  
Franklin Euro Government Bond Fund  
Franklin Euro Short Duration Bond Fund  
Franklin European Corporate Bond Fund  
Franklin European Total Return Fund  
Franklin Global Aggregate Bond Fund  
Franklin Global Convertible Securities Fund  
Franklin Global Real Estate Fund  
Franklin Gold and Precious Metals Fund  
Franklin Gulf Wealth Bond Fund  
Franklin Japan Fund  
Franklin MENA Fund  
Franklin NextStep Dynamic Growth Fund  
Franklin Sealand China A-Shares Fund  
Martin Currie UK Equity Income Fund  
Templeton Asian Smaller Companies Fund  
Templeton China Fund  
Templeton Emerging Markets Local Currency Bond Fund  
Templeton Emerging Markets Smaller Companies Fund  
Templeton Emerging Markets Sustainability Fund  
Templeton European Opportunities Fund  
Templeton European Small-Mid Cap Fund  
Templeton European Sustainability Improvers Fund  
Templeton Global Bond (Euro) Fund

## Note 2 - Significant accounting policies (continued)

### (r) Combined financial statements

The accounts of the Fund are expressed in U.S. dollar and the accounts of the sub-funds are kept in the currency of each sub-fund. The combined "Statement of Net Assets" and the combined "Statement of Operations and Changes in Net Assets" are the sum of the "Statement of Net Assets" and the "Statement of Operations and Changes in Net Assets" of each sub-fund converted into the currency of the Fund using exchange rates prevailing at year-end.

### Note 3 - Cross Funds Investments

Some Funds may invest into shares of UCITS and other open and closed end UCIs which may include other Funds of Franklin Templeton Investment Funds. As at June 30, 2024, the following Funds held shares issued by another Fund of the Company.

|                                                | Currency | Investment in securities<br>at market value as per<br>Statement<br>of Net Assets | Market value<br>of Cross Funds<br>investment | Investment in securities<br>at market value after<br>deduction of Cross Funds<br>investments |
|------------------------------------------------|----------|----------------------------------------------------------------------------------|----------------------------------------------|----------------------------------------------------------------------------------------------|
| Franklin Diversified Balanced Fund             | EUR      | 181,265,029                                                                      | 9,396,448                                    | 171,868,581                                                                                  |
| Franklin Diversified Conservative Fund         | EUR      | 74,766,378                                                                       | 2,041,019                                    | 72,725,359                                                                                   |
| Franklin Diversified Dynamic Fund              | EUR      | 157,916,427                                                                      | 2,322,232                                    | 155,594,195                                                                                  |
| Franklin Global Multi-Asset Income Fund        | EUR      | 122,021,543                                                                      | 3,043,749                                    | 118,977,794                                                                                  |
| Franklin NextStep Balanced Growth Fund         | USD      | 15,630,301                                                                       | 2,156,973                                    | 13,473,328                                                                                   |
| Franklin NextStep Conservative Fund            | USD      | 26,132,519                                                                       | 2,347,249                                    | 23,785,270                                                                                   |
| Franklin NextStep Growth Fund                  | USD      | 21,752,016                                                                       | 1,609,604                                    | 20,142,412                                                                                   |
| Franklin NextStep Moderate Fund                | USD      | 60,998,422                                                                       | 5,011,989                                    | 55,986,433                                                                                   |
| Templeton Asian Growth Fund                    | USD      | 1,858,284,446                                                                    | 16,923,731                                   | 1,841,360,715                                                                                |
| Templeton Emerging Markets Dynamic Income Fund | USD      | 103,836,893                                                                      | 3,094,086                                    | 100,742,807                                                                                  |

The total combined net assets at year-end without Cross Funds investments would amount to USD 69,080,987,885.

### Note 4 - Time deposits ("TDs")

As at June 30, 2024, the Company had the following cash on time deposits:

| Fund<br>Counterparty                             | Value of TDs in Fund<br>Currency | Fund<br>Counterparty                           | Value of TDs in Fund<br>Currency |
|--------------------------------------------------|----------------------------------|------------------------------------------------|----------------------------------|
| <b>Franklin Diversified Balanced Fund</b>        |                                  | <b>Franklin MENA Fund</b>                      |                                  |
| Toronto-Dominion Bank<br>(The)                   | EUR 400,000                      | Royal Bank of Canada                           | USD 500,000                      |
| <b>Franklin Diversified Conservative Fund</b>    |                                  | <b>Franklin NextStep Balanced Growth Fund</b>  |                                  |
| Toronto-Dominion Bank<br>(The)                   | EUR 100,000                      | Royal Bank of Canada                           | USD 300,000                      |
| <b>Franklin Diversified Dynamic Fund</b>         |                                  | <b>Franklin NextStep Conservative Fund</b>     |                                  |
| Toronto-Dominion Bank<br>(The)                   | EUR 5,500,000                    | Royal Bank of Canada                           | USD 500,000                      |
| <b>Franklin Global Growth Fund</b>               |                                  | <b>Franklin NextStep Growth Fund</b>           |                                  |
| Royal Bank of Canada                             | USD 4,700,000                    | Royal Bank of Canada                           | USD 400,000                      |
| <b>Franklin Global Multi-Asset Income Fund</b>   |                                  | <b>Franklin NextStep Moderate Fund</b>         |                                  |
| Toronto-Dominion Bank<br>(The)                   | EUR 3,200,000                    | Royal Bank of Canada                           | USD 1,200,000                    |
| <b>Franklin Global Real Estate Fund</b>          |                                  | <b>Franklin Sealand China A-Shares Fund</b>    |                                  |
| Royal Bank of Canada                             | USD 500,000                      | Royal Bank of Canada                           | USD 2,400,000                    |
| <b>Franklin Gulf Wealth Bond Fund</b>            |                                  | <b>Martin Currie UK Equity Income Fund</b>     |                                  |
| Royal Bank of Canada                             | USD 2,800,000                    | Royal Bank of Canada                           | GBP 500,000                      |
| <b>Franklin India Fund</b>                       |                                  | <b>Templeton Asia Equity Total Return Fund</b> |                                  |
| Royal Bank of Canada                             | USD 16,400,000                   | Royal Bank of Canada                           | USD 300,000                      |
| <b>Franklin K2 Alternative Strategies Fund</b>   |                                  | <b>Templeton Asian Growth Fund</b>             |                                  |
| Credit Agricole Corporate<br>and Investment Bank | USD 84,618,000                   | Royal Bank of Canada                           | USD 13,800,000                   |
| National Bank of Canada                          | USD 99,204,700                   | <b>Templeton Asian Smaller Companies Fund</b>  |                                  |
| Royal Bank of Canada                             | USD 106,349,900                  | National Bank of Canada                        | USD 34,200,000                   |
|                                                  | 290,172,600                      | <b>Templeton BRIC Fund</b>                     |                                  |
|                                                  |                                  | Royal Bank of Canada                           | USD 21,200,000                   |
|                                                  |                                  | <b>Templeton China A-Shares Fund</b>           |                                  |
|                                                  |                                  | Royal Bank of Canada                           | USD 1,400,000                    |

#### Note 4 - Time deposits ("TDs") (continued)

| Fund Counterparty                                       | Value of TDs in Fund Currency | Fund Counterparty                              | Value of TDs in Fund Currency |
|---------------------------------------------------------|-------------------------------|------------------------------------------------|-------------------------------|
| <b>Templeton China Fund</b>                             |                               | <b>Templeton Global Bond (Euro) Fund</b>       |                               |
| Royal Bank of Canada                                    | USD 10,900,000                | Credit Agricole Group                          | EUR 1,500,000                 |
| <b>Templeton Eastern Europe Fund</b>                    |                               | <b>Templeton Global Climate Change Fund</b>    |                               |
| Toronto-Dominion Bank (The)                             | EUR 3,600,000                 | Credit Agricole Group                          | EUR 61,200,000                |
| <b>Templeton Emerging Markets Fund</b>                  |                               | National Bank of Canada                        | USD 23,153,768                |
| Royal Bank of Canada                                    | USD 13,500,000                |                                                | 84,353,768                    |
| <b>Templeton Emerging Markets Sustainability Fund</b>   |                               | <b>Templeton Global Equity Income Fund</b>     |                               |
| Royal Bank of Canada                                    | USD 400,000                   | Royal Bank of Canada                           | USD 200,000                   |
| <b>Templeton Euroland Fund</b>                          |                               | <b>Templeton Global Fund</b>                   |                               |
| Credit Agricole Group                                   | EUR 6,100,000                 | Royal Bank of Canada                           | USD 28,400,000                |
| <b>Templeton European Small-Mid Cap Fund</b>            |                               | <b>Templeton Global Smaller Companies Fund</b> |                               |
| Credit Agricole Group                                   | EUR 5,900,000                 | Royal Bank of Canada                           | USD 4,000,000                 |
| <b>Templeton European Sustainability Improvers Fund</b> |                               | <b>Templeton Growth (Euro) Fund</b>            |                               |
| Toronto-Dominion Bank (The)                             | EUR 800,000                   | Credit Agricole Group                          | EUR 61,600,000                |
| <b>Templeton Frontier Markets Fund</b>                  |                               | Toronto-Dominion Bank (The)                    | EUR 251,000,000               |
| Royal Bank of Canada                                    | USD 2,800,000                 |                                                | 312,600,000                   |
|                                                         |                               | <b>Templeton Latin America Fund</b>            |                               |
|                                                         |                               | Royal Bank of Canada                           | USD 24,800,000                |

#### Note 5 - Forward foreign exchange contracts

As at June 30, 2024, the Company had entered into the following outstanding contracts:

##### Franklin Biotechnology Discovery Fund

| Purchases                                                        | Sales      | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |               |                              |
| CHF                                                              | 2,021,926  | USD           | 2,268,263                    |
| EUR                                                              | 18,976,054 | USD           | 20,467,140                   |
| PLN                                                              | 15,502,271 | USD           | 3,840,143                    |
| USD                                                              | 144,492    | EUR           | 134,964                      |
| USD                                                              | 45,204     | PLN           | 183,131                      |
|                                                                  |            |               | (132,063)                    |

The above contracts were opened with the below counterparties:

|             |           |
|-------------|-----------|
| J.P. Morgan | (132,063) |
|             | (132,063) |

##### Franklin Disruptive Commerce Fund

| Purchases                                                        | Sales  | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|--------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |        |               |                              |
| EUR                                                              | 90,809 | USD           | 97,945                       |
| SGD                                                              | 39,053 | USD           | 28,971                       |
|                                                                  |        |               | (766)                        |

The above contracts were opened with the below counterparties:

|             |       |
|-------------|-------|
| J.P. Morgan | (766) |
|             | (766) |

## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Diversified Balanced Fund

| Purchases                                                                   |             | Sales |             | Maturity Date | Unrealised profit/(loss) EUR |
|-----------------------------------------------------------------------------|-------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |             |       |             |               |                              |
| EUR                                                                         | 4,341,502   | GBP   | 3,734,000   | 07/11/2024    | (63,769)                     |
| GBP                                                                         | 693,000     | EUR   | 807,606     | 07/11/2024    | 9,976                        |
| EUR                                                                         | 4,367,692   | GBP   | 3,757,000   | 07/12/2024    | (64,521)                     |
| GBP                                                                         | 102,000     | EUR   | 120,965     | 07/12/2024    | (633)                        |
| EUR                                                                         | 5,435,309   | USD   | 5,831,000   | 07/26/2024    | (2,496)                      |
| EUR                                                                         | 3,838,401   | USD   | 4,134,000   | 07/30/2024    | (16,111)                     |
| EUR                                                                         | 3,502,979   | GBP   | 3,008,000   | 08/08/2024    | (41,492)                     |
| EUR                                                                         | 1,696,992   | USD   | 1,830,000   | 08/08/2024    | (8,516)                      |
| EUR                                                                         | 3,766,166   | GBP   | 3,233,000   | 08/09/2024    | (43,274)                     |
| EUR                                                                         | 2,758,331   | INR   | 249,229,000 | 08/09/2024    | (23,998)                     |
| INR                                                                         | 249,229,000 | EUR   | 2,761,020   | 08/09/2024    | 21,309                       |
| EUR                                                                         | 1,250,629   | ZAR   | 25,139,000  | 08/12/2024    | (32,634)                     |
|                                                                             |             |       |             |               | <u>(266,159)</u>             |
| Forward foreign exchange contracts used for share class hedging:            |             |       |             |               |                              |
| CZK                                                                         | 264,374,657 | EUR   | 10,700,973  | 07/16/2024    | (152,404)                    |
| EUR                                                                         | 2,898       | CZK   | 72,244      | 07/16/2024    | 16                           |
| EUR                                                                         | 31,493      | SGD   | 45,629      | 07/16/2024    | 75                           |
| EUR                                                                         | 34,233      | USD   | 36,635      | 07/16/2024    | 52                           |
| SGD                                                                         | 47,191      | EUR   | 32,465      | 07/16/2024    | 29                           |
| USD                                                                         | 63,770      | EUR   | 59,132      | 07/16/2024    | 365                          |
|                                                                             |             |       |             |               | <u>(151,867)</u>             |
|                                                                             |             |       |             |               | <b><u>(418,026)</u></b>      |

The above contracts were opened with the below counterparties:

|                |                         |
|----------------|-------------------------|
| Barclays       | (185,050)               |
| J.P. Morgan    | (208,349)               |
| Morgan Stanley | (24,627)                |
|                | <b><u>(418,026)</u></b> |

### Franklin Diversified Conservative Fund

| Purchases                                                                   |             | Sales |            | Maturity Date | Unrealised profit/(loss) EUR |
|-----------------------------------------------------------------------------|-------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |             |       |            |               |                              |
| EUR                                                                         | 2,002,159   | GBP   | 1,722,000  | 07/11/2024    | (29,409)                     |
| GBP                                                                         | 461,000     | EUR   | 540,184    | 07/11/2024    | 3,692                        |
| EUR                                                                         | 2,040,250   | GBP   | 1,755,000  | 07/12/2024    | (30,162)                     |
| GBP                                                                         | 504,000     | EUR   | 597,710    | 07/12/2024    | (3,130)                      |
| EUR                                                                         | 3,076,063   | USD   | 3,300,000  | 07/26/2024    | (1,412)                      |
| EUR                                                                         | 1,393,672   | USD   | 1,501,000  | 07/30/2024    | (5,850)                      |
| EUR                                                                         | 2,606,272   | GBP   | 2,238,000  | 08/08/2024    | (30,871)                     |
| EUR                                                                         | 1,311,227   | USD   | 1,414,000  | 08/08/2024    | (6,580)                      |
| EUR                                                                         | 2,176,977   | GBP   | 1,869,000  | 08/09/2024    | (25,263)                     |
| EUR                                                                         | 951,093     | INR   | 85,936,000 | 08/09/2024    | (8,275)                      |
| GBP                                                                         | 594,000     | EUR   | 703,637    | 08/09/2024    | (3,727)                      |
| INR                                                                         | 85,936,000  | EUR   | 952,020    | 08/09/2024    | 7,347                        |
| EUR                                                                         | 421,122     | ZAR   | 8,465,000  | 08/12/2024    | (10,989)                     |
|                                                                             |             |       |            |               | <u>(144,629)</u>             |
| Forward foreign exchange contracts used for share class hedging:            |             |       |            |               |                              |
| CZK                                                                         | 115,870,718 | EUR   | 4,690,181  | 07/16/2024    | (66,931)                     |
| EUR                                                                         | 18,438      | CZK   | 457,784    | 07/16/2024    | 172                          |
| EUR                                                                         | 24,881      | SGD   | 36,050     | 07/16/2024    | 59                           |
| EUR                                                                         | 57,538      | USD   | 61,575     | 07/16/2024    | 88                           |
| SGD                                                                         | 37,609      | EUR   | 25,873     | 07/16/2024    | 23                           |
| USD                                                                         | 97,588      | EUR   | 90,485     | 07/16/2024    | 566                          |
|                                                                             |             |       |            |               | <u>(66,023)</u>              |
|                                                                             |             |       |            |               | <b><u>(210,652)</u></b>      |

## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Diversified Conservative Fund (continued)

|                                                                | Unrealised<br>profit/(loss)<br>EUR |
|----------------------------------------------------------------|------------------------------------|
| The above contracts were opened with the below counterparties: |                                    |
| Barclays                                                       | (105,554)                          |
| J.P. Morgan                                                    | (92,668)                           |
| Morgan Stanley                                                 | (12,430)                           |
|                                                                | <b>(210,652)</b>                   |

### Franklin Diversified Dynamic Fund

| Purchases                                                                   | Sales       |     | Maturity Date | Unrealised profit/(loss) EUR |           |
|-----------------------------------------------------------------------------|-------------|-----|---------------|------------------------------|-----------|
| Forward foreign exchange contracts used for efficient portfolio management: |             |     |               |                              |           |
| EUR                                                                         | 3,456,608   | GBP | 2,973,000     | 07/11/2024                   | (50,856)  |
| GBP                                                                         | 535,000     | EUR | 623,576       | 07/11/2024                   | 7,602     |
| EUR                                                                         | 3,580,672   | GBP | 3,080,000     | 07/12/2024                   | (52,871)  |
| GBP                                                                         | 83,000      | EUR | 98,432        | 07/12/2024                   | (515)     |
| EUR                                                                         | 3,880,500   | USD | 4,163,000     | 07/26/2024                   | (1,782)   |
| EUR                                                                         | 2,076,116   | USD | 2,236,000     | 07/30/2024                   | (8,714)   |
| EUR                                                                         | 1,203,743   | GBP | 1,033,000     | 08/08/2024                   | (13,491)  |
| EUR                                                                         | 480,351     | USD | 518,000       | 08/08/2024                   | (2,410)   |
| EUR                                                                         | 1,479,320   | GBP | 1,270,000     | 08/09/2024                   | (17,118)  |
| EUR                                                                         | 2,779,625   | INR | 251,153,000   | 08/09/2024                   | (24,183)  |
| INR                                                                         | 251,153,000 | EUR | 2,782,335     | 08/09/2024                   | 21,473    |
|                                                                             |             |     |               |                              | (142,865) |
| Forward foreign exchange contracts used for share class hedging:            |             |     |               |                              |           |
| CZK                                                                         | 92,050,106  | EUR | 3,726,047     | 07/16/2024                   | (53,242)  |
| EUR                                                                         | 21,836      | CZK | 544,789       | 07/16/2024                   | 98        |
| EUR                                                                         | 32,165      | SEK | 361,650       | 07/16/2024                   | 301       |
| EUR                                                                         | 35,969      | SGD | 52,114        | 07/16/2024                   | 85        |
| EUR                                                                         | 39,447      | USD | 42,215        | 07/16/2024                   | 60        |
| NOK                                                                         | 580,299     | EUR | 50,643        | 07/16/2024                   | 91        |
| SEK                                                                         | 494,388     | EUR | 43,886        | 07/16/2024                   | (327)     |
| SGD                                                                         | 67,143      | EUR | 46,192        | 07/16/2024                   | 41        |
| USD                                                                         | 70,118      | EUR | 65,016        | 07/16/2024                   | 404       |
|                                                                             |             |     |               |                              | (52,489)  |
|                                                                             |             |     |               |                              | (195,354) |

The above contracts were opened with the below counterparties:

|                |                  |
|----------------|------------------|
| Barclays       | (72,286)         |
| J.P. Morgan    | (98,453)         |
| Morgan Stanley | (24,615)         |
|                | <b>(195,354)</b> |

### Franklin Emerging Market Corporate Debt Fund

| Purchases                                                                   | Sales     |     |           | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|-----------|-----|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |           |     |           |               |                              |
| USD                                                                         | 2,016,599 | EUR | 1,850,000 | 09/11/2024    | 28,183                       |
| USD                                                                         | 65,217    | GBP | 51,000    | 09/11/2024    | 715                          |
|                                                                             |           |     |           |               | 28,898                       |
| Forward foreign exchange contracts used for share class hedging:            |           |     |           |               |                              |
| EUR                                                                         | 857,606   | USD | 925,005   | 07/16/2024    | (5,820)                      |
| GBP                                                                         | 134,417   | USD | 171,629   | 07/16/2024    | (1,697)                      |
| USD                                                                         | 17,881    | EUR | 16,710    | 07/16/2024    | (28)                         |
|                                                                             |           |     |           |               | (7,545)                      |
|                                                                             |           |     |           |               | 21,353                       |



## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Emerging Market Corporate Debt Fund (continued)

|                                                                | Unrealised<br>profit/(loss)<br>USD |
|----------------------------------------------------------------|------------------------------------|
| The above contracts were opened with the below counterparties: |                                    |
| Citibank                                                       | 28,898                             |
| J.P. Morgan                                                    | (7,545)                            |
|                                                                | <u>21,353</u>                      |

### Franklin Emerging Markets Debt Opportunities Hard Currency Fund

| Purchases                                                                   | Sales       | Maturity<br>Date | Unrealised<br>profit/(loss)<br>USD |
|-----------------------------------------------------------------------------|-------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |             |                  |                                    |
| USD                                                                         | 30,527,882  | EUR              | 27,990,000                         |
|                                                                             |             | 09/11/2024       | 443,694                            |
|                                                                             |             |                  | <u>443,694</u>                     |
| Forward foreign exchange contracts used for share class hedging:            |             |                  |                                    |
| EUR                                                                         | 141,739,314 | USD              | 152,878,605                        |
| GBP                                                                         | 1,356       | USD              | 1,732                              |
| USD                                                                         | 37,920      | EUR              | 35,433                             |
|                                                                             |             | 07/16/2024       | (961,750)                          |
|                                                                             |             | 07/16/2024       | (17)                               |
|                                                                             |             | 07/16/2024       | (58)                               |
|                                                                             |             |                  | <u>(961,825)</u>                   |
|                                                                             |             |                  | <u>(518,131)</u>                   |

|                                                                |                  |
|----------------------------------------------------------------|------------------|
| The above contracts were opened with the below counterparties: |                  |
| Citibank                                                       | 443,694          |
| J.P. Morgan                                                    | (961,825)        |
|                                                                | <u>(518,131)</u> |

### Franklin Euro High Yield Fund

| Purchases                                                                   | Sales      | Maturity<br>Date | Unrealised<br>profit/(loss)<br>EUR |
|-----------------------------------------------------------------------------|------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |            |                  |                                    |
| EUR                                                                         | 21,210,873 | GBP              | 18,205,696                         |
| EUR                                                                         | 8,157,210  | USD              | 8,900,000                          |
| GBP                                                                         | 1,550,000  | EUR              | 1,805,462                          |
| USD                                                                         | 1,250,000  | EUR              | 1,156,841                          |
|                                                                             |            | 07/24/2024       | (255,560)                          |
|                                                                             |            | 07/24/2024       | (143,426)                          |
|                                                                             |            | 07/24/2024       | 22,151                             |
|                                                                             |            | 07/24/2024       | 8,978                              |
|                                                                             |            |                  | <u>(367,857)</u>                   |
| Forward foreign exchange contracts used for share class hedging:            |            |                  |                                    |
| EUR                                                                         | 403,045    | USD              | 433,464                            |
| USD                                                                         | 3,653,435  | EUR              | 3,387,378                          |
|                                                                             |            | 07/16/2024       | (1,381)                            |
|                                                                             |            | 07/16/2024       | 21,301                             |
|                                                                             |            |                  | <u>19,920</u>                      |
|                                                                             |            |                  | <u>(347,937)</u>                   |

|                                                                |                  |
|----------------------------------------------------------------|------------------|
| The above contracts were opened with the below counterparties: |                  |
| Deutsche Bank                                                  | (134,448)        |
| J.P. Morgan                                                    | 19,920           |
| Morgan Stanley                                                 | (233,409)        |
|                                                                | <u>(347,937)</u> |

### Franklin Euro Short Duration Bond Fund

| Purchases                                                                   | Sales       | Maturity<br>Date | Unrealised<br>profit/(loss)<br>EUR |
|-----------------------------------------------------------------------------|-------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |             |                  |                                    |
| EUR                                                                         | 8,199,744   | DKK              | 61,100,000                         |
| EUR                                                                         | 71,751,123  | GBP              | 61,341,000                         |
| NOK                                                                         | 228,500,000 | EUR              | 19,697,927                         |
|                                                                             |             | 07/24/2024       | 5,179                              |
|                                                                             |             | 07/24/2024       | (576,375)                          |
|                                                                             |             | 07/24/2024       | 275,312                            |
|                                                                             |             |                  | <u>(295,884)</u>                   |



## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Euro Short Duration Bond Fund (continued)

|                                                                | Unrealised<br>profit/(loss)<br>EUR |
|----------------------------------------------------------------|------------------------------------|
| The above contracts were opened with the below counterparties: |                                    |
| Citibank                                                       | (571,196)                          |
| J.P. Morgan                                                    | 275,312                            |
|                                                                | <b>(295,884)</b>                   |

### Franklin European Social Leaders Bond Fund

| Purchases                                                                   | Sales   | Maturity<br>Date | Unrealised<br>profit/(loss)<br>EUR |
|-----------------------------------------------------------------------------|---------|------------------|------------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |         |                  |                                    |
| EUR                                                                         | 251,609 | GBP              | 216,000                            |
|                                                                             |         |                  | 07/24/2024                         |
|                                                                             |         |                  | (3,078)                            |
|                                                                             |         |                  | <b>(3,078)</b>                     |

|                                                                |                |
|----------------------------------------------------------------|----------------|
| The above contracts were opened with the below counterparties: |                |
| BNP Paribas                                                    | (3,078)        |
|                                                                | <b>(3,078)</b> |

### Franklin European Total Return Fund

| Purchases                                                                   | Sales         | Maturity<br>Date | Unrealised<br>profit/(loss)<br>EUR |
|-----------------------------------------------------------------------------|---------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |               |                  |                                    |
| DKK                                                                         | 2,150,000     | EUR              | 288,466                            |
|                                                                             |               |                  | 07/24/2024                         |
|                                                                             |               |                  | (113)                              |
| EUR                                                                         | 144,086,762   | DKK              | 1,073,688,000                      |
|                                                                             |               |                  | 07/24/2024                         |
|                                                                             |               |                  | 86,667                             |
| EUR                                                                         | 153,258,423   | GBP              | 131,472,000                        |
|                                                                             |               |                  | 07/24/2024                         |
|                                                                             |               |                  | (1,760,909)                        |
| NOK                                                                         | 1,165,000,000 | EUR              | 100,417,617                        |
|                                                                             |               |                  | 07/24/2024                         |
|                                                                             |               |                  | 1,415,304                          |
|                                                                             |               |                  | <b>(259,051)</b>                   |
| Forward foreign exchange contracts used for share class hedging:            |               |                  |                                    |
| EUR                                                                         | 26,358        | NOK              | 298,139                            |
|                                                                             |               |                  | 07/16/2024                         |
|                                                                             |               |                  | 293                                |
| EUR                                                                         | 3,742         | PLN              | 16,277                             |
|                                                                             |               |                  | 07/16/2024                         |
|                                                                             |               |                  | (30)                               |
| EUR                                                                         | 26,995        | SEK              | 303,525                            |
|                                                                             |               |                  | 07/16/2024                         |
|                                                                             |               |                  | 253                                |
| NOK                                                                         | 514,035       | EUR              | 44,859                             |
|                                                                             |               |                  | 07/16/2024                         |
|                                                                             |               |                  | 81                                 |
| PLN                                                                         | 45,935,308    | EUR              | 10,554,746                         |
|                                                                             |               |                  | 07/16/2024                         |
|                                                                             |               |                  | 91,269                             |
| SEK                                                                         | 418,895       | EUR              | 37,185                             |
|                                                                             |               |                  | 07/16/2024                         |
|                                                                             |               |                  | (277)                              |
|                                                                             |               |                  | 91,589                             |
|                                                                             |               |                  | <b>(167,462)</b>                   |

|                                                                |                  |
|----------------------------------------------------------------|------------------|
| The above contracts were opened with the below counterparties: |                  |
| BNP Paribas                                                    | 86,554           |
| J.P. Morgan                                                    | (254,016)        |
|                                                                | <b>(167,462)</b> |

### Franklin Flexible Alpha Bond Fund

| Purchases                                                                   | Sales      | Maturity<br>Date | Unrealised<br>profit/(loss)<br>USD |
|-----------------------------------------------------------------------------|------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |            |                  |                                    |
| USD                                                                         | 1,162,607  | EUR              | 1,070,000                          |
|                                                                             |            |                  | 07/08/2024                         |
|                                                                             |            |                  | 16,207                             |
| USD                                                                         | 372,642    | GBP              | 295,000                            |
|                                                                             |            |                  | 07/08/2024                         |
|                                                                             |            |                  | (290)                              |
| USD                                                                         | 1,152,556  | EUR              | 1,070,000                          |
|                                                                             |            |                  | 08/08/2024                         |
|                                                                             |            |                  | 4,452                              |
| USD                                                                         | 177,864    | GBP              | 140,000                            |
|                                                                             |            |                  | 08/19/2024                         |
|                                                                             |            |                  | 836                                |
| JPY                                                                         | 26,000,000 | USD              | 169,743                            |
|                                                                             |            |                  | 08/20/2024                         |
|                                                                             |            |                  | (6,866)                            |
| USD                                                                         | 1,905,706  | EUR              | 1,753,700                          |
|                                                                             |            |                  | 08/27/2024                         |
|                                                                             |            |                  | 22,162                             |
| USD                                                                         | 28,336     | COP              | 115,000,000                        |
|                                                                             |            |                  | 09/11/2024                         |
|                                                                             |            |                  | 877                                |
| USD                                                                         | 718,207    | EUR              | 685,000                            |
|                                                                             |            |                  | 11/14/2024                         |
|                                                                             |            |                  | (20,468)                           |
| USD                                                                         | 1,054,206  | JPY              | 150,000,000                        |
|                                                                             |            |                  | 02/25/2025                         |
|                                                                             |            |                  | 88,016                             |
|                                                                             |            |                  | <b>104,926</b>                     |
| Forward foreign exchange contracts used for share class hedging:            |            |                  |                                    |
| EUR                                                                         | 1,232,724  | USD              | 1,329,450                          |
|                                                                             |            |                  | 07/16/2024                         |
|                                                                             |            |                  | (8,211)                            |

## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Flexible Alpha Bond Fund (continued)

| Purchases |            | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|-----------|------------|-------|------------|---------------|------------------------------|
| GBP       | 61,497     | USD   | 78,519     | 07/16/2024    | (774)                        |
| NOK       | 333,299    | USD   | 31,373     | 07/16/2024    | (142)                        |
| SEK       | 379,271    | USD   | 36,311     | 07/16/2024    | (495)                        |
| SGD       | 41,036,933 | USD   | 30,449,153 | 07/16/2024    | (163,898)                    |
| USD       | 10,306     | EUR   | 9,618      | 07/16/2024    | (2)                          |
| USD       | 75,669     | GBP   | 59,821     | 07/16/2024    | 43                           |
| USD       | 30,277     | NOK   | 320,013    | 07/16/2024    | 290                          |
| USD       | 35,131     | SEK   | 369,105    | 07/16/2024    | 276                          |
|           |            |       |            |               | (172,913)                    |
|           |            |       |            |               | <b>(67,987)</b>              |

The above contracts were opened with the below counterparties:

|             |                 |
|-------------|-----------------|
| J.P. Morgan | (67,987)        |
|             | <b>(67,987)</b> |

### Franklin Genomic Advancements Fund

| Purchases                                                        |        | Sales |        | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|--------|-------|--------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |        |       |        |               |                              |
| EUR                                                              | 34,970 | USD   | 37,718 | 07/16/2024    | (237)                        |
| SGD                                                              | 50,212 | USD   | 37,257 | 07/16/2024    | (201)                        |
|                                                                  |        |       |        |               | <b>(438)</b>                 |

The above contracts were opened with the below counterparties:

|             |              |
|-------------|--------------|
| J.P. Morgan | (438)        |
|             | <b>(438)</b> |

### Franklin Global Convertible Securities Fund

| Purchases                                                        |             | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |             |       |             |               |                              |
| CHF                                                              | 39,589,091  | USD   | 44,412,328  | 07/16/2024    | (269,371)                    |
| EUR                                                              | 114,482,370 | USD   | 123,479,540 | 07/16/2024    | (776,804)                    |
| USD                                                              | 46,381      | CHF   | 41,325      | 07/16/2024    | 302                          |
| USD                                                              | 708,818     | EUR   | 660,546     | 07/16/2024    | 843                          |
|                                                                  |             |       |             |               | <b>(1,045,030)</b>           |

The above contracts were opened with the below counterparties:

|             |                    |
|-------------|--------------------|
| J.P. Morgan | (1,045,030)        |
|             | <b>(1,045,030)</b> |

### Franklin Global Fundamental Strategies Fund

| Purchases                                                                   |               | Sales |               | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|---------------|-------|---------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |               |       |               |               |                              |
| INR                                                                         | 83,737,000    | USD   | 1,001,435     | 07/05/2024    | 2,968                        |
| CLP                                                                         | 1,602,200,000 | USD   | 1,774,839     | 07/08/2024    | (72,046)                     |
| INR                                                                         | 67,987,600    | USD   | 814,776       | 07/15/2024    | 409                          |
| JPY                                                                         | 1,367,942,130 | USD   | 9,075,341     | 07/16/2024    | (553,180)                    |
| CLP                                                                         | 2,990,000,000 | USD   | 3,335,862     | 07/17/2024    | (157,504)                    |
| USD                                                                         | 3,228,593     | CLP   | 2,990,000,000 | 07/17/2024    | 50,235                       |
| CLP                                                                         | 1,550,100,000 | USD   | 1,670,954     | 07/18/2024    | (23,168)                     |
| BRL                                                                         | 22,180,000    | USD   | 4,307,131     | 07/19/2024    | (347,594)                    |

**Note 5 - Forward foreign exchange contracts (continued)**

**Franklin Global Fundamental Strategies Fund (continued)**

| Purchases                                                        |                | Sales |                | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|----------------|-------|----------------|---------------|------------------------------|
| USD                                                              | 4,206,833      | BRL   | 22,180,000     | 07/19/2024    | 247,296                      |
| THB                                                              | 97,680,515     | USD   | 2,660,623      | 07/23/2024    | 1,597                        |
| CLP                                                              | 1,080,700,000  | USD   | 1,154,964      | 07/24/2024    | (6,006)                      |
| JPY                                                              | 1,485,548,333  | USD   | 9,525,310      | 07/26/2024    | (256,125)                    |
| MXN                                                              | 191,100,000    | USD   | 10,863,288     | 07/29/2024    | (462,391)                    |
| USD                                                              | 21,890,372     | MXN   | 381,000,000    | 07/29/2024    | 1,153,891                    |
| COP                                                              | 16,830,000,000 | USD   | 4,089,865      | 07/30/2024    | (53,947)                     |
| USD                                                              | 8,009,615      | COP   | 31,990,000,000 | 07/30/2024    | 338,253                      |
| INR                                                              | 242,262,199    | USD   | 2,893,858      | 08/06/2024    | 8,558                        |
| USD                                                              | 6,232,892      | EUR   | 5,810,000      | 08/07/2024    | (889)                        |
| MXN                                                              | 8,990,000      | USD   | 395,728        | 09/03/2024    | 90,699                       |
| USD                                                              | 382,204        | MXN   | 8,990,000      | 09/03/2024    | (104,224)                    |
| EUR                                                              | 830,000        | USD   | 906,930        | 09/04/2024    | (15,125)                     |
| USD                                                              | 10,706,134     | GBP   | 8,370,000      | 09/10/2024    | 120,427                      |
| INR                                                              | 379,127,440    | USD   | 4,526,895      | 09/18/2024    | 8,775                        |
| NZD                                                              | 11,110,000     | USD   | 6,759,321      | 09/18/2024    | 8,224                        |
| THB                                                              | 28,200,000     | USD   | 789,013        | 09/18/2024    | (17,594)                     |
| THB                                                              | 11,950,000     | USD   | 336,099        | 09/23/2024    | (9,097)                      |
| JPY                                                              | 3,135,000,000  | USD   | 21,204,524     | 10/07/2024    | (1,422,655)                  |
| NOK                                                              | 37,340,000     | USD   | 3,492,869      | 10/10/2024    | 13,085                       |
| JPY                                                              | 121,177,870    | USD   | 800,010        | 11/21/2024    | (29,879)                     |
| INR                                                              | 201,640,800    | USD   | 2,399,343      | 12/18/2024    | 4,359                        |
|                                                                  |                |       |                |               | <u>(1,482,648)</u>           |
| Forward foreign exchange contracts used for share class hedging: |                |       |                |               |                              |
| EUR                                                              | 60,745,046     | USD   | 65,518,984     | 07/16/2024    | (412,161)                    |
| PLN                                                              | 10,834,241     | USD   | 2,683,797      | 07/16/2024    | 7,456                        |
| USD                                                              | 374,970        | EUR   | 349,682        | 07/16/2024    | 180                          |
| USD                                                              | 18,575         | PLN   | 75,072         | 07/16/2024    | (73)                         |
|                                                                  |                |       |                |               | <u>(404,598)</u>             |
|                                                                  |                |       |                |               | <u><b>(1,887,246)</b></u>    |

The above contracts were opened with the below counterparties:

|                 |                           |
|-----------------|---------------------------|
| Bank of America | (292,166)                 |
| BNP Paribas     | (46,646)                  |
| Citibank        | (251,398)                 |
| Deutsche Bank   | (214,280)                 |
| HSBC            | (448,841)                 |
| J.P. Morgan     | (176,272)                 |
| Morgan Stanley  | (457,643)                 |
|                 | <u><b>(1,887,246)</b></u> |

**Franklin Global Green Bond Fund**

| Purchases                                                                   |           | Sales |           | Maturity Date | Unrealised profit/(loss) EUR |
|-----------------------------------------------------------------------------|-----------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |           |       |           |               |                              |
| EUR                                                                         | 230,171   | CAD   | 340,000   | 07/24/2024    | (1,710)                      |
| EUR                                                                         | 902,986   | GBP   | 775,200   | 07/24/2024    | (11,056)                     |
| EUR                                                                         | 1,548,037 | USD   | 1,689,000 | 07/24/2024    | (27,219)                     |
| USD                                                                         | 10,000    | EUR   | 9,219     | 07/24/2024    | 108                          |
|                                                                             |           |       |           |               | <u><b>(39,877)</b></u>       |

The above contracts were opened with the below counterparties:

|               |                        |
|---------------|------------------------|
| Deutsche Bank | (39,877)               |
|               | <u><b>(39,877)</b></u> |

## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Global Income Fund

| Purchases                                                        |           | Sales |           | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-----------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |           |       |           |               |                              |
| AUD                                                              | 1,503     | USD   | 999       | 07/16/2024    | 4                            |
| CNH                                                              | 985,975   | USD   | 135,321   | 07/16/2024    | (97)                         |
| EUR                                                              | 5,778,645 | USD   | 6,232,781 | 07/16/2024    | (39,202)                     |
| JPY                                                              | 157,745   | USD   | 991       | 07/16/2024    | (9)                          |
| SGD                                                              | 271,967   | USD   | 201,798   | 07/16/2024    | (1,086)                      |
| USD                                                              | 23,509    | CNH   | 171,119   | 07/16/2024    | 41                           |
|                                                                  |           |       |           |               | <b>(40,349)</b>              |

The above contracts were opened with the below counterparties:

|             |                 |
|-------------|-----------------|
| J.P. Morgan | (40,349)        |
|             | <b>(40,349)</b> |

### Franklin Global Multi-Asset Income Fund

| Purchases                                                                   |             | Sales |             | Maturity Date | Unrealised profit/(loss) EUR |
|-----------------------------------------------------------------------------|-------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |             |       |             |               |                              |
| EUR                                                                         | 2,867,784   | GBP   | 2,468,000   | 07/11/2024    | (43,895)                     |
| GBP                                                                         | 62,000      | EUR   | 73,537      | 07/11/2024    | (392)                        |
| EUR                                                                         | 3,353,639   | GBP   | 2,885,000   | 07/12/2024    | (49,857)                     |
| GBP                                                                         | 77,000      | EUR   | 91,317      | 07/12/2024    | (478)                        |
| EUR                                                                         | 2,502,405   | USD   | 2,684,000   | 07/26/2024    | (608)                        |
| EUR                                                                         | 2,674,067   | USD   | 2,880,000   | 07/30/2024    | (11,224)                     |
| EUR                                                                         | 1,838,831   | GBP   | 1,579,000   | 08/08/2024    | (21,781)                     |
| EUR                                                                         | 2,436,991   | USD   | 2,628,000   | 08/08/2024    | (12,229)                     |
| EUR                                                                         | 2,194,489   | GBP   | 1,884,000   | 08/09/2024    | (25,425)                     |
| EUR                                                                         | 1,869,968   | INR   | 168,961,000 | 08/09/2024    | (16,269)                     |
| GBP                                                                         | 153,000     | EUR   | 177,688     | 08/09/2024    | 2,592                        |
| INR                                                                         | 168,961,000 | EUR   | 1,871,791   | 08/09/2024    | 14,446                       |
| EUR                                                                         | 996,263     | ZAR   | 20,022,000  | 08/12/2024    | (25,795)                     |
|                                                                             |             |       |             |               | <b>(190,915)</b>             |
| Forward foreign exchange contracts used for share class hedging:            |             |       |             |               |                              |
| EUR                                                                         | 460         | SGD   | 667         | 07/16/2024    | —                            |
| EUR                                                                         | 56,765      | USD   | 60,844      | 07/16/2024    | (2)                          |
| SGD                                                                         | 376,022     | EUR   | 258,669     | 07/16/2024    | 244                          |
| USD                                                                         | 24,555,412  | EUR   | 22,767,517  | 07/16/2024    | 142,837                      |
|                                                                             |             |       |             |               | <b>143,079</b>               |
|                                                                             |             |       |             |               | <b>(47,836)</b>              |

The above contracts were opened with the below counterparties:

|                |                 |
|----------------|-----------------|
| Barclays       | (120,744)       |
| J.P. Morgan    | 96,969          |
| Morgan Stanley | (24,061)        |
|                | <b>(47,836)</b> |

### Franklin Global Real Estate Fund

| Purchases                                                        |            | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |            |               |                              |
| EUR                                                              | 14,876,075 | USD   | 16,045,167 | 07/16/2024    | (100,921)                    |
| USD                                                              | 54,986     | EUR   | 51,316     | 07/16/2024    | (15)                         |
|                                                                  |            |       |            |               | <b>(100,936)</b>             |

## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Global Real Estate Fund (continued)

|                                                                | Unrealised<br>profit/(loss)<br>USD |
|----------------------------------------------------------------|------------------------------------|
| The above contracts were opened with the below counterparties: |                                    |
| J.P. Morgan                                                    | (100,936)                          |
|                                                                | <b>(100,936)</b>                   |

### Franklin Gold and Precious Metals Fund

| Purchases                                                        | Sales      | Maturity<br>Date | Unrealised<br>profit/(loss)<br>USD |
|------------------------------------------------------------------|------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |                  |                                    |
| CHF                                                              | 1,003,903  | USD              | 1,126,212                          |
| EUR                                                              | 21,138,773 | USD              | 22,798,971                         |
| USD                                                              | 401,985    | EUR              | 374,329                            |
|                                                                  |            |                  | 777                                |
|                                                                  |            |                  | <b>(148,390)</b>                   |

|                                                                |                  |
|----------------------------------------------------------------|------------------|
| The above contracts were opened with the below counterparties: |                  |
| J.P. Morgan                                                    | (148,390)        |
|                                                                | <b>(148,390)</b> |

### Franklin Gulf Wealth Bond Fund

| Purchases                                                        | Sales      | Maturity<br>Date | Unrealised<br>profit/(loss)<br>USD |
|------------------------------------------------------------------|------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |                  |                                    |
| CHF                                                              | 860,455    | USD              | 965,286                            |
| EUR                                                              | 20,009,458 | USD              | 21,581,440                         |
| PLN                                                              | 18,702,983 | USD              | 4,632,994                          |
| USD                                                              | 51,077     | CHF              | 45,680                             |
| USD                                                              | 64,426     | EUR              | 60,156                             |
| USD                                                              | 10,537     | PLN              | 42,569                             |
|                                                                  |            |                  | (38)                               |
|                                                                  |            |                  | <b>(128,135)</b>                   |

|                                                                |                  |
|----------------------------------------------------------------|------------------|
| The above contracts were opened with the below counterparties: |                  |
| J.P. Morgan                                                    | (128,135)        |
|                                                                | <b>(128,135)</b> |

### Franklin High Yield Fund

| Purchases                                                        | Sales      | Maturity<br>Date | Unrealised<br>profit/(loss)<br>USD |
|------------------------------------------------------------------|------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |                  |                                    |
| AUD                                                              | 4,304,724  | USD              | 2,860,673                          |
| CNH                                                              | 7,155      | USD              | 983                                |
| EUR                                                              | 1,757,346  | USD              | 1,895,448                          |
| JPY                                                              | 157,745    | USD              | 991                                |
| SGD                                                              | 14,507,951 | USD              | 10,764,749                         |
| USD                                                              | 16,254     | AUD              | 24,541                             |
| USD                                                              | 32,240     | EUR              | 30,125                             |
| USD                                                              | 212,721    | SGD              | 287,811                            |
|                                                                  |            |                  | 317                                |
|                                                                  |            |                  | <b>(57,422)</b>                    |

|                                                                |                 |
|----------------------------------------------------------------|-----------------|
| The above contracts were opened with the below counterparties: |                 |
| J.P. Morgan                                                    | (57,422)        |
|                                                                | <b>(57,422)</b> |

## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Income Fund

| Purchases                                                        |                | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|----------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |                |       |             |               |                              |
| AUD                                                              | 192,814,200    | USD   | 128,138,366 | 07/16/2024    | 543,322                      |
| CHF                                                              | 4,191,494      | USD   | 4,702,133   | 07/16/2024    | (28,499)                     |
| CNH                                                              | 606,485,908    | USD   | 83,660,932  | 07/16/2024    | (482,663)                    |
| EUR                                                              | 180,630,967    | USD   | 194,815,156 | 07/16/2024    | (1,214,045)                  |
| GBP                                                              | 2,080,567      | USD   | 2,655,520   | 07/16/2024    | (25,246)                     |
| JPY                                                              | 24,359,978,462 | USD   | 155,737,457 | 07/16/2024    | (3,976,886)                  |
| PLN                                                              | 27,147,145     | USD   | 6,726,455   | 07/16/2024    | 16,966                       |
| SGD                                                              | 377,970,258    | USD   | 280,412,190 | 07/16/2024    | (1,470,149)                  |
| USD                                                              | 1,714,532      | AUD   | 2,578,836   | 07/16/2024    | (6,550)                      |
| USD                                                              | 23,066         | CHF   | 20,578      | 07/16/2024    | 121                          |
| USD                                                              | 2,741          | CNH   | 19,988      | 07/16/2024    | (1)                          |
| USD                                                              | 290,050        | EUR   | 270,586     | 07/16/2024    | 35                           |
| USD                                                              | 25,959         | GBP   | 20,520      | 07/16/2024    | 17                           |
| USD                                                              | 423,684        | JPY   | 67,414,585  | 07/16/2024    | 3,697                        |
| USD                                                              | 72,725         | PLN   | 294,270     | 07/16/2024    | (372)                        |
| USD                                                              | 368,648        | ZAR   | 6,706,016   | 07/16/2024    | 486                          |
| ZAR                                                              | 132,269,760    | USD   | 7,167,477   | 07/16/2024    | 94,144                       |
|                                                                  |                |       |             |               | <b>(6,545,623)</b>           |

The above contracts were opened with the below counterparties:

|             |                    |
|-------------|--------------------|
| J.P. Morgan | (6,545,623)        |
|             | <b>(6,545,623)</b> |

### Franklin India Fund

| Purchases                                                        |            | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |            |               |                              |
| EUR                                                              | 45,193,511 | USD   | 48,731,812 | 07/16/2024    | (293,197)                    |
| PLN                                                              | 40,169,875 | USD   | 9,951,320  | 07/16/2024    | 26,981                       |
| USD                                                              | 47,430     | EUR   | 44,138     | 07/16/2024    | 123                          |
| USD                                                              | 160,763    | PLN   | 652,360    | 07/16/2024    | (1,286)                      |
|                                                                  |            |       |            |               | <b>(267,379)</b>             |

The above contracts were opened with the below counterparties:

|             |                  |
|-------------|------------------|
| J.P. Morgan | (267,379)        |
|             | <b>(267,379)</b> |

### Franklin Innovation Fund

| Purchases                                                        |               | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|---------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |               |       |            |               |                              |
| BRL                                                              | 16,099,923    | USD   | 3,085,710  | 07/02/2024    | (205,761)                    |
| USD                                                              | 2,926,274     | BRL   | 16,099,923 | 07/02/2024    | 46,324                       |
| CHF                                                              | 281,207       | USD   | 315,535    | 07/16/2024    | (1,981)                      |
| CZK                                                              | 1,487,089,957 | USD   | 64,908,722 | 07/16/2024    | (1,313,183)                  |
| EUR                                                              | 270,046       | USD   | 291,229    | 07/16/2024    | (1,793)                      |
| USD                                                              | 60,158        | CZK   | 1,388,021  | 07/16/2024    | 799                          |
| USD                                                              | 199,855       | EUR   | 186,561    | 07/16/2024    | (102)                        |
| BRL                                                              | 15,701,223    | USD   | 2,842,771  | 08/02/2024    | (44,443)                     |
|                                                                  |               |       |            |               | <b>(1,520,140)</b>           |

**Note 5 - Forward foreign exchange contracts (continued)****Franklin Innovation Fund (continued)**

|                                                                | Unrealised<br>profit/(loss)<br>USD |
|----------------------------------------------------------------|------------------------------------|
| The above contracts were opened with the below counterparties: |                                    |
| J.P. Morgan                                                    | (1,520,140)                        |
|                                                                | <b>(1,520,140)</b>                 |

**Franklin Intelligent Machines Fund**

| Purchases                                                        |           | Sales |           | Maturity<br>Date | Unrealised<br>profit/(loss)<br>USD |
|------------------------------------------------------------------|-----------|-------|-----------|------------------|------------------------------------|
| Forward foreign exchange contracts used for share class hedging: |           |       |           |                  |                                    |
| EUR                                                              | 1,769,500 | USD   | 1,907,374 | 07/16/2024       | (10,815)                           |
| SGD                                                              | 79,343    | USD   | 58,867    | 07/16/2024       | (312)                              |
| USD                                                              | 65,282    | EUR   | 60,792    | 07/16/2024       | 125                                |
| USD                                                              | 1,936     | SGD   | 2,616     | 07/16/2024       | 5                                  |
|                                                                  |           |       |           |                  | <b>(10,997)</b>                    |

|                                                                |                 |
|----------------------------------------------------------------|-----------------|
| The above contracts were opened with the below counterparties: |                 |
| J.P. Morgan                                                    | (10,997)        |
|                                                                | <b>(10,997)</b> |

**Franklin Japan Fund**

| Purchases                                                        |            | Sales |               | Maturity<br>Date | Unrealised<br>profit/(loss)<br>JPY |
|------------------------------------------------------------------|------------|-------|---------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |               |                  |                                    |
| JPY                                                              | 56,059,571 | USD   | 353,944       | 07/16/2024       | (754,328)                          |
| USD                                                              | 14,966,007 | JPY   | 2,340,936,685 | 07/16/2024       | 61,357,861                         |
|                                                                  |            |       |               |                  | <b>60,603,533</b>                  |

|                                                                |                   |
|----------------------------------------------------------------|-------------------|
| The above contracts were opened with the below counterparties: |                   |
| J.P. Morgan                                                    | 60,603,533        |
|                                                                | <b>60,603,533</b> |

**Franklin K2 Alternative Strategies Fund**

| Purchases                                                                   |                | Sales |                | Maturity<br>Date | Unrealised<br>profit/(loss)<br>USD |
|-----------------------------------------------------------------------------|----------------|-------|----------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |                |       |                |                  |                                    |
| EUR                                                                         | 350,201        | RSD   | 41,008,544     | 07/03/2024       | (250)                              |
| RSD                                                                         | 41,008,544     | EUR   | 348,682        | 07/03/2024       | 1,877                              |
| CNY                                                                         | 17,394,020     | USD   | 2,450,000      | 07/17/2024       | (52,340)                           |
| COP                                                                         | 23,955,818,291 | USD   | 5,977,853      | 07/17/2024       | (223,857)                          |
| CZK                                                                         | 2,343,774      | EUR   | 91,883         | 07/17/2024       | 1,754                              |
| CZK                                                                         | 26,584,270     | USD   | 1,118,537      | 07/17/2024       | 18,286                             |
| EUR                                                                         | 85,685         | HUF   | 33,696,405     | 07/17/2024       | 518                                |
| EUR                                                                         | 106,873        | IDR   | 1,854,520,000  | 07/17/2024       | 1,310                              |
| EUR                                                                         | 201,022        | PLN   | 865,947        | 07/17/2024       | 364                                |
| EUR                                                                         | 4,901,895      | USD   | 5,247,608      | 07/17/2024       | 5,841                              |
| IDR                                                                         | 56,074,100,000 | USD   | 3,450,700      | 07/17/2024       | (27,096)                           |
| JPY                                                                         | 43,024,856     | USD   | 287,535        | 07/17/2024       | (19,493)                           |
| KZT                                                                         | 258,549,692    | USD   | 565,630        | 07/17/2024       | (21,593)                           |
| MXN                                                                         | 43,700,460     | USD   | 2,530,000      | 07/17/2024       | (146,871)                          |
| PEN                                                                         | 5,308,301      | USD   | 1,430,000      | 07/17/2024       | (48,883)                           |
| PHP                                                                         | 85,064,193     | USD   | 1,480,000      | 07/17/2024       | (28,676)                           |
| RON                                                                         | 6,857,820      | USD   | 1,470,277      | 07/17/2024       | 5,036                              |
| TRY                                                                         | 62,080,638     | USD   | 1,775,000      | 07/17/2024       | 95,080                             |
| USD                                                                         | 2,446,845      | CNY   | 17,443,560     | 07/17/2024       | 42,357                             |
| USD                                                                         | 9,590,352      | COP   | 37,835,208,722 | 07/17/2024       | 502,638                            |
| USD                                                                         | 1,161,771      | CZK   | 27,093,000     | 07/17/2024       | 3,193                              |

**Note 5 - Forward foreign exchange contracts (continued)**

**Franklin K2 Alternative Strategies Fund (continued)**

| Purchases                                                        |             | Sales |                | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-------------|-------|----------------|---------------|------------------------------|
| USD                                                              | 5,737,814   | EUR   | 5,291,292      | 07/17/2024    | 67,041                       |
| USD                                                              | 2,088,909   | IDR   | 33,394,854,064 | 07/17/2024    | 49,986                       |
| USD                                                              | 2,101,865   | MXN   | 35,252,145     | 07/17/2024    | 179,450                      |
| USD                                                              | 3,765,833   | PEN   | 14,061,730     | 07/17/2024    | 107,244                      |
| USD                                                              | 1,410,098   | RON   | 6,457,481      | 07/17/2024    | 20,910                       |
| USD                                                              | 2,300,386   | TRY   | 78,362,217     | 07/17/2024    | (60,150)                     |
| USD                                                              | 2,830,152   | ZAR   | 53,401,882     | 07/17/2024    | (101,689)                    |
| ZAR                                                              | 76,969,551  | USD   | 4,187,528      | 07/17/2024    | 38,213                       |
| BRL                                                              | 14,020,460  | USD   | 2,696,297      | 08/02/2024    | (197,642)                    |
| USD                                                              | 2,630,000   | BRL   | 14,514,970     | 08/02/2024    | 43,217                       |
| USD                                                              | 348,785     | CNY   | 2,480,843      | 08/15/2024    | 5,691                        |
| KRW                                                              | 651,638,376 | USD   | 479,564        | 08/20/2024    | (4,815)                      |
| EUR                                                              | 388,985     | USD   | 419,547        | 09/16/2024    | (1,400)                      |
| USD                                                              | 48,670      | CAD   | 66,413         | 09/16/2024    | 35                           |
| USD                                                              | 1,023,365   | EUR   | 944,187        | 09/16/2024    | 8,393                        |
| USD                                                              | 173,764     | GBP   | 135,209        | 09/16/2024    | 2,749                        |
| USD                                                              | 601,204     | HKD   | 4,684,084      | 09/16/2024    | 70                           |
| AUD                                                              | 1,729,000   | USD   | 1,155,573      | 09/18/2024    | 217                          |
| CAD                                                              | 386,000     | USD   | 281,266        | 09/18/2024    | 1,421                        |
| CHF                                                              | 201,000     | USD   | 227,494        | 09/18/2024    | (1,616)                      |
| EUR                                                              | 4,001,000   | USD   | 4,328,523      | 09/18/2024    | (27,169)                     |
| GBP                                                              | 12,432,000  | USD   | 15,886,493     | 09/18/2024    | (161,962)                    |
| JPY                                                              | 30,246,000  | USD   | 194,428        | 09/18/2024    | (4,138)                      |
| MXN                                                              | 59,854,000  | USD   | 3,111,409      | 09/18/2024    | 119,934                      |
| NZD                                                              | 6,060,000   | USD   | 3,714,242      | 09/18/2024    | (23,139)                     |
| USD                                                              | 7,110,746   | AUD   | 10,635,000     | 09/18/2024    | 1,533                        |
| USD                                                              | 10,522,095  | CAD   | 14,379,000     | 09/18/2024    | (8,360)                      |
| USD                                                              | 8,468,332   | CHF   | 7,477,000      | 09/18/2024    | 65,882                       |
| USD                                                              | 21,530,518  | EUR   | 19,834,000     | 09/18/2024    | 207,580                      |
| USD                                                              | 7,699,314   | GBP   | 6,048,000      | 09/18/2024    | 49,542                       |
| USD                                                              | 7,337,884   | JPY   | 1,128,518,000  | 09/18/2024    | 237,929                      |
| USD                                                              | 143,733     | MXN   | 2,705,000      | 09/18/2024    | (2,301)                      |
| USD                                                              | 4,545,549   | NZD   | 7,349,000      | 09/18/2024    | 69,326                       |
| EUR                                                              | 1,000       | USD   | 1,072          | 09/20/2024    | 3                            |
| GBP                                                              | 1,000       | USD   | 1,262          | 09/20/2024    | 3                            |
| MXN                                                              | 29,000      | USD   | 1,580          | 09/20/2024    | (15)                         |
| PHP                                                              | 233,260,000 | USD   | 4,000,000      | 09/20/2024    | (21,989)                     |
| USD                                                              | 580,272     | AUD   | 877,000        | 09/20/2024    | (6,005)                      |
| USD                                                              | 132,660     | CAD   | 182,000        | 09/20/2024    | (634)                        |
| USD                                                              | 544,893     | EUR   | 506,000        | 09/20/2024    | 856                          |
| USD                                                              | 698,401     | GBP   | 550,000        | 09/20/2024    | 2,727                        |
| USD                                                              | 34,049      | JPY   | 5,301,000      | 09/20/2024    | 689                          |
| USD                                                              | 81,265      | MXN   | 1,506,000      | 09/20/2024    | (16)                         |
| USD                                                              | 4,000,000   | PHP   | 233,260,000    | 09/20/2024    | 21,988                       |
| USD                                                              | 68,204      | SEK   | 720,000        | 09/20/2024    | (12)                         |
| USD                                                              | 45,357      | CAD   | 62,000         | 09/26/2024    | (58)                         |
| USD                                                              | 1,078,455   | EUR   | 1,004,000      | 09/26/2024    | (1,321)                      |
| USD                                                              | 854,000     | HKD   | 6,649,000      | 09/26/2024    | 499                          |
| TRY                                                              | 27,755,700  | USD   | 700,000        | 11/04/2024    | 44,215                       |
| RSD                                                              | 36,492,979  | EUR   | 308,218        | 11/07/2024    | 1,945                        |
| TRY                                                              | 18,940,800  | USD   | 480,000        | 11/08/2024    | 25,814                       |
| USD                                                              | 732,769     | GEL   | 2,041,161      | 11/08/2024    | 11,858                       |
| TRY                                                              | 38,392,750  | USD   | 993,961        | 11/12/2024    | 27,170                       |
| TRY                                                              | 17,388,000  | USD   | 450,000        | 11/14/2024    | 11,529                       |
| RSD                                                              | 41,493,213  | EUR   | 348,682        | 01/17/2025    | 2,601                        |
| RSD                                                              | 41,008,544  | EUR   | 347,206        | 02/03/2025    | (729)                        |
| RSD                                                              | 19,370,848  | EUR   | 162,330        | 03/28/2025    | 753                          |
| EUR                                                              | 1,530,000   | USD   | 1,690,180      | 03/31/2025    | (29,184)                     |
| USD                                                              | 4,578,845   | EUR   | 3,910,000      | 03/31/2025    | 334,078                      |
| RSD                                                              | 16,958,116  | EUR   | 142,087        | 05/05/2025    | 299                          |
|                                                                  |             |       |                |               | <u>1,218,241</u>             |
| Forward foreign exchange contracts used for share class hedging: |             |       |                |               |                              |
| BRL                                                              | 13,840,536  | USD   | 2,657,527      | 07/02/2024    | (181,626)                    |



**Note 5 - Forward foreign exchange contracts (continued)**

**Franklin K2 Alternative Strategies Fund (continued)**

| Purchases |             | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|-----------|-------------|-------|-------------|---------------|------------------------------|
| USD       | 2,514,262   | BRL   | 13,840,536  | 07/02/2024    | 38,361                       |
| CAD       | 5,587,397   | USD   | 4,064,402   | 07/16/2024    | 21,153                       |
| CHF       | 22,352,347  | USD   | 25,082,366  | 07/16/2024    | (160,847)                    |
| CZK       | 110,354,805 | USD   | 4,817,764   | 07/16/2024    | (98,758)                     |
| EUR       | 252,316,865 | USD   | 272,146,121 | 07/16/2024    | (1,746,969)                  |
| GBP       | 22,616,709  | USD   | 28,877,891  | 07/16/2024    | (285,691)                    |
| HUF       | 530,026,646 | USD   | 1,439,324   | 07/16/2024    | (2,987)                      |
| JPY       | 4,265,179   | USD   | 27,294      | 07/16/2024    | (727)                        |
| NOK       | 408,248     | USD   | 38,426      | 07/16/2024    | (176)                        |
| PLN       | 18,127,641  | USD   | 4,490,474   | 07/16/2024    | 11,939                       |
| SEK       | 569,312     | USD   | 54,506      | 07/16/2024    | (755)                        |
| SGD       | 905,715     | USD   | 672,032     | 07/16/2024    | (3,643)                      |
| USD       | 166,191     | CHF   | 147,845     | 07/16/2024    | 1,353                        |
| USD       | 99,488      | CZK   | 2,306,578   | 07/16/2024    | 854                          |
| USD       | 2,424,183   | EUR   | 2,262,028   | 07/16/2024    | 48                           |
| USD       | 373,862     | GBP   | 293,163     | 07/16/2024    | 3,243                        |
| USD       | 25,884      | JPY   | 4,118,285   | 07/16/2024    | 231                          |
| USD       | 33,630      | NOK   | 355,452     | 07/16/2024    | 326                          |
| USD       | 72,217      | PLN   | 291,546     | 07/16/2024    | (195)                        |
| USD       | 146,679     | SGD   | 198,989     | 07/16/2024    | (168)                        |
| BRL       | 13,840,536  | USD   | 2,505,886   | 08/02/2024    | (39,297)                     |
|           |             |       |             |               | (2,444,331)                  |
|           |             |       |             |               | <b>(1,226,090)</b>           |

The above contracts were opened with the below counterparties:

|                |                    |
|----------------|--------------------|
| Barclays       | (1,506)            |
| BNP Paribas    | 2,601              |
| Citibank       | (18,895)           |
| Goldman Sachs  | 299                |
| J.P. Morgan    | (1,692,265)        |
| Morgan Stanley | 483,676            |
|                | <b>(1,226,090)</b> |

**Franklin MENA Fund**

| Purchases                                                        |           | Sales |           | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-----------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |           |       |           |               |                              |
| EUR                                                              | 5,202,582 | USD   | 5,611,404 | 07/16/2024    | (35,253)                     |
| USD                                                              | 40,477    | EUR   | 37,739    | 07/16/2024    | 29                           |
|                                                                  |           |       |           |               | <b>(35,224)</b>              |

The above contracts were opened with the below counterparties:

|             |                 |
|-------------|-----------------|
| J.P. Morgan | (35,224)        |
|             | <b>(35,224)</b> |

**Franklin Mutual European Fund**

| Purchases                                                        |             | Sales |            | Maturity Date | Unrealised profit/(loss) EUR |
|------------------------------------------------------------------|-------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |             |       |            |               |                              |
| CNH                                                              | 312,145     | EUR   | 39,923     | 07/16/2024    | 19                           |
| CZK                                                              | 494,327,492 | EUR   | 20,009,355 | 07/16/2024    | (285,648)                    |
| EUR                                                              | 38,812      | CNH   | 302,327    | 07/16/2024    | 126                          |
| EUR                                                              | 94,706      | CZK   | 2,359,193  | 07/16/2024    | 573                          |
| EUR                                                              | 158,124     | USD   | 169,939    | 07/16/2024    | (430)                        |

## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Mutual European Fund (continued)

| Purchases |            | Sales |            | Maturity Date | Unrealised profit/(loss) EUR |
|-----------|------------|-------|------------|---------------|------------------------------|
| USD       | 15,092,123 | EUR   | 13,994,838 | 07/16/2024    | 86,209                       |
|           |            |       |            |               | <b>(199,151)</b>             |

The above contracts were opened with the below counterparties:

|             |                  |
|-------------|------------------|
| J.P. Morgan | (199,151)        |
|             | <b>(199,151)</b> |

### Franklin Mutual Global Discovery Fund

| Purchases                                                        |            | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |             |               |                              |
| EUR                                                              | 4,330,067  | GBP   | 3,657,223   | 07/16/2024    | 17,486                       |
| EUR                                                              | 1,767,240  | JPY   | 297,898,895 | 07/16/2024    | 38,252                       |
| EUR                                                              | 14,646,992 | USD   | 15,796,156  | 07/16/2024    | (97,442)                     |
| GBP                                                              | 27,050     | EUR   | 31,975      | 07/16/2024    | (74)                         |
| JPY                                                              | 11,467,375 | EUR   | 67,243      | 07/16/2024    | (631)                        |
| USD                                                              | 109,957    | EUR   | 102,660     | 07/16/2024    | (75)                         |
|                                                                  |            |       |             |               | <b>(42,484)</b>              |

The above contracts were opened with the below counterparties:

|             |                 |
|-------------|-----------------|
| J.P. Morgan | (42,484)        |
|             | <b>(42,484)</b> |

### Franklin Mutual U.S. Value Fund

| Purchases                                                        |           | Sales |           | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-----------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |           |       |           |               |                              |
| EUR                                                              | 2,951,372 | USD   | 3,183,211 | 07/16/2024    | (19,917)                     |
| USD                                                              | 56,687    | EUR   | 52,986    | 07/16/2024    | (103)                        |
|                                                                  |           |       |           |               | <b>(20,020)</b>              |

The above contracts were opened with the below counterparties:

|             |                 |
|-------------|-----------------|
| J.P. Morgan | (20,020)        |
|             | <b>(20,020)</b> |

### Franklin Natural Resources Fund

| Purchases                                                        |            | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |            |               |                              |
| EUR                                                              | 2,284,963  | USD   | 2,464,538  | 07/16/2024    | (15,504)                     |
| PLN                                                              | 93,459,014 | USD   | 23,151,234 | 07/16/2024    | 64,226                       |
| USD                                                              | 123,291    | EUR   | 114,754    | 07/16/2024    | 297                          |
| USD                                                              | 193,208    | PLN   | 781,000    | 07/16/2024    | (795)                        |
|                                                                  |            |       |            |               | <b>48,224</b>                |

The above contracts were opened with the below counterparties:

|             |               |
|-------------|---------------|
| J.P. Morgan | 48,224        |
|             | <b>48,224</b> |

**Note 5 - Forward foreign exchange contracts (continued)****Franklin NextStep Balanced Growth Fund**

| Purchases                                                        |           | Sales |         | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-----------|-------|---------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |           |       |         |               |                              |
| SGD                                                              | 1,295,454 | USD   | 961,219 | 07/16/2024    | (5,174)                      |
|                                                                  |           |       |         |               | <b>(5,174)</b>               |

The above contracts were opened with the below counterparties:

|             |                |
|-------------|----------------|
| J.P. Morgan | (5,174)        |
|             | <b>(5,174)</b> |

**Franklin NextStep Conservative Fund**

| Purchases                                                        |            | Sales |           | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|------------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |           |               |                              |
| EUR                                                              | 1,397,103  | USD   | 1,506,902 | 07/16/2024    | (9,480)                      |
| GBP                                                              | 261,708    | USD   | 334,159   | 07/16/2024    | (3,305)                      |
| PLN                                                              | 30,934,089 | USD   | 7,660,064 | 07/16/2024    | 24,044                       |
| USD                                                              | 14,369     | PLN   | 57,864    | 07/16/2024    | (4)                          |
|                                                                  |            |       |           |               | <b>11,255</b>                |

The above contracts were opened with the below counterparties:

|             |               |
|-------------|---------------|
| J.P. Morgan | 11,255        |
|             | <b>11,255</b> |

**Franklin NextStep Growth Fund**

| Purchases                                                        |           | Sales |           | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-----------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |           |       |           |               |                              |
| GBP                                                              | 668,481   | USD   | 853,543   | 07/16/2024    | (8,442)                      |
| PLN                                                              | 4,100,199 | USD   | 1,015,677 | 07/16/2024    | 2,823                        |
| USD                                                              | 7,995     | GBP   | 6,300     | 07/16/2024    | 31                           |
|                                                                  |           |       |           |               | <b>(5,588)</b>               |

The above contracts were opened with the below counterparties:

|             |                |
|-------------|----------------|
| J.P. Morgan | (5,588)        |
|             | <b>(5,588)</b> |

**Franklin NextStep Moderate Fund**

| Purchases                                                        |            | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |            |               |                              |
| EUR                                                              | 538,065    | USD   | 580,351    | 07/16/2024    | (3,651)                      |
| GBP                                                              | 711,351    | USD   | 908,281    | 07/16/2024    | (8,983)                      |
| PLN                                                              | 52,132,349 | USD   | 12,913,925 | 07/16/2024    | 35,885                       |
| USD                                                              | 486,026    | PLN   | 1,963,726  | 07/16/2024    | (1,769)                      |
|                                                                  |            |       |            |               | <b>21,482</b>                |

The above contracts were opened with the below counterparties:

|             |               |
|-------------|---------------|
| J.P. Morgan | 21,482        |
|             | <b>21,482</b> |

## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Sealand China A-Shares Fund

| Purchases                                                        |        | Sales |        | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|--------|-------|--------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |        |       |        |               |                              |
| SGD                                                              | 35,245 | USD   | 26,152 | 07/16/2024    | (141)                        |
| USD                                                              | 1,726  | SGD   | 2,335  | 07/16/2024    | 3                            |
|                                                                  |        |       |        |               | <b>(138)</b>                 |

The above contracts were opened with the below counterparties:

|             |              |
|-------------|--------------|
| J.P. Morgan | (138)        |
|             | <b>(138)</b> |

### Franklin Strategic Income Fund

| Purchases                                                                   |             | Sales |                | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|-------------|-------|----------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |             |       |                |               |                              |
| USD                                                                         | 588,466     | EUR   | 550,000        | 07/22/2024    | (1,193)                      |
| USD                                                                         | 2,777,695   | COP   | 11,200,000,000 | 08/20/2024    | 94,836                       |
| USD                                                                         | 1,527,766   | EUR   | 1,400,000      | 08/20/2024    | 24,649                       |
| USD                                                                         | 714,881     | EUR   | 664,000        | 08/23/2024    | 1,864                        |
| JPY                                                                         | 198,000,000 | USD   | 1,342,283      | 10/04/2024    | (93,501)                     |
|                                                                             |             |       |                |               | <b>26,655</b>                |
| Forward foreign exchange contracts used for share class hedging:            |             |       |                |               |                              |
| AUD                                                                         | 4,550,663   | USD   | 3,024,160      | 07/16/2024    | 12,893                       |
| CNH                                                                         | 7,155       | USD   | 983            | 07/16/2024    | (2)                          |
| EUR                                                                         | 57,402,653  | USD   | 61,912,412     | 07/16/2024    | (387,982)                    |
| JPY                                                                         | 157,745     | USD   | 991            | 07/16/2024    | (9)                          |
| PLN                                                                         | 4,175,768   | USD   | 1,034,397      | 07/16/2024    | 2,874                        |
| SGD                                                                         | 663,887     | USD   | 492,594        | 07/16/2024    | (2,645)                      |
| USD                                                                         | 89,308      | AUD   | 134,412        | 07/16/2024    | (396)                        |
| USD                                                                         | 610,018     | EUR   | 568,410        | 07/16/2024    | 794                          |
| USD                                                                         | 53,842      | PLN   | 217,526        | 07/16/2024    | (192)                        |
| USD                                                                         | 24,578      | SGD   | 33,275         | 07/16/2024    | 21                           |
|                                                                             |             |       |                |               | <b>(374,644)</b>             |
|                                                                             |             |       |                |               | <b>(347,989)</b>             |

The above contracts were opened with the below counterparties:

|             |                  |
|-------------|------------------|
| J.P. Morgan | (347,989)        |
|             | <b>(347,989)</b> |

### Franklin Technology Fund

| Purchases                                                        |             | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |             |       |             |               |                              |
| CHF                                                              | 11,258,695  | USD   | 12,632,768  | 07/16/2024    | (79,004)                     |
| CNH                                                              | 234,768,750 | USD   | 32,385,018  | 07/16/2024    | (186,977)                    |
| EUR                                                              | 224,153,708 | USD   | 241,721,115 | 07/16/2024    | (1,472,130)                  |
| PLN                                                              | 69,103,863  | USD   | 17,116,291  | 07/16/2024    | 49,286                       |
| SGD                                                              | 317,247,332 | USD   | 235,368,248 | 07/16/2024    | (1,239,725)                  |
| USD                                                              | 250,758     | CHF   | 222,916     | 07/16/2024    | 2,201                        |
| USD                                                              | 3,590,466   | CNH   | 26,083,031  | 07/16/2024    | 13,233                       |
| USD                                                              | 4,840,319   | EUR   | 4,522,107   | 07/16/2024    | (6,496)                      |
| USD                                                              | 873,063     | PLN   | 3,544,981   | 07/16/2024    | (7,519)                      |
| USD                                                              | 1,035,348   | SGD   | 1,397,649   | 07/16/2024    | 3,883                        |
|                                                                  |             |       |             |               | <b>(2,923,248)</b>           |

## Note 5 - Forward foreign exchange contracts (continued)

### Franklin Technology Fund (continued)

|                                                                | Unrealised<br>profit/(loss)<br>USD |
|----------------------------------------------------------------|------------------------------------|
| The above contracts were opened with the below counterparties: |                                    |
| J.P. Morgan                                                    | (2,923,248)                        |
|                                                                | <b>(2,923,248)</b>                 |

### Franklin U.S. Government Fund

| Purchases                                                        | Sales          | Maturity<br>Date | Unrealised<br>profit/(loss)<br>USD |
|------------------------------------------------------------------|----------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for share class hedging: |                |                  |                                    |
| AUD 1,821,421                                                    | USD 1,210,412  | 07/16/2024       | 5,180                              |
| CNH 982,671                                                      | USD 135,557    | 07/16/2024       | (786)                              |
| EUR 89,321,692                                                   | USD 96,326,312 | 07/16/2024       | (590,907)                          |
| JPY 1,118,768,183                                                | USD 7,157,700  | 07/16/2024       | (187,871)                          |
| PLN 45,964,154                                                   | USD 11,384,123 | 07/16/2024       | 33,491                             |
| USD 24,186                                                       | AUD 36,390     | 07/16/2024       | (100)                              |
| USD 23,544                                                       | CNH 171,386    | 07/16/2024       | 39                                 |
| USD 209,452                                                      | EUR 195,446    | 07/16/2024       | (28)                               |
| USD 93,810                                                       | JPY 14,925,751 | 07/16/2024       | 824                                |
| USD 35,922                                                       | PLN 146,461    | 07/16/2024       | (459)                              |
|                                                                  |                |                  | <b>(740,617)</b>                   |

|                                                                |                  |
|----------------------------------------------------------------|------------------|
| The above contracts were opened with the below counterparties: |                  |
| J.P. Morgan                                                    | (740,617)        |
|                                                                | <b>(740,617)</b> |

### Franklin U.S. Low Duration Fund

| Purchases                                                        | Sales           | Maturity<br>Date | Unrealised<br>profit/(loss)<br>USD |
|------------------------------------------------------------------|-----------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for share class hedging: |                 |                  |                                    |
| EUR 107,473,686                                                  | USD 115,909,152 | 07/16/2024       | (718,356)                          |
| USD 688,546                                                      | EUR 641,879     | 07/16/2024       | 576                                |
|                                                                  |                 |                  | <b>(717,780)</b>                   |

|                                                                |                  |
|----------------------------------------------------------------|------------------|
| The above contracts were opened with the below counterparties: |                  |
| J.P. Morgan                                                    | (717,780)        |
|                                                                | <b>(717,780)</b> |

### Franklin U.S. Opportunities Fund

| Purchases                                                        | Sales           | Maturity<br>Date | Unrealised<br>profit/(loss)<br>USD |
|------------------------------------------------------------------|-----------------|------------------|------------------------------------|
| Forward foreign exchange contracts used for share class hedging: |                 |                  |                                    |
| CHF 6,650,677                                                    | USD 7,460,762   | 07/16/2024       | (45,069)                           |
| CNH 82,224,380                                                   | USD 11,341,597  | 07/16/2024       | (64,696)                           |
| EUR 299,573,074                                                  | USD 323,074,175 | 07/16/2024       | (1,990,362)                        |
| NOK 12,247,620                                                   | USD 1,152,796   | 07/16/2024       | (5,164)                            |
| PLN 347,584,064                                                  | USD 86,101,510  | 07/16/2024       | 239,266                            |
| SEK 28,936,780                                                   | USD 2,770,258   | 07/16/2024       | (37,690)                           |
| SGD 708,758,368                                                  | USD 525,835,860 | 07/16/2024       | (2,772,201)                        |
| USD 3,651                                                        | CHF 3,242       | 07/16/2024       | 36                                 |
| USD 991,905                                                      | CNH 7,209,217   | 07/16/2024       | 3,176                              |
| USD 7,332,798                                                    | EUR 6,819,405   | 07/16/2024       | 23,728                             |
| USD 28                                                           | NOK 295         | 07/16/2024       | —                                  |
| USD 2,072,447                                                    | PLN 8,397,302   | 07/16/2024       | (13,463)                           |
| USD 5,913                                                        | SEK 61,866      | 07/16/2024       | 71                                 |

## Note 5 - Forward foreign exchange contracts (continued)

### Franklin U.S. Opportunities Fund (continued)

| Purchases |         | Sales |         | Maturity Date | Unrealised profit/(loss) USD |
|-----------|---------|-------|---------|---------------|------------------------------|
| USD       | 605,632 | SGD   | 819,755 | 07/16/2024    | 652                          |
|           |         |       |         |               | <b>(4,661,716)</b>           |

The above contracts were opened with the below counterparties:

|             |                    |
|-------------|--------------------|
| J.P. Morgan | (4,661,716)        |
|             | <b>(4,661,716)</b> |

### Templeton Asian Bond Fund

| Purchases                                                                   |               | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|---------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |               |       |             |               |                              |
| THB                                                                         | 144,750,000   | USD   | 3,967,232   | 07/11/2024    | (24,227)                     |
| USD                                                                         | 942,347       | THB   | 34,750,000  | 07/11/2024    | (4,246)                      |
| JPY                                                                         | 1,860,160,760 | USD   | 12,342,319  | 07/16/2024    | (753,678)                    |
| USD                                                                         | 4,505,750     | JPY   | 717,000,000 | 07/16/2024    | 38,902                       |
| SGD                                                                         | 22,215,000    | USD   | 16,755,888  | 09/18/2024    | (310,923)                    |
| THB                                                                         | 342,530,000   | USD   | 9,680,364   | 09/18/2024    | (310,353)                    |
| THB                                                                         | 13,100,000    | USD   | 358,247     | 09/26/2024    | 294                          |
| JPY                                                                         | 284,439,240   | USD   | 1,848,748   | 11/21/2024    | (41,030)                     |
| AUD                                                                         | 3,460,000     | USD   | 2,292,587   | 12/12/2024    | 24,125                       |
|                                                                             |               |       |             |               | <b>(1,381,136)</b>           |

Forward foreign exchange contracts used for share class hedging:

|     |           |     |           |            |                    |
|-----|-----------|-----|-----------|------------|--------------------|
| AUD | 1,392,914 | USD | 925,650   | 07/16/2024 | 3,963              |
| CHF | 1,727,053 | USD | 1,937,465 | 07/16/2024 | (11,752)           |
| EUR | 7,244,245 | USD | 7,813,567 | 07/16/2024 | (49,151)           |
| SGD | 428,962   | USD | 318,286   | 07/16/2024 | (1,712)            |
| USD | 11,459    | AUD | 17,188    | 07/16/2024 | (12)               |
| USD | 37,002    | CHF | 32,941    | 07/16/2024 | 272                |
| USD | 92,817    | EUR | 86,619    | 07/16/2024 | (23)               |
| USD | 105       | SGD | 141       | 07/16/2024 | 1                  |
|     |           |     |           |            | <b>(58,414)</b>    |
|     |           |     |           |            | <b>(1,439,550)</b> |

The above contracts were opened with the below counterparties:

|                 |                    |
|-----------------|--------------------|
| Bank of America | (325,407)          |
| BNP Paribas     | (349,918)          |
| Citibank        | (73,761)           |
| Deutsche Bank   | (67,924)           |
| HSBC            | (310,059)          |
| J.P. Morgan     | (118,919)          |
| Morgan Stanley  | (193,562)          |
|                 | <b>(1,439,550)</b> |

### Templeton Asian Growth Fund

| Purchases                                                        |             | Sales |               | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-------------|-------|---------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |             |       |               |               |                              |
| CHF                                                              | 4,678,898   | USD   | 5,248,940     | 07/16/2024    | (31,837)                     |
| CNH                                                              | 13,596,089  | USD   | 1,875,559     | 07/16/2024    | (10,884)                     |
| CZK                                                              | 145,212,749 | USD   | 6,337,725     | 07/16/2024    | (127,688)                    |
| EUR                                                              | 7,352,024   | HKD   | 61,875,498    | 07/16/2024    | (47,207)                     |
| EUR                                                              | 9,804,297   | INR   | 883,459,246   | 07/16/2024    | (84,165)                     |
| EUR                                                              | 5,002,078   | KRW   | 7,409,346,097 | 07/16/2024    | (11,866)                     |
| EUR                                                              | 4,378,591   | TWD   | 152,493,401   | 07/16/2024    | 451                          |
| EUR                                                              | 47,753,723  | USD   | 51,501,472    | 07/16/2024    | (318,812)                    |
| HKD                                                              | 4,399,767   | EUR   | 526,611       | 07/16/2024    | (750)                        |
| PLN                                                              | 48,120,516  | USD   | 11,919,711    | 07/16/2024    | 33,548                       |

**Note 5 - Forward foreign exchange contracts (continued)****Templeton Asian Growth Fund (continued)**

| Purchases |           | Sales |         | Maturity Date | Unrealised profit/(loss) USD |
|-----------|-----------|-------|---------|---------------|------------------------------|
| SGD       | 713,289   | USD   | 529,254 | 07/16/2024    | (2,846)                      |
| TWD       | 7,506,457 | EUR   | 215,790 | 07/16/2024    | (295)                        |
| USD       | 17,765    | CHF   | 15,838  | 07/16/2024    | 106                          |
| USD       | 2,579     | CNH   | 18,809  | 07/16/2024    | (1)                          |
| USD       | 16,552    | CZK   | 385,431 | 07/16/2024    | 68                           |
| USD       | 554,115   | EUR   | 516,980 | 07/16/2024    | 14                           |
| USD       | 15,299    | PLN   | 61,803  | 07/16/2024    | (53)                         |
| USD       | 2,443     | SGD   | 3,306   | 07/16/2024    | 4                            |
|           |           |       |         |               | <b>(602,213)</b>             |

The above contracts were opened with the below counterparties:

|             |                  |
|-------------|------------------|
| J.P. Morgan | (602,213)        |
|             | <b>(602,213)</b> |

**Templeton Asian Smaller Companies Fund**

| Purchases                                                        |         | Sales |         | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|---------|-------|---------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |         |       |         |               |                              |
| EUR                                                              | 642,648 | USD   | 693,153 | 07/16/2024    | (4,361)                      |
|                                                                  |         |       |         |               | <b>(4,361)</b>               |

The above contracts were opened with the below counterparties:

|             |                |
|-------------|----------------|
| J.P. Morgan | (4,361)        |
|             | <b>(4,361)</b> |

**Templeton BRIC Fund**

| Purchases                                                        |           | Sales |           | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-----------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |           |       |           |               |                              |
| EUR                                                              | 4,106,480 | USD   | 4,428,854 | 07/16/2024    | (27,509)                     |
| USD                                                              | 68,880    | EUR   | 64,318    | 07/16/2024    | (57)                         |
|                                                                  |           |       |           |               | <b>(27,566)</b>              |

The above contracts were opened with the below counterparties:

|             |                 |
|-------------|-----------------|
| J.P. Morgan | (27,566)        |
|             | <b>(27,566)</b> |

**Templeton Emerging Markets Bond Fund**

| Purchases                                                                   |                | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|----------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |                |       |             |               |                              |
| INR                                                                         | 2,508,729,100  | USD   | 30,002,620  | 07/05/2024    | 88,911                       |
| CLP                                                                         | 13,524,600,000 | USD   | 14,981,888  | 07/08/2024    | (608,160)                    |
| THB                                                                         | 638,000,000    | USD   | 17,485,967  | 07/11/2024    | (106,784)                    |
| HUF                                                                         | 9,887,118,926  | USD   | 27,314,604  | 07/15/2024    | (519,473)                    |
| INR                                                                         | 1,544,421,500  | USD   | 18,508,634  | 07/15/2024    | 9,293                        |
| CLP                                                                         | 23,420,200,000 | USD   | 25,246,168  | 07/18/2024    | (350,027)                    |
| CLP                                                                         | 16,328,200,000 | USD   | 17,450,251  | 07/24/2024    | (90,746)                     |
| HUF                                                                         | 3,080,440,000  | USD   | 8,446,736   | 08/06/2024    | (105,705)                    |
| INR                                                                         | 2,196,329,671  | USD   | 26,235,483  | 08/06/2024    | 77,588                       |
| HUF                                                                         | 24,741,733,940 | USD   | 69,517,912  | 08/22/2024    | (2,562,970)                  |
| INR                                                                         | 9,554,417,850  | USD   | 114,082,601 | 09/18/2024    | 221,132                      |
| THB                                                                         | 3,012,840,000  | USD   | 84,671,960  | 09/18/2024    | (2,254,817)                  |

## Note 5 - Forward foreign exchange contracts (continued)

### Templeton Emerging Markets Bond Fund (continued)

| Purchases                                                        |               | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|---------------|-------|------------|---------------|------------------------------|
| INR                                                              | 1,074,402,700 | USD   | 12,784,421 | 12/18/2024    | 23,226                       |
|                                                                  |               |       |            |               | (6,178,532)                  |
| Forward foreign exchange contracts used for share class hedging: |               |       |            |               |                              |
| AUD                                                              | 99,570,445    | USD   | 66,168,835 | 07/16/2024    | 283,184                      |
| CHF                                                              | 987,310       | USD   | 1,107,596  | 07/16/2024    | (6,718)                      |
| CNH                                                              | 7,155         | USD   | 983        | 07/16/2024    | (2)                          |
| CZK                                                              | 120,324,089   | USD   | 5,253,185  | 07/16/2024    | (107,515)                    |
| EUR                                                              | 15,850,761    | USD   | 17,096,365 | 07/16/2024    | (107,445)                    |
| GBP                                                              | 6,224,486     | USD   | 7,947,601  | 07/16/2024    | (78,538)                     |
| JPY                                                              | 157,745       | USD   | 991        | 07/16/2024    | (9)                          |
| NOK                                                              | 3,840,459     | USD   | 361,481    | 07/16/2024    | (1,620)                      |
| PLN                                                              | 20,280,073    | USD   | 5,023,650  | 07/16/2024    | 13,973                       |
| SEK                                                              | 6,647,584     | USD   | 636,438    | 07/16/2024    | (8,691)                      |
| SGD                                                              | 24,322,911    | USD   | 18,046,078 | 07/16/2024    | (95,769)                     |
| USD                                                              | 1,472,104     | AUD   | 2,210,403  | 07/16/2024    | (3,092)                      |
| USD                                                              | 17,371        | CHF   | 15,483     | 07/16/2024    | 107                          |
| USD                                                              | 51,885        | CZK   | 1,210,400  | 07/16/2024    | 122                          |
| USD                                                              | 299,956       | EUR   | 279,952    | 07/16/2024    | (98)                         |
| USD                                                              | 140,925       | GBP   | 110,723    | 07/16/2024    | 948                          |
| USD                                                              | 3,631         | NOK   | 38,353     | 07/16/2024    | 37                           |
| USD                                                              | 61,625        | PLN   | 249,774    | 07/16/2024    | (419)                        |
| USD                                                              | 48,214        | SEK   | 506,261    | 07/16/2024    | 406                          |
| USD                                                              | 2,584,531     | SGD   | 3,493,186  | 07/16/2024    | 6,559                        |
| USD                                                              | 265,813       | ZAR   | 4,873,625  | 07/16/2024    | (1,749)                      |
| ZAR                                                              | 129,060,374   | USD   | 6,991,986  | 07/16/2024    | 93,438                       |
|                                                                  |               |       |            |               | (12,891)                     |
|                                                                  |               |       |            |               | (6,191,423)                  |

The above contracts were opened with the below counterparties:

|               |             |
|---------------|-------------|
| BNP Paribas   | (2,173,686) |
| Citibank      | 221,132     |
| Deutsche Bank | (106,784)   |
| HSBC          | (2,860,408) |
| J.P. Morgan   | (1,271,677) |
|               | (6,191,423) |

### Templeton Emerging Markets Dynamic Income Fund

| Purchases                                                                   |               | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|---------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |               |       |            |               |                              |
| INR                                                                         | 14,000,000    | USD   | 167,430    | 07/05/2024    | 496                          |
| CLP                                                                         | 327,200,000   | USD   | 362,456    | 07/08/2024    | (14,713)                     |
| HUF                                                                         | 216,006,533   | USD   | 596,749    | 07/15/2024    | (11,349)                     |
| KRW                                                                         | 1,800,000,000 | USD   | 1,378,423  | 07/16/2024    | (73,097)                     |
| CLP                                                                         | 566,700,000   | USD   | 610,883    | 07/18/2024    | (8,469)                      |
| CLP                                                                         | 395,100,000   | USD   | 422,251    | 07/24/2024    | (2,196)                      |
| COP                                                                         | 1,024,000,000 | USD   | 263,070    | 07/30/2024    | (17,510)                     |
| HUF                                                                         | 90,700,000    | USD   | 248,704    | 08/06/2024    | (3,112)                      |
| HUF                                                                         | 600,043,700   | USD   | 1,685,986  | 08/22/2024    | (62,175)                     |
| INR                                                                         | 227,600,000   | USD   | 2,717,612  | 09/18/2024    | 5,268                        |
| THB                                                                         | 138,500,000   | USD   | 3,914,156  | 09/18/2024    | (125,446)                    |
| USD                                                                         | 1,362,459     | THB   | 49,430,000 | 09/18/2024    | 10,286                       |
| KRW                                                                         | 881,000,000   | USD   | 676,236    | 09/19/2024    | (35,068)                     |
|                                                                             |               |       |            |               | (337,085)                    |
| Forward foreign exchange contracts used for share class hedging:            |               |       |            |               |                              |
| EUR                                                                         | 15,176,300    | USD   | 16,368,999 | 07/16/2024    | (102,972)                    |
| SGD                                                                         | 228,093       | USD   | 169,234    | 07/16/2024    | (901)                        |



## Note 5 - Forward foreign exchange contracts (continued)

### Templeton Emerging Markets Dynamic Income Fund (continued)

| Purchases |         | Sales |         | Maturity Date | Unrealised profit/(loss) USD |
|-----------|---------|-------|---------|---------------|------------------------------|
| USD       | 170,232 | EUR   | 158,750 | 07/16/2024    | 84                           |
|           |         |       |         |               | (103,789)                    |
|           |         |       |         |               | <b>(440,874)</b>             |

The above contracts were opened with the below counterparties:

|               |                  |
|---------------|------------------|
| BNP Paribas   | (49,534)         |
| Citibank      | (78,503)         |
| Goldman Sachs | (17,510)         |
| HSBC          | (84,641)         |
| J.P. Morgan   | (210,686)        |
|               | <b>(440,874)</b> |

### Templeton Emerging Markets Fund

| Purchases                                                        |            | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |            |               |                              |
| EUR                                                              | 32,153,628 | USD   | 34,680,559 | 07/16/2024    | (218,151)                    |
| USD                                                              | 200,304    | EUR   | 186,954    | 07/16/2024    | (74)                         |
|                                                                  |            |       |            |               | <b>(218,225)</b>             |

The above contracts were opened with the below counterparties:

|             |                  |
|-------------|------------------|
| J.P. Morgan | (218,225)        |
|             | <b>(218,225)</b> |

### Templeton Emerging Markets Local Currency Bond Fund

| Purchases                                                                   |             | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|-------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |             |       |            |               |                              |
| CLP                                                                         | 54,800,000  | USD   | 60,705     | 07/08/2024    | (2,464)                      |
| USD                                                                         | 59,611      | CLP   | 54,800,000 | 07/08/2024    | 1,371                        |
| INR                                                                         | 131,600     | USD   | 1,577      | 07/15/2024    | 1                            |
| COP                                                                         | 659,520,000 | USD   | 169,472    | 07/30/2024    | (11,316)                     |
| INR                                                                         | 4,696,790   | USD   | 56,104     | 08/06/2024    | 166                          |
| MYR                                                                         | 700,000     | USD   | 147,679    | 08/14/2024    | 808                          |
| INR                                                                         | 11,465,200  | USD   | 136,898    | 09/18/2024    | 265                          |
| THB                                                                         | 20,760,000  | USD   | 585,186    | 09/18/2024    | (17,289)                     |
| USD                                                                         | 159,341     | THB   | 5,800,000  | 09/18/2024    | 680                          |
| KRW                                                                         | 459,000,000 | USD   | 345,821    | 09/19/2024    | (11,773)                     |
| THB                                                                         | 1,900,000   | USD   | 51,959     | 09/26/2024    | 43                           |
| UYU                                                                         | 17,290,000  | USD   | 434,848    | 10/25/2024    | (1,096)                      |
| INR                                                                         | 8,990,000   | USD   | 106,960    | 12/18/2024    | 207                          |
|                                                                             |             |       |            |               | <b>(40,397)</b>              |
| Forward foreign exchange contracts used for share class hedging:            |             |       |            |               |                              |
| EUR                                                                         | 370,101     | USD   | 399,187    | 07/16/2024    | (2,512)                      |
| GBP                                                                         | 90,305      | USD   | 115,305    | 07/16/2024    | (1,140)                      |
| NOK                                                                         | 697,642     | USD   | 65,665     | 07/16/2024    | (294)                        |
| SEK                                                                         | 635,347     | USD   | 60,828     | 07/16/2024    | (831)                        |
|                                                                             |             |       |            |               | <b>(4,777)</b>               |
|                                                                             |             |       |            |               | <b>(45,174)</b>              |

## Note 5 - Forward foreign exchange contracts (continued)

### Templeton Emerging Markets Local Currency Bond Fund (continued)

|                                                                | Unrealised<br>profit/(loss)<br>USD |
|----------------------------------------------------------------|------------------------------------|
| The above contracts were opened with the below counterparties: |                                    |
| Citibank                                                       | (12,554)                           |
| Deutsche Bank                                                  | (70)                               |
| Goldman Sachs                                                  | (560)                              |
| HSBC                                                           | (17,266)                           |
| J.P. Morgan                                                    | (4,776)                            |
| Morgan Stanley                                                 | (9,948)                            |
|                                                                | <b>(45,174)</b>                    |

### Templeton Emerging Markets Smaller Companies Fund

| Purchases                                                        | Sales   |     | Maturity Date | Unrealised profit/(loss) USD |         |
|------------------------------------------------------------------|---------|-----|---------------|------------------------------|---------|
| Forward foreign exchange contracts used for share class hedging: |         |     |               |                              |         |
| EUR                                                              | 157,876 | USD | 170,284       | 07/16/2024                   | (1,071) |
| USD                                                              | 39,252  | EUR | 36,679        | 07/16/2024                   | (60)    |
|                                                                  |         |     |               |                              | (1,131) |
| The above contracts were opened with the below counterparties:   |         |     |               |                              |         |
| J.P. Morgan                                                      |         |     |               |                              | (1,131) |
|                                                                  |         |     |               |                              | (1,131) |

### Templeton Emerging Markets Sustainability Fund

| Purchases                                                        | Sales   |     | Maturity Date | Unrealised profit/(loss) USD |                |
|------------------------------------------------------------------|---------|-----|---------------|------------------------------|----------------|
| Forward foreign exchange contracts used for share class hedging: |         |     |               |                              |                |
| CHF                                                              | 75,405  | USD | 84,591        | 07/16/2024                   | (513)          |
| EUR                                                              | 234,783 | USD | 253,212       | 07/16/2024                   | (1,571)        |
| GBP                                                              | 67,587  | USD | 86,298        | 07/16/2024                   | (853)          |
|                                                                  |         |     |               |                              | <u>(2,937)</u> |
| The above contracts were opened with the below counterparties:   |         |     |               |                              |                |
| J.P. Morgan                                                      |         |     |               |                              | (2,937)        |
|                                                                  |         |     |               |                              | <u>(2,937)</u> |

### Templeton Euroland Fund

| Purchases                                                        | Sales   |     | Maturity Date | Unrealised profit/(loss) EUR |              |
|------------------------------------------------------------------|---------|-----|---------------|------------------------------|--------------|
| Forward foreign exchange contracts used for share class hedging: |         |     |               |                              |              |
| EUR                                                              | 168,056 | USD | 180,159       | 07/16/2024                   | (34)         |
| USD                                                              | 607,695 | EUR | 563,582       | 07/16/2024                   | 3,402        |
|                                                                  |         |     |               |                              | <u>3,368</u> |
| The above contracts were opened with the below counterparties:   |         |     |               |                              |              |
| J.P. Morgan                                                      |         |     |               |                              | 3,368        |
|                                                                  |         |     |               |                              | <u>3,368</u> |

### Templeton European Opportunities Fund

| Purchases                                                        |         | Sales |        | Maturity Date | Unrealised profit/(loss) EUR |
|------------------------------------------------------------------|---------|-------|--------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |         |       |        |               |                              |
| EUR                                                              | 28      | NOK   | 317    | 07/16/2024    | —                            |
| NOK                                                              | 225,793 | EUR   | 19,705 | 07/16/2024    | 35                           |

## Note 5 - Forward foreign exchange contracts (continued)

### Templeton European Opportunities Fund (continued)

| Purchases |           | Sales |           | Maturity Date | Unrealised profit/(loss) EUR |
|-----------|-----------|-------|-----------|---------------|------------------------------|
| SGD       | 1,655,284 | EUR   | 1,138,688 | 07/16/2024    | 1,072                        |
| USD       | 1,958,968 | EUR   | 1,816,231 | 07/16/2024    | 11,499                       |
|           |           |       |           |               | <b>12,606</b>                |

The above contracts were opened with the below counterparties:

|             |               |
|-------------|---------------|
| J.P. Morgan | 12,606        |
|             | <b>12,606</b> |

### Templeton European Small-Mid Cap Fund

| Purchases                                                        |         | Sales |         | Maturity Date | Unrealised profit/(loss) EUR |
|------------------------------------------------------------------|---------|-------|---------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |         |       |         |               |                              |
| EUR                                                              | 74,470  | USD   | 79,708  | 07/16/2024    | 103                          |
| USD                                                              | 406,116 | EUR   | 376,532 | 07/16/2024    | 2,376                        |
|                                                                  |         |       |         |               | <b>2,479</b>                 |

The above contracts were opened with the below counterparties:

|             |              |
|-------------|--------------|
| J.P. Morgan | 2,479        |
|             | <b>2,479</b> |

### Templeton European Sustainability Improvers Fund

| Purchases                                                        |            | Sales |           | Maturity Date | Unrealised profit/(loss) EUR |
|------------------------------------------------------------------|------------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |           |               |                              |
| CHF                                                              | 26,908     | EUR   | 27,990    | 07/16/2024    | 3                            |
| EUR                                                              | 27,282     | CHF   | 26,046    | 07/16/2024    | 186                          |
| EUR                                                              | 208,389    | PLN   | 910,608   | 07/16/2024    | (2,655)                      |
| EUR                                                              | 31,176     | SGD   | 45,170    | 07/16/2024    | 74                           |
| EUR                                                              | 51,230     | USD   | 54,854    | 07/16/2024    | 50                           |
| PLN                                                              | 13,183,830 | EUR   | 3,028,409 | 07/16/2024    | 27,090                       |
| SGD                                                              | 46,809     | EUR   | 32,200    | 07/16/2024    | 30                           |
| USD                                                              | 320,524    | EUR   | 297,179   | 07/16/2024    | 1,873                        |
|                                                                  |            |       |           |               | <b>26,651</b>                |

The above contracts were opened with the below counterparties:

|             |               |
|-------------|---------------|
| J.P. Morgan | 26,651        |
|             | <b>26,651</b> |

### Templeton Frontier Markets Fund

| Purchases                                                        |            | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |            |               |                              |
| EUR                                                              | 32,798,851 | USD   | 35,376,444 | 07/16/2024    | (222,482)                    |
| PLN                                                              | 20,815,033 | USD   | 5,156,709  | 07/16/2024    | 13,798                       |
| USD                                                              | 501,330    | EUR   | 467,512    | 07/16/2024    | 248                          |
| USD                                                              | 209,223    | PLN   | 847,069    | 07/16/2024    | (1,191)                      |
|                                                                  |            |       |            |               | <b>(209,627)</b>             |

The above contracts were opened with the below counterparties:

|             |                  |
|-------------|------------------|
| J.P. Morgan | (209,627)        |
|             | <b>(209,627)</b> |

## Note 5 - Forward foreign exchange contracts (continued)

### Templeton Global Balanced Fund

| Purchases                                                        |           | Sales |           | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-----------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |           |       |           |               |                              |
| EUR                                                              | 8,940,497 | USD   | 9,643,084 | 07/16/2024    | (60,619)                     |
| GBP                                                              | 1,871,537 | USD   | 2,389,637 | 07/16/2024    | (23,619)                     |
| USD                                                              | 51,898    | EUR   | 48,331    | 07/16/2024    | 97                           |
|                                                                  |           |       |           |               | <b>(84,141)</b>              |

The above contracts were opened with the below counterparties:

|             |                 |
|-------------|-----------------|
| J.P. Morgan | (84,141)        |
|             | <b>(84,141)</b> |

### Templeton Global Bond (Euro) Fund

| Purchases                                                                   |             | Sales |                | Maturity Date | Unrealised profit/(loss) EUR |
|-----------------------------------------------------------------------------|-------------|-------|----------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |             |       |                |               |                              |
| BRL                                                                         | 20,100,000  | EUR   | 3,411,000      | 07/02/2024    | (54,188)                     |
| EUR                                                                         | 3,643,813   | BRL   | 20,100,000     | 07/02/2024    | 287,000                      |
| EUR                                                                         | 3,395,959   | BRL   | 20,100,000     | 07/31/2024    | 55,267                       |
| EUR                                                                         | 937,937     | AUD   | 1,535,000      | 08/06/2024    | (17,505)                     |
| EUR                                                                         | 2,214,746   | USD   | 2,420,000      | 09/04/2024    | (37,542)                     |
| EUR                                                                         | 2,964,523   | MYR   | 15,200,000     | 09/18/2024    | (38,673)                     |
| EUR                                                                         | 3,043,747   | KRW   | 4,377,000,000  | 09/19/2024    | 81,149                       |
| JPY                                                                         | 252,000,000 | EUR   | 1,563,644      | 10/07/2024    | (86,090)                     |
| EUR                                                                         | 2,726,978   | COP   | 11,756,000,000 | 11/06/2024    | 145,653                      |
| EUR                                                                         | 16,216,020  | USD   | 17,654,000     | 12/17/2024    | (126,627)                    |
| EUR                                                                         | 1,757,941   | IDR   | 31,356,400,000 | 12/18/2024    | (8,354)                      |
| EUR                                                                         | 4,186,899   | INR   | 383,700,000    | 12/18/2024    | (47,085)                     |
|                                                                             |             |       |                |               | <b>153,005</b>               |

The above contracts were opened with the below counterparties:

|                    |                |
|--------------------|----------------|
| Citibank           | 119,041        |
| Deutsche Bank      | (137,557)      |
| Goldman Sachs      | (38,673)       |
| J.P. Morgan        | 25,710         |
| Morgan Stanley     | 270,574        |
| Standard Chartered | (86,090)       |
|                    | <b>153,005</b> |

### Templeton Global Bond Fund

| Purchases                                                                   |                 | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|-----------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |                 |       |             |               |                              |
| INR                                                                         | 1,404,808,200   | USD   | 16,800,509  | 07/05/2024    | 49,787                       |
| CLP                                                                         | 13,849,600,000  | USD   | 15,341,907  | 07/08/2024    | (622,774)                    |
| INR                                                                         | 354,384,300     | USD   | 4,247,007   | 07/15/2024    | 2,132                        |
| JPY                                                                         | 42,041,807,800  | USD   | 278,887,541 | 07/16/2024    | (16,970,693)                 |
| CLP                                                                         | 23,982,900,000  | USD   | 25,852,739  | 07/18/2024    | (358,437)                    |
| THB                                                                         | 1,633,139,584   | USD   | 44,483,127  | 07/23/2024    | 27,035                       |
| CLP                                                                         | 16,720,500,000  | USD   | 17,869,509  | 07/24/2024    | (92,926)                     |
| JPY                                                                         | 22,395,951,714  | USD   | 143,602,455 | 07/26/2024    | (3,861,302)                  |
| MXN                                                                         | 180,142,000     | USD   | 7,929,608   | 09/03/2024    | 1,817,449                    |
| USD                                                                         | 7,658,610       | MXN   | 180,142,000 | 09/03/2024    | (2,088,447)                  |
| INR                                                                         | 2,133,811,300   | USD   | 25,478,344  | 09/18/2024    | 49,386                       |
| NZD                                                                         | 156,110,000     | USD   | 95,153,762  | 09/18/2024    | (60,917)                     |
| KRW                                                                         | 140,982,815,000 | USD   | 104,508,573 | 09/19/2024    | (1,905,087)                  |
| THB                                                                         | 188,646,540     | USD   | 5,305,767   | 09/23/2024    | (143,607)                    |
| JPY                                                                         | 13,044,900,000  | USD   | 88,322,897  | 10/07/2024    | (6,009,500)                  |
| NOK                                                                         | 622,930,000     | USD   | 58,432,647  | 10/10/2024    | 55,935                       |

**Note 5 - Forward foreign exchange contracts (continued)**

**Templeton Global Bond Fund (continued)**

| Purchases                                                        |               | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|---------------|-------|-------------|---------------|------------------------------|
| JPY                                                              | 3,371,584,760 | USD   | 22,259,019  | 11/21/2024    | (831,334)                    |
| INR                                                              | 653,212,300   | USD   | 7,772,636   | 12/18/2024    | 14,121                       |
|                                                                  |               |       |             |               | <u>(30,929,179)</u>          |
| Forward foreign exchange contracts used for share class hedging: |               |       |             |               |                              |
| AUD                                                              | 15,201,063    | USD   | 10,101,745  | 07/16/2024    | 43,247                       |
| CAD                                                              | 975,110       | USD   | 709,317     | 07/16/2024    | 3,602                        |
| CHF                                                              | 53,636,044    | USD   | 60,170,655  | 07/16/2024    | (364,950)                    |
| CNH                                                              | 11,125,088    | USD   | 1,534,236   | 07/16/2024    | (8,454)                      |
| CZK                                                              | 562,982,679   | USD   | 24,579,669  | 07/16/2024    | (503,663)                    |
| EUR                                                              | 320,759,547   | USD   | 345,967,968 | 07/16/2024    | (2,176,396)                  |
| GBP                                                              | 9,256,918     | USD   | 11,819,365  | 07/16/2024    | (116,670)                    |
| JPY                                                              | 598,619,136   | USD   | 3,831,038   | 07/16/2024    | (101,692)                    |
| NOK                                                              | 23,936,216    | USD   | 2,252,979   | 07/16/2024    | (10,096)                     |
| PLN                                                              | 21,799,121    | USD   | 5,399,944   | 07/16/2024    | 15,014                       |
| SEK                                                              | 19,435,965    | USD   | 1,860,752   | 07/16/2024    | (25,368)                     |
| SGD                                                              | 31,531,773    | USD   | 23,396,381  | 07/16/2024    | (125,933)                    |
| USD                                                              | 162,944       | AUD   | 244,347     | 07/16/2024    | (130)                        |
| USD                                                              | 88,598        | CAD   | 121,490     | 07/16/2024    | (225)                        |
| USD                                                              | 825,227       | CHF   | 738,404     | 07/16/2024    | 1,886                        |
| USD                                                              | 68,557        | CNH   | 499,186     | 07/16/2024    | 94                           |
| USD                                                              | 424,681       | CZK   | 9,911,347   | 07/16/2024    | 822                          |
| USD                                                              | 7,008,276     | EUR   | 6,543,227   | 07/16/2024    | (4,784)                      |
| USD                                                              | 193,274       | GBP   | 152,659     | 07/16/2024    | 281                          |
| USD                                                              | 75,358        | JPY   | 11,955,899  | 07/16/2024    | 873                          |
| USD                                                              | 117,440       | NOK   | 1,250,070   | 07/16/2024    | 306                          |
| USD                                                              | 182,619       | PLN   | 737,243     | 07/16/2024    | (514)                        |
| USD                                                              | 47,094        | SEK   | 495,565     | 07/16/2024    | 296                          |
| USD                                                              | 383,791       | SGD   | 520,358     | 07/16/2024    | (234)                        |
|                                                                  |               |       |             |               | <u>(3,372,688)</u>           |
|                                                                  |               |       |             |               | <u><b>(34,301,867)</b></u>   |

The above contracts were opened with the below counterparties:

|                 |                            |
|-----------------|----------------------------|
| Bank of America | (6,621,167)                |
| BNP Paribas     | (1,849,859)                |
| Citibank        | (7,022,051)                |
| Deutsche Bank   | (8,586,483)                |
| HSBC            | (1,482,572)                |
| J.P. Morgan     | (4,663,370)                |
| Morgan Stanley  | (4,076,365)                |
|                 | <u><b>(34,301,867)</b></u> |

**Templeton Global Climate Change Fund**

| Purchases                                                        |            | Sales |            | Maturity Date | Unrealised profit/(loss) EUR |
|------------------------------------------------------------------|------------|-------|------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |            |               |                              |
| CZK                                                              | 14,122,588 | EUR   | 571,474    | 07/16/2024    | (7,981)                      |
| EUR                                                              | 16,667     | CZK   | 412,801    | 07/16/2024    | 196                          |
| EUR                                                              | 238,714    | PLN   | 1,030,455  | 07/16/2024    | (106)                        |
| EUR                                                              | 2,012,343  | USD   | 2,156,413  | 07/16/2024    | 394                          |
| PLN                                                              | 34,558,841 | EUR   | 7,937,757  | 07/16/2024    | 71,637                       |
| USD                                                              | 60,958,518 | EUR   | 56,519,550 | 07/16/2024    | 355,133                      |
|                                                                  |            |       |            |               | <u><b>419,273</b></u>        |

The above contracts were opened with the below counterparties:

|             |                       |
|-------------|-----------------------|
| J.P. Morgan | 419,273               |
|             | <u><b>419,273</b></u> |

## Note 5 - Forward foreign exchange contracts (continued)

### Templeton Global Equity Income Fund

| Purchases                                                        |         | Sales |         | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|---------|-------|---------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |         |       |         |               |                              |
| CNH                                                              | 233,535 | USD   | 32,216  | 07/16/2024    | (187)                        |
| USD                                                              | 31,007  | CNH   | 225,690 | 07/16/2024    | 54                           |
|                                                                  |         |       |         |               | <u>(133)</u>                 |

The above contracts were opened with the below counterparties:

|             |              |
|-------------|--------------|
| J.P. Morgan | (133)        |
|             | <u>(133)</u> |

### Templeton Global High Yield Fund

| Purchases                                                                   |                | Sales |           | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|----------------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |                |       |           |               |                              |
| INR                                                                         | 33,697,400     | USD   | 402,997   | 07/05/2024    | 1,194                        |
| CLP                                                                         | 274,800,000    | USD   | 304,410   | 07/08/2024    | (12,357)                     |
| THB                                                                         | 54,504,000     | USD   | 1,493,817 | 07/11/2024    | (9,123)                      |
| HUF                                                                         | 177,564,541    | USD   | 490,548   | 07/15/2024    | (9,329)                      |
| CLP                                                                         | 475,600,000    | USD   | 512,680   | 07/18/2024    | (7,108)                      |
| CLP                                                                         | 331,600,000    | USD   | 354,387   | 07/24/2024    | (1,843)                      |
| COP                                                                         | 17,484,970,000 | USD   | 4,492,532 | 07/30/2024    | (299,547)                    |
| HUF                                                                         | 74,560,000     | USD   | 204,448   | 08/06/2024    | (2,559)                      |
| INR                                                                         | 33,791,690     | USD   | 403,647   | 08/06/2024    | 1,194                        |
| HUF                                                                         | 493,311,860    | USD   | 1,386,093 | 08/22/2024    | (51,116)                     |
| INR                                                                         | 25,558,200     | USD   | 305,173   | 09/18/2024    | 591                          |
| THB                                                                         | 24,470,000     | USD   | 691,556   | 09/18/2024    | (22,171)                     |
|                                                                             |                |       |           |               | <u>(412,174)</u>             |

The above contracts were opened with the below counterparties:

|                |                  |
|----------------|------------------|
| BNP Paribas    | (40,724)         |
| Citibank       | 591              |
| Deutsche Bank  | (9,123)          |
| Goldman Sachs  | (137,478)        |
| HSBC           | (35,469)         |
| J.P. Morgan    | (35,321)         |
| Morgan Stanley | (154,650)        |
|                | <u>(412,174)</u> |

### Templeton Global Income Fund

| Purchases                                                                   |                | Sales |           | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|----------------|-------|-----------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |                |       |           |               |                              |
| INR                                                                         | 72,994,100     | USD   | 872,958   | 07/05/2024    | 2,587                        |
| CLP                                                                         | 524,200,000    | USD   | 580,683   | 07/08/2024    | (23,572)                     |
| MYR                                                                         | 24,280,000     | USD   | 5,175,317 | 07/11/2024    | (27,868)                     |
| THB                                                                         | 112,060,000    | USD   | 3,071,281 | 07/11/2024    | (18,756)                     |
| JPY                                                                         | 1,166,988,710  | USD   | 7,741,754 | 07/16/2024    | (471,515)                    |
| CLP                                                                         | 907,900,000    | USD   | 978,685   | 07/18/2024    | (13,569)                     |
| CLP                                                                         | 632,900,000    | USD   | 676,392   | 07/24/2024    | (3,517)                      |
| INR                                                                         | 113,773,006    | USD   | 1,359,035 | 08/06/2024    | 4,019                        |
| NOK                                                                         | 8,313,000      | USD   | 781,209   | 08/12/2024    | (1,711)                      |
| MXN                                                                         | 4,382,000      | USD   | 192,889   | 09/03/2024    | 44,210                       |
| USD                                                                         | 186,298        | MXN   | 4,382,000 | 09/03/2024    | (50,802)                     |
| INR                                                                         | 101,791,860    | USD   | 1,215,425 | 09/18/2024    | 2,356                        |
| MYR                                                                         | 16,700,000     | USD   | 3,549,868 | 09/18/2024    | (2,260)                      |
| THB                                                                         | 43,200,000     | USD   | 1,220,891 | 09/18/2024    | (39,142)                     |
| KRW                                                                         | 12,823,920,000 | USD   | 9,490,956 | 09/19/2024    | (158,053)                    |
| JPY                                                                         | 462,100,000    | USD   | 3,128,503 | 10/07/2024    | (212,648)                    |

**Note 5 - Forward foreign exchange contracts (continued)**

**Templeton Global Income Fund (continued)**

| Purchases                                                        |             | Sales |           | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|-------------|-------|-----------|---------------|------------------------------|
| NOK                                                              | 34,705,000  | USD   | 3,168,712 | 10/10/2024    | 89,834                       |
| JPY                                                              | 330,311,290 | USD   | 2,155,429 | 11/21/2024    | (56,177)                     |
| AUD                                                              | 2,390,000   | USD   | 1,602,654 | 11/22/2024    | (2,957)                      |
| AUD                                                              | 3,070,000   | USD   | 2,032,801 | 12/12/2024    | 22,780                       |
|                                                                  |             |       |           |               | (916,761)                    |
| Forward foreign exchange contracts used for share class hedging: |             |       |           |               |                              |
| EUR                                                              | 6,260,679   | USD   | 6,752,657 | 07/16/2024    | (42,433)                     |
| SGD                                                              | 74,123      | USD   | 54,999    | 07/16/2024    | (296)                        |
| USD                                                              | 72,090      | EUR   | 67,159    | 07/16/2024    | 109                          |
| USD                                                              | 37,620      | SGD   | 50,932    | 07/16/2024    | 32                           |
|                                                                  |             |       |           |               | (42,588)                     |
|                                                                  |             |       |           |               | <b>(959,349)</b>             |

The above contracts were opened with the below counterparties:

|                 |                  |
|-----------------|------------------|
| Bank of America | (218,269)        |
| BNP Paribas     | (45,273)         |
| Citibank        | 2,356            |
| Deutsche Bank   | (237,103)        |
| Goldman Sachs   | (30,128)         |
| HSBC            | (232,520)        |
| J.P. Morgan     | (85,058)         |
| Morgan Stanley  | (113,354)        |
|                 | <b>(959,349)</b> |

**Templeton Global Total Return Fund**

| Purchases                                                                   |                 | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|-----------------------------------------------------------------------------|-----------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for efficient portfolio management: |                 |       |             |               |                              |
| INR                                                                         | 2,181,464,300   | USD   | 26,088,765  | 07/05/2024    | 77,312                       |
| USD                                                                         | 5,946,884       | INR   | 497,100,000 | 07/05/2024    | (15,697)                     |
| JPY                                                                         | 19,892,553,090  | USD   | 131,931,251 | 07/16/2024    | (8,002,356)                  |
| KRW                                                                         | 6,645,000,000   | USD   | 5,088,679   | 07/16/2024    | (269,851)                    |
| JPY                                                                         | 12,910,788,838  | USD   | 82,783,755  | 07/26/2024    | (2,225,958)                  |
| EUR                                                                         | 82,634,000      | USD   | 89,095,365  | 08/06/2024    | (438,587)                    |
| INR                                                                         | 5,046,259,451   | USD   | 60,278,315  | 08/06/2024    | 178,265                      |
| USD                                                                         | 6,788,232       | EUR   | 6,320,000   | 08/06/2024    | 7,599                        |
| NOK                                                                         | 1,065,091,000   | USD   | 100,091,249 | 08/12/2024    | (219,198)                    |
| USD                                                                         | 5,112,384       | NOK   | 54,170,000  | 08/12/2024    | 32,941                       |
| JPY                                                                         | 7,542,000,000   | USD   | 51,873,556  | 08/13/2024    | (4,679,936)                  |
| MXN                                                                         | 473,620,000     | USD   | 20,848,114  | 09/03/2024    | 4,778,343                    |
| USD                                                                         | 20,135,621      | MXN   | 473,620,000 | 09/03/2024    | (5,490,836)                  |
| INR                                                                         | 6,649,001,270   | USD   | 79,391,060  | 09/18/2024    | 153,888                      |
| KRW                                                                         | 101,242,710,000 | USD   | 73,775,931  | 09/19/2024    | (94,220)                     |
| AUD                                                                         | 50,120,000      | USD   | 33,184,803  | 09/25/2024    | 326,264                      |
| USD                                                                         | 13,394,640      | AUD   | 20,100,000  | 09/25/2024    | (44,555)                     |
| AUD                                                                         | 124,437,000     | USD   | 82,840,200  | 11/07/2024    | 426,582                      |
| JPY                                                                         | 6,426,584,720   | USD   | 41,704,737  | 11/21/2024    | (861,381)                    |
| AUD                                                                         | 128,930,000     | USD   | 86,441,821  | 11/22/2024    | (145,241)                    |
| AUD                                                                         | 55,590,000      | USD   | 36,808,919  | 12/12/2024    | 412,480                      |
|                                                                             |                 |       |             |               | (16,094,142)                 |
| Forward foreign exchange contracts used for share class hedging:            |                 |       |             |               |                              |
| AUD                                                                         | 41,791,441      | USD   | 27,772,190  | 07/16/2024    | 118,875                      |
| CHF                                                                         | 15,486,433      | USD   | 17,373,184  | 07/16/2024    | (105,374)                    |
| CNH                                                                         | 27,359,916      | USD   | 3,774,262   | 07/16/2024    | (21,907)                     |
| EUR                                                                         | 302,346,577     | USD   | 326,107,863 | 07/16/2024    | (2,051,397)                  |
| GBP                                                                         | 18,871,097      | USD   | 24,095,348  | 07/16/2024    | (238,305)                    |
| JPY                                                                         | 7,537,329       | USD   | 48,237      | 07/16/2024    | (1,281)                      |
| NOK                                                                         | 3,154,459       | USD   | 296,911     | 07/16/2024    | (1,331)                      |
| PLN                                                                         | 47,459,875      | USD   | 11,756,486  | 07/16/2024    | 32,669                       |
| SEK                                                                         | 26,913,000      | USD   | 2,576,648   | 07/16/2024    | (35,190)                     |

## Note 5 - Forward foreign exchange contracts (continued)

### Templeton Global Total Return Fund (continued)

| Purchases |            | Sales |            | Maturity Date | Unrealised profit/(loss) USD |
|-----------|------------|-------|------------|---------------|------------------------------|
| SGD       | 72,138,683 | USD   | 53,526,197 | 07/16/2024    | (287,852)                    |
| USD       | 478,465    | AUD   | 722,164    | 07/16/2024    | (3,499)                      |
| USD       | 524,623    | CHF   | 467,939    | 07/16/2024    | 2,857                        |
| USD       | 79,037     | CNH   | 575,517    | 07/16/2024    | 106                          |
| USD       | 5,018,250  | EUR   | 4,681,208  | 07/16/2024    | 913                          |
| USD       | 631,469    | GBP   | 497,457    | 07/16/2024    | 2,578                        |
| USD       | 45,639     | JPY   | 7,261,525  | 07/16/2024    | 401                          |
| USD       | 3,447      | NOK   | 36,760     | 07/16/2024    | 3                            |
| USD       | 303,260    | PLN   | 1,229,183  | 07/16/2024    | (2,072)                      |
| USD       | 28,087     | SEK   | 295,488    | 07/16/2024    | 183                          |
| USD       | 767,233    | SGD   | 1,036,855  | 07/16/2024    | 2,034                        |
|           |            |       |            |               | (2,587,589)                  |
|           |            |       |            |               | <b>(18,681,731)</b>          |

The above contracts were opened with the below counterparties:

|                 |                     |
|-----------------|---------------------|
| Bank of America | (1,624,518)         |
| Barclays        | (430,988)           |
| Citibank        | 347,271             |
| Deutsche Bank   | (113,846)           |
| Goldman Sachs   | (6,377,838)         |
| HSBC            | 239,880             |
| J.P. Morgan     | (7,699,534)         |
| Morgan Stanley  | (3,022,158)         |
|                 | <b>(18,681,731)</b> |

### Templeton Latin America Fund

| Purchases                                                        |            | Sales |             | Maturity Date | Unrealised profit/(loss) USD |
|------------------------------------------------------------------|------------|-------|-------------|---------------|------------------------------|
| Forward foreign exchange contracts used for share class hedging: |            |       |             |               |                              |
| EUR                                                              | 13,751,655 | BRL   | 80,311,188  | 07/16/2024    | 396,948                      |
| EUR                                                              | 7,327,270  | MXN   | 147,223,555 | 07/16/2024    | (176,426)                    |
| EUR                                                              | 3,741,955  | USD   | 4,035,537   | 07/16/2024    | (24,892)                     |
| PLN                                                              | 10,783,641 | USD   | 2,671,034   | 07/16/2024    | 7,650                        |
|                                                                  |            |       |             |               | <b>203,280</b>               |

The above contracts were opened with the below counterparties:

|             |                |
|-------------|----------------|
| J.P. Morgan | 203,280        |
|             | <b>203,280</b> |

## Note 6 - Open positions on financial future contracts

As at June 30, 2024, the Company had entered into the following outstanding contracts:

### Franklin Diversified Balanced Fund

| Number of contracts purchased/(sold) | Description                             | Counterparty   | Trading currency | Commitment EUR | Unrealised profit/(loss) EUR |
|--------------------------------------|-----------------------------------------|----------------|------------------|----------------|------------------------------|
| Bond Future                          |                                         |                |                  |                |                              |
| (109)                                | Euro-BTP, 09/06/2024                    | Morgan Stanley | EUR              | (12,566,610)   | 87,092                       |
| 89                                   | Long Gilt, 09/26/2024                   | Goldman Sachs  | GBP              | 10,248,845     | 190,021                      |
|                                      |                                         |                |                  |                | <b>277,113</b>               |
| Index Future                         |                                         |                |                  |                |                              |
| 9                                    | MSCI Emerging Markets Index, 09/20/2024 | Goldman Sachs  | USD              | 457,184        | (7,286)                      |
| 34                                   | MSCI World Index, 09/20/2024            | Barclays       | USD              | 3,572,365      | (4,315)                      |
|                                      |                                         |                |                  |                | (11,601)                     |
|                                      |                                         |                |                  |                | <b>265,512</b>               |



**Note 6 - Open positions on financial future contracts (continued)****Franklin Diversified Conservative Fund**

| Number of contracts purchased/(sold) | Description                             | Counterparty   | Trading currency | Commitment EUR | Unrealised profit/(loss) EUR |
|--------------------------------------|-----------------------------------------|----------------|------------------|----------------|------------------------------|
| Bond Future                          |                                         |                |                  |                |                              |
| (50)                                 | Euro-BTP, 09/06/2024                    | Morgan Stanley | EUR              | (5,764,500)    | 39,951                       |
| 41                                   | Long Gilt, 09/26/2024                   | Goldman Sachs  | GBP              | 4,721,378      | 87,538                       |
|                                      |                                         |                |                  |                | <u>127,489</u>               |
| Index Future                         |                                         |                |                  |                |                              |
| 6                                    | MSCI Emerging Markets Index, 09/20/2024 | Goldman Sachs  | USD              | 304,789        | (4,858)                      |
| 23                                   | MSCI World Index, 09/20/2024            | Barclays       | USD              | 2,416,600      | (2,919)                      |
|                                      |                                         |                |                  |                | <u>(7,777)</u>               |
|                                      |                                         |                |                  |                | <u><b>119,712</b></u>        |

**Franklin Diversified Dynamic Fund**

| Number of contracts purchased/(sold) | Description                             | Counterparty   | Trading currency | Commitment EUR | Unrealised profit/(loss) EUR |
|--------------------------------------|-----------------------------------------|----------------|------------------|----------------|------------------------------|
| Bond Future                          |                                         |                |                  |                |                              |
| (89)                                 | Euro-BTP, 09/06/2024                    | Morgan Stanley | EUR              | (10,260,810)   | 71,112                       |
| 73                                   | Long Gilt, 09/26/2024                   | Goldman Sachs  | GBP              | 8,406,356      | 155,860                      |
|                                      |                                         |                |                  |                | <u>226,972</u>               |
| Index Future                         |                                         |                |                  |                |                              |
| 4                                    | MSCI Emerging Markets Index, 09/20/2024 | Goldman Sachs  | USD              | 203,193        | (3,238)                      |
| 14                                   | MSCI World Index, 09/20/2024            | Barclays       | USD              | 1,470,974      | (1,777)                      |
|                                      |                                         |                |                  |                | <u>(5,015)</u>               |
|                                      |                                         |                |                  |                | <u><b>221,957</b></u>        |

**Franklin Euro Government Bond Fund**

| Number of contracts purchased/(sold) | Description           | Counterparty | Trading currency | Commitment EUR | Unrealised profit/(loss) EUR |
|--------------------------------------|-----------------------|--------------|------------------|----------------|------------------------------|
| Bond Future                          |                       |              |                  |                |                              |
| (49)                                 | Euro-BTP, 09/06/2024  | J.P. Morgan  | EUR              | (5,649,210)    | 53,852                       |
| (55)                                 | Euro-Bund, 09/06/2024 | J.P. Morgan  | EUR              | (7,239,100)    | (31,234)                     |
|                                      |                       |              |                  |                | <u><b>22,618</b></u>         |

**Franklin European Total Return Fund**

| Number of contracts purchased/(sold) | Description          | Counterparty | Trading currency | Commitment EUR | Unrealised profit/(loss) EUR |
|--------------------------------------|----------------------|--------------|------------------|----------------|------------------------------|
| Bond Future                          |                      |              |                  |                |                              |
| (1,145)                              | Euro-BTP, 09/06/2024 | J.P. Morgan  | EUR              | (132,007,050)  | 1,258,378                    |
|                                      |                      |              |                  |                | <u><b>1,258,378</b></u>      |

**Franklin Flexible Alpha Bond Fund**

| Number of contracts purchased/(sold) | Description                       | Counterparty | Trading currency | Commitment USD | Unrealised profit/(loss) USD |
|--------------------------------------|-----------------------------------|--------------|------------------|----------------|------------------------------|
| Bond Future                          |                                   |              |                  |                |                              |
| (21)                                 | Euro-Bobl, 09/06/2024             | J.P. Morgan  | EUR              | (2,619,096)    | (10,589)                     |
| (1)                                  | Long Gilt, 09/26/2024             | J.P. Morgan  | GBP              | (123,343)      | (886)                        |
| 6                                    | US 2 Year Note, 09/30/2024        | J.P. Morgan  | USD              | 1,225,313      | (2,078)                      |
| (40)                                 | US 5 Year Note, 09/30/2024        | J.P. Morgan  | USD              | (4,263,125)    | (23,857)                     |
| (39)                                 | US 10 Year Note, 09/19/2024       | J.P. Morgan  | USD              | (329,953)      | (2,426)                      |
| (49)                                 | US 10 Year Ultra Bond, 09/19/2024 | J.P. Morgan  | USD              | (5,563,031)    | (77,241)                     |
| (8)                                  | US Long Bond, 09/19/2024          | J.P. Morgan  | USD              | (946,500)      | (8,043)                      |
|                                      |                                   |              |                  |                | <u><b>(125,120)</b></u>      |

## Note 6 - Open positions on financial future contracts (continued)

### Franklin Global Fundamental Strategies Fund

| Number of contracts purchased/(sold) | Description                       | Counterparty   | Trading currency | Commitment USD | Unrealised profit/(loss) USD |
|--------------------------------------|-----------------------------------|----------------|------------------|----------------|------------------------------|
| Bond Future                          |                                   |                |                  |                |                              |
| 125                                  | US 10 Year Ultra Bond, 09/19/2024 | Morgan Stanley | USD              | 14,191,406     | 214,959                      |
|                                      |                                   |                |                  |                | <u>214,959</u>               |

### Franklin Global Multi-Asset Income Fund

| Number of contracts purchased/(sold) | Description           | Counterparty   | Trading currency | Commitment EUR | Unrealised profit/(loss) EUR |
|--------------------------------------|-----------------------|----------------|------------------|----------------|------------------------------|
| Bond Future                          |                       |                |                  |                |                              |
| (71)                                 | Euro-BTP, 09/06/2024  | Goldman Sachs  | EUR              | (8,185,590)    | 56,730                       |
| 58                                   | Long Gilt, 09/26/2024 | Morgan Stanley | GBP              | 6,679,022      | 123,834                      |
|                                      |                       |                |                  |                | <u>180,564</u>               |

### Franklin K2 Alternative Strategies Fund

| Number of contracts purchased/(sold) | Description                               | Counterparty   | Trading currency | Commitment USD | Unrealised profit/(loss) USD |
|--------------------------------------|-------------------------------------------|----------------|------------------|----------------|------------------------------|
| Bond Future                          |                                           |                |                  |                |                              |
| (31)                                 | 3 month SOFR, 06/16/2026                  | Barclays       | USD              | (7,450,463)    | 238                          |
| (28)                                 | 3 month SOFR, 09/15/2026                  | Barclays       | USD              | (6,734,350)    | 2,775                        |
| (21)                                 | 3 month SOFR, 12/15/2026                  | Barclays       | USD              | (5,053,388)    | 3,612                        |
| 51                                   | 3 Month Euro Euribor, 12/16/2024          | Barclays       | EUR              | 13,204,010     | (24,993)                     |
| 38                                   | 3 Month Euro Euribor, 03/17/2025          | Barclays       | EUR              | 9,859,648      | (13,909)                     |
| 39                                   | 3 Month Euro Euribor, 06/16/2025          | Barclays       | EUR              | 10,136,341     | (24,766)                     |
| 33                                   | 3 Month Euro Euribor, 09/15/2025          | Barclays       | EUR              | 8,587,506      | (14,003)                     |
| (155)                                | 3 Month Euro Euribor, 12/15/2025          | Morgan Stanley | EUR              | (40,372,607)   | (35,168)                     |
| 28                                   | 3 Month Euro Euribor, 12/15/2025          | Barclays       | EUR              | 7,293,116      | (15,823)                     |
| 16                                   | 3 Month Euro Euribor, 03/16/2026          | Barclays       | EUR              | 4,169,851      | (8,541)                      |
| 12                                   | 3 Month Euro Euribor, 06/15/2026          | Barclays       | EUR              | 3,128,513      | (4,190)                      |
| 5                                    | 3 Month Euro Euribor, 09/14/2026          | Barclays       | EUR              | 1,303,882      | (80)                         |
| (42)                                 | 3 Month SOFR, 03/18/2025                  | Barclays       | USD              | (9,990,225)    | (3,025)                      |
| (39)                                 | 3 Month SOFR, 06/17/2025                  | Barclays       | USD              | (9,304,913)    | (5,350)                      |
| (43)                                 | 3 Month SOFR, 09/16/2025                  | Barclays       | USD              | (10,286,138)   | (4,525)                      |
| (42)                                 | 3 Month SOFR, 12/16/2025                  | Barclays       | USD              | (10,067,400)   | (1,488)                      |
| (45)                                 | 3 Month SOFR, 03/17/2026                  | Barclays       | USD              | (10,803,375)   | 200                          |
| (308)                                | 3 Month SOFR, 03/17/2026                  | Morgan Stanley | USD              | (73,943,100)   | 7,737                        |
| (22)                                 | 3 Month SONIA, 03/18/2025                 | Barclays       | GBP              | (6,624,042)    | 10,381                       |
| (18)                                 | 3 Month SONIA, 06/17/2025                 | Barclays       | GBP              | (5,431,901)    | 15,785                       |
| (22)                                 | 3 Month SONIA, 09/16/2025                 | Barclays       | GBP              | (6,652,547)    | 5,072                        |
| (18)                                 | 3 Month SONIA, 12/16/2025                 | Barclays       | GBP              | (5,452,379)    | 3,935                        |
| (24)                                 | 3 Month SONIA, 03/17/2026                 | Morgan Stanley | GBP              | (7,280,078)    | (6,716)                      |
| 17                                   | ASX 90 Day Bank Accepted Bill, 12/12/2024 | Barclays       | AUD              | 11,215,972     | (8,503)                      |
| 12                                   | ASX 90 Day Bank Accepted Bill, 03/13/2025 | Barclays       | AUD              | 7,918,702      | (6,655)                      |
| 7                                    | ASX 90 Day Bank Accepted Bill, 06/13/2025 | Barclays       | AUD              | 4,620,370      | (4,046)                      |
| 6                                    | ASX 90 Day Bank Accepted Bill, 09/11/2025 | Barclays       | AUD              | 3,961,380      | (3,048)                      |
| 3                                    | ASX 90 Day Bank Accepted Bill, 12/11/2025 | Barclays       | AUD              | 1,981,125      | (516)                        |
| 73                                   | Australia 10 Year Bond, 09/16/2024        | Morgan Stanley | AUD              | 5,530,616      | (14,301)                     |
| (74)                                 | Australia 10 Year Bond, 09/16/2024        | Barclays       | AUD              | (5,606,378)    | 26,003                       |
| 78                                   | Australia 3 Year Bond, 09/16/2024         | Barclays       | AUD              | 5,487,318      | (25,111)                     |
| 7                                    | Canada 10 Year Bond, 09/18/2024           | Morgan Stanley | CAD              | 614,371        | (5,018)                      |
| 45                                   | Canada 10 Year Bond, 09/18/2024           | Barclays       | CAD              | 3,949,527      | 27,631                       |
| (87)                                 | Euro-Bobl, 09/06/2024                     | Morgan Stanley | EUR              | (10,849,024)   | (84,760)                     |
| 47                                   | Euro-Bobl, 09/06/2024                     | Barclays       | EUR              | 5,860,967      | 44,616                       |
| 19                                   | Euro-Bund, 09/06/2024                     | Morgan Stanley | EUR              | 2,678,210      | (18,630)                     |
| 219                                  | Euro-Bund, 09/06/2024                     | Barclays       | EUR              | 30,869,898     | 286,779                      |
| (16)                                 | Euro-Buxl 30 Year Bond, 09/06/2024        | Barclays       | EUR              | (2,231,688)    | (15,786)                     |
| 35                                   | Euro-OAT, 09/06/2024                      | Barclays       | EUR              | 4,614,938      | (67,117)                     |
| (154)                                | Euro-Schatz, 09/06/2024                   | Morgan Stanley | EUR              | (17,432,710)   | (81,087)                     |
| 46                                   | Euro-Schatz, 09/06/2024                   | Barclays       | EUR              | 5,207,173      | 20,466                       |
| 3                                    | Japan 10 Year Bond, 09/12/2024            | Barclays       | JPY              | 2,663,808      | (186)                        |

**Note 6 - Open positions on financial future contracts (continued)****Franklin K2 Alternative Strategies Fund (continued)**

| Number of<br>contracts<br>purchased/(sold) | Description                                   | Counterparty   | Trading<br>currency | Commitment<br>USD | Unrealised<br>profit/(loss)<br>USD |
|--------------------------------------------|-----------------------------------------------|----------------|---------------------|-------------------|------------------------------------|
| (29)                                       | Korea 10 Year Bond, 09/13/2024                | Barclays       | KRW                 | (2,414,806)       | (7,824)                            |
| 19                                         | Korea 3 Year Bond, 09/13/2024                 | Barclays       | KRW                 | 1,452,089         | 2,572                              |
| (40)                                       | Long Gilt, 09/26/2024                         | Barclays       | GBP                 | (4,933,530)       | (19,783)                           |
| 11                                         | Long Gilt, 09/26/2024                         | Morgan Stanley | GBP                 | 1,356,721         | (14,839)                           |
| (85)                                       | US 2 Year Note, 09/30/2024                    | Morgan Stanley | USD                 | (17,358,594)      | (48,325)                           |
| 84                                         | US 2 Year Note, 09/30/2024                    | Barclays       | USD                 | 17,154,375        | 44,195                             |
| 204                                        | US 2 Year Note, 09/30/2024                    | J.P. Morgan    | USD                 | 41,660,625        | 55,997                             |
| (163)                                      | US 5 Year Note, 09/30/2024                    | Morgan Stanley | USD                 | (17,372,234)      | (114,193)                          |
| (108)                                      | US 5 Year Note, 09/30/2024                    | Barclays       | USD                 | (11,510,438)      | (85,657)                           |
| (138)                                      | US 10 Year Note, 09/19/2024                   | Barclays       | USD                 | (15,177,844)      | (148,454)                          |
| (131)                                      | US 10 Year Note, 09/19/2024                   | Morgan Stanley | USD                 | (14,407,953)      | (27,108)                           |
| 14                                         | US 10 Year Note, 09/19/2024                   | J.P. Morgan    | USD                 | 1,539,781         | (1,116)                            |
| (39)                                       | US 10 Year Ultra Bond, 09/19/2024             | Barclays       | USD                 | (4,427,719)       | (53,906)                           |
| (40)                                       | US Long Bond, 09/19/2024                      | Barclays       | USD                 | (4,732,500)       | (81,430)                           |
| (1)                                        | US Long Bond, 09/19/2024                      | Morgan Stanley | USD                 | (118,313)         | 436                                |
| (31)                                       | US Ultra Bond, 09/19/2024                     | Barclays       | USD                 | (3,885,656)       | (73,781)                           |
| 44                                         | US Ultra Bond, 09/19/2024                     | J.P. Morgan    | USD                 | 5,515,125         | (53,696)                           |
|                                            |                                               |                |                     |                   | (669,023)                          |
| Foreign Currency                           |                                               |                |                     |                   |                                    |
| Future                                     |                                               |                |                     |                   |                                    |
| (108)                                      | Foreign Exchange AUD/USD, 09/16/2024          | Barclays       | USD                 | (7,217,640)       | (18,027)                           |
| (420)                                      | Foreign Exchange CAD/USD, 09/17/2024          | Barclays       | USD                 | (30,744,000)      | (65,336)                           |
| (108)                                      | Foreign Exchange CHF/USD, 09/16/2024          | Barclays       | USD                 | (15,164,550)      | 83,212                             |
| 6                                          | Foreign Exchange CZK/EUR, 09/16/2024          | Morgan Stanley | EUR                 | 1,023,640         | (15,409)                           |
| 35                                         | Foreign Exchange EUR/NOK, 09/16/2024          | Morgan Stanley | NOK                 | 4,696,866         | (25,159)                           |
| 2                                          | Foreign Exchange EUR/SEK, 09/16/2024          | Morgan Stanley | SEK                 | 267,855           | 1,073                              |
| 63                                         | Foreign Exchange EUR/USD, 09/16/2024          | Barclays       | USD                 | 8,467,200         | (77,246)                           |
| (1)                                        | Foreign Exchange GBP/USD, 09/16/2024          | Barclays       | USD                 | (79,056)          | 44                                 |
| 20                                         | Foreign Exchange HUF/EUR, 09/16/2024          | Morgan Stanley | EUR                 | 1,616,449         | (1,285)                            |
| (6)                                        | Foreign Exchange ILS/USD, 09/16/2024          | Morgan Stanley | USD                 | (1,594,500)       | 8,280                              |
| 48                                         | Foreign Exchange JPY/USD, 09/16/2024          | Barclays       | USD                 | 3,775,500         | (108,534)                          |
| 25                                         | Foreign Exchange JPY/USD, 09/16/2024          | J.P. Morgan    | USD                 | 1,966,406         | (68,687)                           |
| 496                                        | Foreign Exchange MXN/USD, 09/16/2024          | Barclays       | USD                 | 13,362,240        | 276,345                            |
| (65)                                       | Foreign Exchange NZD/USD, 09/16/2024          | Barclays       | USD                 | (3,961,750)       | 40,920                             |
| 22                                         | Foreign Exchange PLN/EUR, 09/16/2024          | Morgan Stanley | EUR                 | 2,719,399         | 15,044                             |
| 33                                         | Foreign Exchange US Dollar, 07/15/2024        | Barclays       | KRW                 | 3,327,339         | 18,203                             |
| (145)                                      | Foreign Exchange ZAR/USD, 09/16/2024          | Morgan Stanley | USD                 | (3,962,125)       | (118,987)                          |
|                                            |                                               |                |                     |                   | (55,549)                           |
| Index Future                               |                                               |                |                     |                   |                                    |
| 34                                         | CAC 40 10 Euro Index, 07/19/2024              | Morgan Stanley | EUR                 | 2,728,192         | (46,462)                           |
| (3)                                        | CAC 40 10 Euro Index, 09/20/2024              | Morgan Stanley | EUR                 | (242,426)         | 4,921                              |
| 60                                         | CBOE Volatility Index, 07/17/2024             | Barclays       | USD                 | 841,368           | (28,782)                           |
| 31                                         | CBOE Volatility Index, 08/21/2024             | Barclays       | USD                 | 463,146           | (6,604)                            |
| 8                                          | CBOE Volatility Index, 09/18/2024             | Barclays       | USD                 | 126,462           | 662                                |
| 1                                          | CBOE Volatility Index, 10/16/2024             | Barclays       | USD                 | 18,178            | 78                                 |
| 2                                          | DAX Index, 09/20/2024                         | Barclays       | EUR                 | 985,435           | 4,993                              |
| 14                                         | DAX Index, 09/20/2024                         | Morgan Stanley | EUR                 | 6,898,043         | 33,547                             |
| (1)                                        | DJIA CBOT E-Mini Index, 09/20/2024            | Morgan Stanley | USD                 | (197,345)         | (12)                               |
| 13                                         | DJIA CBOT E-Mini Index, 09/20/2024            | Barclays       | USD                 | 2,565,485         | 25,190                             |
| 227                                        | EURO STOXX 50 Index, 09/20/2024               | Barclays       | EUR                 | 11,975,384        | (18,859)                           |
| 110                                        | EURO STOXX 50 Index, 09/20/2024               | Morgan Stanley | EUR                 | 5,803,050         | (6,102)                            |
| 10                                         | FTSE 100 Index, 09/20/2024                    | Barclays       | GBP                 | 1,038,079         | (721)                              |
| 55                                         | FTSE 100 Index, 09/20/2024                    | Morgan Stanley | GBP                 | 5,709,434         | 958                                |
| 418                                        | FTSE China A50 Index, 07/30/2024              | Barclays       | USD                 | 4,975,036         | (26,895)                           |
| (11)                                       | FTSE Taiwan Index, 07/30/2024                 | Barclays       | USD                 | (848,650)         | (2,540)                            |
| (30)                                       | FTSE/JSE Top 40 Index, 09/19/2024             | Barclays       | ZAR                 | (1,215,945)       | (21,034)                           |
| 4                                          | FTSE/MIB Index, 09/20/2024                    | Barclays       | EUR                 | 714,666           | (3,968)                            |
| 13                                         | Hang Seng China Enterprises Index, 07/30/2024 | Barclays       | HKD                 | 521,478           | (9,521)                            |
| 16                                         | Hang Seng Index, 07/30/2024                   | Barclays       | HKD                 | 1,806,110         | (32,014)                           |
| 12                                         | Hang Seng Index, 07/30/2024                   | Morgan Stanley | HKD                 | 1,354,582         | (26,002)                           |
| (29)                                       | IBEX 35 Index, 07/19/2024                     | Barclays       | EUR                 | (3,377,819)       | 40,402                             |
| (65)                                       | KOSPI 200 Index, 09/12/2024                   | Barclays       | KRW                 | (4,560,979)       | (176,916)                          |

**Note 6 - Open positions on financial future contracts (continued)**

**Franklin K2 Alternative Strategies Fund (continued)**

| Number of<br>contracts<br>purchased/(sold) | Description                             | Counterparty   | Trading<br>currency | Commitment<br>USD | Unrealised<br>profit/(loss)<br>USD |
|--------------------------------------------|-----------------------------------------|----------------|---------------------|-------------------|------------------------------------|
| 8                                          | MSCI Emerging Markets Index, 09/20/2024 | Barclays       | USD                 | 435,280           | 2,515                              |
| 29                                         | MSCI Singapore Index, 07/30/2024        | Barclays       | SGD                 | 676,560           | 6,235                              |
| 14                                         | NASDAQ 100 Emini Index, 09/20/2024      | Morgan Stanley | USD                 | 5,579,630         | (44,255)                           |
| 3                                          | NASDAQ 100 Emini Index, 09/20/2024      | Barclays       | USD                 | 1,195,635         | 4,182                              |
| 20                                         | Nikkei 225 Index, 09/12/2024            | Morgan Stanley | JPY                 | 4,920,132         | 56,571                             |
| 184                                        | Nikkei 225 Index, 09/12/2024            | Barclays       | JPY                 | 7,971,359         | 105,740                            |
| (145)                                      | Russell 2000 Emini Index, 09/20/2024    | Barclays       | USD                 | (14,971,250)      | (49,473)                           |
| (16)                                       | Russell 2000 Emini Index, 09/20/2024    | Morgan Stanley | USD                 | (1,652,000)       | (24,811)                           |
| 23                                         | S&P 500 Emini Index, 09/20/2024         | Morgan Stanley | USD                 | 6,349,725         | (11,304)                           |
| 85                                         | S&P 500 Emini Index, 09/20/2024         | J.P. Morgan    | USD                 | 23,466,375        | 78,453                             |
| 91                                         | S&P 500 Emini Index, 09/20/2024         | Barclays       | USD                 | 25,122,825        | 99,780                             |
| (5)                                        | S&P Midcap 400 Emini Index, 09/20/2024  | Barclays       | USD                 | (1,479,050)       | 8,965                              |
| 25                                         | S&P/TSX 60 Index, 09/19/2024            | Barclays       | CAD                 | 4,789,664         | 49,174                             |
| (11)                                       | SPI 200 Index, 09/19/2024               | Barclays       | AUD                 | (1,425,793)       | (3,969)                            |
| 20                                         | TOPIX Index, 09/12/2024                 | Morgan Stanley | JPY                 | 3,493,691         | 30,658                             |
| 29                                         | TOPIX Index, 09/12/2024                 | Barclays       | JPY                 | 5,065,852         | 56,971                             |
|                                            |                                         |                |                     |                   | 69,751                             |
|                                            |                                         |                |                     |                   | <b>(654,821)</b>                   |

**Franklin Strategic Income Fund**

| Number of<br>contracts<br>purchased/(sold) | Description                       | Counterparty | Trading<br>currency | Commitment<br>USD | Unrealised<br>profit/(loss)<br>USD |
|--------------------------------------------|-----------------------------------|--------------|---------------------|-------------------|------------------------------------|
|                                            | Bond Future                       |              |                     |                   |                                    |
| (13)                                       | US 2 Year Note, 09/30/2024        | J.P. Morgan  | USD                 | (2,654,844)       | (8,548)                            |
| (118)                                      | US 10 Year Ultra Bond, 09/19/2024 | J.P. Morgan  | USD                 | (13,396,688)      | (213,344)                          |
| (46)                                       | US Long Bond, 09/19/2024          | J.P. Morgan  | USD                 | (5,442,375)       | (122,256)                          |
| 6                                          | US Ultra Bond, 09/19/2024         | J.P. Morgan  | USD                 | 752,063           | 27,553                             |
|                                            |                                   |              |                     |                   | <b>(316,595)</b>                   |

**Franklin U.S. Government Fund**

| Number of<br>contracts<br>purchased/(sold) | Description                       | Counterparty | Trading<br>currency | Commitment<br>USD | Unrealised<br>profit/(loss)<br>USD |
|--------------------------------------------|-----------------------------------|--------------|---------------------|-------------------|------------------------------------|
|                                            | Bond Future                       |              |                     |                   |                                    |
| 190                                        | US 5 Year Note, 09/30/2024        | J.P. Morgan  | USD                 | 20,249,844        | 229,014                            |
| (143)                                      | US 10 Year Note, 09/19/2024       | J.P. Morgan  | USD                 | (15,727,766)      | (212,469)                          |
| 106                                        | US 10 Year Ultra Bond, 09/19/2024 | J.P. Morgan  | USD                 | 12,034,313        | 254,912                            |
| (6)                                        | US Long Bond, 09/19/2024          | J.P. Morgan  | USD                 | (709,875)         | (15,946)                           |
| 4                                          | US Ultra Bond, 09/19/2024         | J.P. Morgan  | USD                 | 501,375           | 18,369                             |
|                                            |                                   |              |                     |                   | <b>273,880</b>                     |

**Franklin U.S. Low Duration Fund**

| Number of<br>contracts<br>purchased/(sold) | Description                       | Counterparty | Trading<br>currency | Commitment<br>USD | Unrealised<br>profit/(loss)<br>USD |
|--------------------------------------------|-----------------------------------|--------------|---------------------|-------------------|------------------------------------|
|                                            | Bond Future                       |              |                     |                   |                                    |
| 442                                        | US 2 Year Note, 09/30/2024        | J.P. Morgan  | USD                 | 90,264,688        | 340,075                            |
| (211)                                      | US 5 Year Note, 09/30/2024        | J.P. Morgan  | USD                 | (22,487,984)      | (197,768)                          |
| (18)                                       | US 10 Year Note, 09/19/2024       | J.P. Morgan  | USD                 | (1,979,719)       | (26,744)                           |
| (4)                                        | US 10 Year Ultra Bond, 09/19/2024 | J.P. Morgan  | USD                 | (454,125)         | (7,232)                            |
|                                            |                                   |              |                     |                   | <b>108,331</b>                     |

**Note 6 - Open positions on financial future contracts (continued)****Templeton Asia Equity Total Return Fund**

| Number of contracts purchased/(sold) | Description                             | Counterparty | Trading currency | Commitment USD | Unrealised profit/(loss) USD |
|--------------------------------------|-----------------------------------------|--------------|------------------|----------------|------------------------------|
| Index Future                         |                                         |              |                  |                |                              |
| (1)                                  | Hang Seng Mini Index, 07/30/2024        | J.P. Morgan  | HKD              | (22,576)       | 498                          |
| (3)                                  | KOSPI 200 Index, 07/11/2024             | J.P. Morgan  | KRW              | (41,760)       | (1,713)                      |
| (1)                                  | MSCI China Index, 09/20/2024            | J.P. Morgan  | USD              | (22,510)       | 279                          |
| (6)                                  | MSCI Emerging Markets Index, 09/20/2024 | J.P. Morgan  | USD              | (326,460)      | (1,325)                      |
| (1)                                  | MSCI India Index, 07/25/2024            | J.P. Morgan  | USD              | (58,316)       | (655)                        |
|                                      |                                         |              |                  |                | <b>(2,916)</b>               |

**Note 7 - Open positions on interest rate swap contracts**

As at June 30, 2024, the Company had entered into the following outstanding contracts:

**Franklin Diversified Balanced Fund**

| Nominal amount | Description                                      | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) EUR |
|----------------|--------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 22,264,000     | Receive fixed 4.503%<br>Pay floating SONIA 1 day | J.P. Morgan  | 05/14/2026    | GBP              | (32,711)                     |
|                |                                                  |              |               |                  | <b>(32,711)</b>              |

**Franklin Diversified Conservative Fund**

| Nominal amount | Description                                      | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) EUR |
|----------------|--------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 9,769,000      | Receive fixed 4.503%<br>Pay floating SONIA 1 day | J.P. Morgan  | 05/14/2026    | GBP              | (14,353)                     |
|                |                                                  |              |               |                  | <b>(14,353)</b>              |

**Franklin Diversified Dynamic Fund**

| Nominal amount | Description                                      | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) EUR |
|----------------|--------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 18,578,000     | Receive fixed 4.503%<br>Pay floating SONIA 1 day | J.P. Morgan  | 05/14/2026    | GBP              | (27,296)                     |
|                |                                                  |              |               |                  | <b>(27,296)</b>              |

**Franklin Flexible Alpha Bond Fund**

| Nominal amount | Description                                    | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) USD |
|----------------|------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 30,000         | Receive floating SOFR 1 day<br>Pay fixed 4.14% | Citigroup    | 07/15/2034    | USD              | (472)                        |
| 100,000        | Receive fixed 4.19%<br>Pay floating SOFR 1 day | Citigroup    | 08/06/2034    | USD              | 2,077                        |
| 710,000        | Receive fixed 3.44%<br>Pay floating SOFR 1 day | Citigroup    | 05/26/2043    | USD              | (47,052)                     |
| 540,000        | Receive floating SOFR 1 day<br>Pay fixed 3.26% | Citigroup    | 05/26/2053    | USD              | 47,154                       |
|                |                                                |              |               |                  | <b>1,707</b>                 |

**Note 7 - Open positions on interest rate swap contracts (continued)**

**Franklin Global Fundamental Strategies Fund**

| Nominal amount | Description                                     | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) USD |
|----------------|-------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 10,300,000     | Receive fixed 3.232%<br>Pay floating SOFR 1 day | J.P. Morgan  | 04/24/2033    | USD              | (558,321)                    |
| 14,060,000     | Receive fixed 3.285%<br>Pay floating SOFR 1 day | J.P. Morgan  | 05/03/2033    | USD              | (707,672)                    |
| 10,190,000     | Receive fixed 3.732%<br>Pay floating SOFR 1 day | J.P. Morgan  | 01/24/2034    | USD              | (184,106)                    |
|                |                                                 |              |               |                  | <b>(1,450,099)</b>           |

**Franklin Global Multi-Asset Income Fund**

| Nominal amount | Description                                      | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) EUR |
|----------------|--------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 14,461,000     | Receive fixed 4.503%<br>Pay floating SONIA 1 day | J.P. Morgan  | 05/14/2026    | GBP              | (21,247)                     |
|                |                                                  |              |               |                  | <b>(21,247)</b>              |

**Franklin Gulf Wealth Bond Fund**

| Nominal amount | Description                                     | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) USD |
|----------------|-------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 51,500,000     | Receive fixed 2.925%<br>Pay floating SOFR 1 day | J.P. Morgan  | 05/11/2032    | USD              | (3,660,893)                  |
|                |                                                 |              |               |                  | <b>(3,660,893)</b>           |

**Franklin K2 Alternative Strategies Fund**

| Nominal amount | Description                                         | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) USD |
|----------------|-----------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 206,100,000    | Receive fixed 10.231%<br>Pay floating TIIE 4 week   | Citibank     | 06/17/2026    | MXN              | (14,073)                     |
| 7,385,904      | Receive fixed 13.547%<br>Pay floating CDI 1 day     | Citibank     | 01/04/2027    | BRL              | 88,229                       |
| 4,983,259      | Receive fixed 13.447%<br>Pay floating CDI 1 day     | Citibank     | 01/04/2027    | BRL              | 55,357                       |
| 3,715,985      | Receive fixed 13.512%<br>Pay floating CDI 1 day     | Citibank     | 01/04/2027    | BRL              | 43,310                       |
| 2,535,764      | Receive fixed 13.327%<br>Pay floating CDI 1 day     | Citibank     | 01/04/2027    | BRL              | 25,671                       |
| 5,926,068      | Receive fixed 10.9%<br>Pay floating CDI 1 day       | Citibank     | 01/04/2027    | BRL              | (22,347)                     |
| 5,962,228      | Receive fixed 10.75%<br>Pay floating CDI 1 day      | Citibank     | 01/04/2027    | BRL              | (26,457)                     |
| 5,638,008      | Receive fixed 10.452%<br>Pay floating CDI 1 day     | Citibank     | 01/04/2027    | BRL              | (50,550)                     |
| 9,478,796      | Receive fixed 9.71%<br>Pay floating CDI 1 day       | Citibank     | 01/04/2027    | BRL              | (92,081)                     |
| 15,750,000     | Receive fixed 9.61%<br>Pay floating JIBAR 3 month   | Citibank     | 01/18/2034    | ZAR              | 26,745                       |
| 15,000,000     | Receive fixed 10.141%<br>Pay floating JIBAR 3 month | Citibank     | 06/19/2034    | ZAR              | 50,168                       |
| 361,305,060    | Receive fixed 6.96%<br>Pay floating BUBOR 6 month   | Citibank     | 06/19/2034    | HUF              | 31,695                       |
| 97,511,329     | Receive fixed 6.93%<br>Pay floating BUBOR 6 month   | Citibank     | 06/19/2034    | HUF              | 7,969                        |
| 79,183,611     | Receive fixed 6.49%<br>Pay floating BUBOR 6 month   | Citibank     | 06/19/2034    | HUF              | (502)                        |

**Note 7 - Open positions on interest rate swap contracts (continued)****Franklin K2 Alternative Strategies Fund (continued)**

| Nominal amount | Description                                        | Counterparty   | Maturity date | Trading currency | Unrealised profit/(loss) USD |
|----------------|----------------------------------------------------|----------------|---------------|------------------|------------------------------|
| 279,226,677    | Receive fixed 6.488%<br>Pay floating BUBOR 6 month | Citibank       | 06/19/2034    | HUF              | (1,911)                      |
| 8,550,000      | Receive fixed 4.182%<br>Pay floating SOFR 1 day    | J.P. Morgan    | 11/22/2028    | USD              | (41,020)                     |
| 2,103          | Receive fixed 4.397%<br>Pay floating SOFR 1 day    | J.P. Morgan    | 04/17/2029    | USD              | 25                           |
| 1,740,000      | Receive fixed 4.07%<br>Pay floating SOFR 1 day     | Morgan Stanley | 02/21/2029    | USD              | (9,578)                      |
| 3,480,000      | Receive fixed 4.094%<br>Pay floating SOFR 1 day    | Morgan Stanley | 04/03/2029    | USD              | (8,354)                      |
|                |                                                    |                |               |                  | <b>62,296</b>                |

**Franklin Strategic Income Fund**

| Nominal amount | Description                                     | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) USD |
|----------------|-------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 25,000,000     | Receive fixed 4.902%<br>Pay floating SOFR 1 day | Citigroup    | 09/14/2025    | USD              | (18,579)                     |
|                |                                                 |              |               |                  | <b>(18,579)</b>              |

**Templeton Global Bond (Euro) Fund**

| Nominal amount | Description                                     | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) EUR |
|----------------|-------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 3,280,000      | Receive fixed 3.285%<br>Pay floating SOFR 1 day | J.P. Morgan  | 05/03/2033    | USD              | (154,131)                    |
| 3,220,000      | Receive fixed 3.732%<br>Pay floating SOFR 1 day | J.P. Morgan  | 01/24/2034    | USD              | (54,315)                     |
| 3,220,000      | Receive fixed 3.761%<br>Pay floating SOFR 1 day | J.P. Morgan  | 02/08/2034    | USD              | (47,539)                     |
|                |                                                 |              |               |                  | <b>(255,985)</b>             |

**Templeton Global Bond Fund**

| Nominal amount | Description                                     | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) USD |
|----------------|-------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 131,800,000    | Receive fixed 3.232%<br>Pay floating SOFR 1 day | J.P. Morgan  | 04/24/2033    | USD              | (7,144,336)                  |
| 268,590,000    | Receive fixed 3.285%<br>Pay floating SOFR 1 day | J.P. Morgan  | 05/03/2033    | USD              | (13,518,754)                 |
| 115,910,000    | Receive fixed 3.847%<br>Pay floating SOFR 1 day | J.P. Morgan  | 08/31/2033    | USD              | (1,020,751)                  |
|                |                                                 |              |               |                  | <b>(21,683,841)</b>          |

**Templeton Global Income Fund**

| Nominal amount | Description                                     | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) USD |
|----------------|-------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 3,410,000      | Receive fixed 3.285%<br>Pay floating SOFR 1 day | J.P. Morgan  | 05/03/2033    | USD              | (171,633)                    |
|                |                                                 |              |               |                  | <b>(171,633)</b>             |



## Note 7 - Open positions on interest rate swap contracts (continued)

### Templeton Global Total Return Fund

| Nominal amount | Description                                     | Counterparty | Maturity date | Trading currency | Unrealised profit/(loss) USD |
|----------------|-------------------------------------------------|--------------|---------------|------------------|------------------------------|
| 129,830,000    | Receive fixed 3.285%<br>Pay floating SOFR 1 day | J.P. Morgan  | 05/03/2033    | USD              | (6,534,643)                  |
| 54,650,000     | Receive fixed 3.807%<br>Pay floating SOFR 1 day | J.P. Morgan  | 02/13/2034    | USD              | (664,585)                    |
|                |                                                 |              |               |                  | <u>(7,199,228)</u>           |

## Note 8 - Open positions on total return swap contracts

As at June 30, 2024, the Company had entered into the following outstanding contracts:

### Franklin Diversified Balanced Fund

| Trading currency | Nominal amount | Fund receives    | Fund pays                               | Counterparty     | Maturity date | Market Value / Unrealised profit/(loss) EUR |
|------------------|----------------|------------------|-----------------------------------------|------------------|---------------|---------------------------------------------|
| USD              | 5,228,047      | USSGMDVISB Index | USD FEDERAL_FUNDS_H15<br>1 day (0.500)% | Societe Generale | 03/05/2025    | (57,480)                                    |
|                  |                |                  |                                         |                  |               | <u>(57,480)</u>                             |

### Franklin Diversified Conservative Fund

| Trading currency | Nominal amount | Fund receives    | Fund pays                               | Counterparty     | Maturity date | Market Value / Unrealised profit/(loss) EUR |
|------------------|----------------|------------------|-----------------------------------------|------------------|---------------|---------------------------------------------|
| USD              | 3,345,061      | USSGMDVISB Index | USD FEDERAL_FUNDS_H15<br>1 day (0.500)% | Societe Generale | 03/05/2025    | (36,778)                                    |
|                  |                |                  |                                         |                  |               | <u>(36,778)</u>                             |

### Franklin Diversified Dynamic Fund

| Trading currency | Nominal amount | Fund receives    | Fund pays                               | Counterparty     | Maturity date | Market Value / Unrealised profit/(loss) EUR |
|------------------|----------------|------------------|-----------------------------------------|------------------|---------------|---------------------------------------------|
| USD              | 4,229,466      | USSGMDVISB Index | USD FEDERAL_FUNDS_H15<br>1 day (0.500)% | Societe Generale | 03/05/2025    | (46,501)                                    |
|                  |                |                  |                                         |                  |               | <u>(46,501)</u>                             |

### Franklin Flexible Alpha Bond Fund

| Trading currency | Nominal amount | Fund receives                                  | Fund pays         | Counterparty   | Maturity date | Market Value / Unrealised profit/(loss) USD |
|------------------|----------------|------------------------------------------------|-------------------|----------------|---------------|---------------------------------------------|
| USD              | 1,300,000      | iBoxx USD Liquid High Yield Total Return Index | USD SOFR 1 day 0% | Morgan Stanley | 09/20/2024    | 43,991                                      |
| USD              | 1,425,000      | iBoxx USD Liquid High Yield Total Return Index | USD SOFR 1 day 0% | BNP Paribas    | 09/20/2024    | 26,554                                      |
|                  |                |                                                |                   |                |               | <u>70,545</u>                               |



**Note 8 - Open positions on total return swap contracts (continued)****Franklin Global Multi-Asset Income Fund**

| Trading currency | Nominal amount | Fund receives    | Fund pays                               | Counterparty     | Maturity date | Market Value / Unrealised profit/(loss) EUR |
|------------------|----------------|------------------|-----------------------------------------|------------------|---------------|---------------------------------------------|
| USD              | 3,358,022      | USSGMDVISB Index | USD FEDERAL_FUNDS_H15<br>1 day (0.500)% | Societe Generale | 03/05/2025    | (36,920)                                    |
|                  |                |                  |                                         |                  |               | <b>(36,920)</b>                             |

**Franklin K2 Alternative Strategies Fund**

| Trading currency | Nominal amount | Fund receives                        | Fund pays                      | Counterparty  | Maturity date | Market Value / Unrealised profit/(loss) USD |
|------------------|----------------|--------------------------------------|--------------------------------|---------------|---------------|---------------------------------------------|
| USD              | 167,052        | Bausch Health Companies, Inc.        | USD SOFR 1 day (0.510)%        | Goldman Sachs | 05/29/2025    | 15,814                                      |
| USD              | 240,180        | Egypt Treasury Bill 0%<br>03/11/2025 | USD FED ON 1 year 0%           | Citigroup     | 03/13/2025    | 33,918                                      |
| USD              | 62,716         | Nabors Industries Ltd.               | USD SOFR 1 day (0.510)%        | Goldman Sachs | 04/30/2025    | 2,414                                       |
| USD              | 8,466,376      | USCIFXCADM Index                     | Spread of 0% on Notional       | Citibank      | 07/02/2024    | 17,195                                      |
| USD              | 6,871,869      | USCIFXCADM Index                     | Spread of 0% on Notional       | Citigroup     | 07/02/2024    | 13,957                                      |
| USD              | 25,208,715     | USCIFXPPDD Index                     | Spread of 0.030% on Notional   | Citibank      | 07/02/2024    | (238,791)                                   |
| USD              | 31,423,553     | USCIFXPPDD Index                     | Spread of 0.030% on Notional   | Citigroup     | 07/02/2024    | (297,661)                                   |
| USD              | 25,898,749     | USDBCAUCTT Index                     | Spread of (0.500)% on Notional | Deutsche Bank | 07/02/2024    | (38,292)                                    |
| USD              | 31,499,265     | USDBCOWNVU Index                     | Spread of (0.188)% on Notional | Deutsche Bank | 07/02/2024    | (585,682)                                   |
| USD              | 8,172,443      | USDBCFLBU Index                      | Spread of (0.188)% on Notional | Deutsche Bank | 07/02/2024    | (17,986)                                    |
| USD              | 18,346,694     | USDBCRFMNU Index                     | Spread of (0.188)% on Notional | Deutsche Bank | 07/02/2024    | 178,442                                     |
| USD              | 5,327,675      | USJPUSFLOW Index                     | Spread of 0.100% on Notional   | J.P. Morgan   | 07/03/2024    | (38,452)                                    |
|                  |                |                                      |                                |               |               | <b>(955,124)</b>                            |

**Franklin Strategic Income Fund**

| Trading currency | Nominal amount | Fund receives                                              | Fund pays         | Counterparty | Maturity date | Market Value / Unrealised profit/(loss) USD |
|------------------|----------------|------------------------------------------------------------|-------------------|--------------|---------------|---------------------------------------------|
| USD              | 14,000,000     | Markit iBoxx USD Liquid Leveraged Loans Total Return Index | USD SOFR 1 day 0% | BNP Paribas  | 09/20/2024    | 751,181                                     |
|                  |                |                                                            |                   |              |               | <b>751,181</b>                              |

**Franklin U.S. Low Duration Fund**

| Trading currency | Nominal amount | Fund receives                                              | Fund pays         | Counterparty | Maturity date | Market Value / Unrealised profit/(loss) USD |
|------------------|----------------|------------------------------------------------------------|-------------------|--------------|---------------|---------------------------------------------|
| USD              | 8,390,000      | Markit iBoxx USD Liquid Leveraged Loans Total Return Index | USD SOFR 1 day 0% | BNP Paribas  | 09/20/2024    | 450,172                                     |
|                  |                |                                                            |                   |              |               | <b>450,172</b>                              |

**Note 9 - Open positions on contract for differences**

As at June 30, 2024, the Company had entered into the following outstanding contracts:

**Franklin K2 Alternative Strategies Fund**

| Trading currency | Nominal amount | Fund receives<br>Fund pays                                                                                 | Counterparty | Maturity date | Global exposure USD | Unrealised profit/(loss) USD |
|------------------|----------------|------------------------------------------------------------------------------------------------------------|--------------|---------------|---------------------|------------------------------|
| USD              | 202,000        | Receive Performance of the underlying equity/<br>bond basket of 1 Security.<br>Pay USONBFR= 1 Month 0.633% | Nomura       | 11/30/2027    | 217,621             | 4,549                        |

**Note 9 - Open positions on contract for differences (continued)**

**Franklin K2 Alternative Strategies Fund (continued)**

| Trading currency | Nominal amount | Fund receives<br>Fund pays                                                                                    | Counterparty   | Maturity date | Global exposure<br>USD | Unrealised profit/(loss)<br>USD |
|------------------|----------------|---------------------------------------------------------------------------------------------------------------|----------------|---------------|------------------------|---------------------------------|
| USD              | 69             | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Barclays       | 07/09/2025    | (41,059)               | (4)                             |
| USD              | 24             | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Barclays       | 07/23/2025    | (612)                  | (5)                             |
| USD              | 3,592          | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 2 Securities.     | Barclays       | 07/25/2025    | (132,625)              | (8)                             |
| USD              | 219            | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Barclays       | 06/25/2025    | (34,256)               | (22)                            |
| USD              | 1,016          | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Barclays       | 05/23/2025    | (158,923)              | (102)                           |
| USD              | 600            | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Barclays       | 07/18/2025    | (15,288)               | (114)                           |
| USD              | 589            | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Barclays       | 01/10/2025    | (24,084)               | (230)                           |
| USD              | 1,785          | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Barclays       | 06/20/2025    | (63,421)               | (232)                           |
| USD              | 1,785          | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Barclays       | 04/10/2025    | (63,421)               | (232)                           |
| USD              | 1,326          | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 2 Securities.     | Barclays       | 07/17/2025    | (44,039)               | (250)                           |
| USD              | 1,898          | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Barclays       | 07/24/2025    | (48,361)               | (361)                           |
| USD              | 1,740          | Receive USONBFR O/N (0.300)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Barclays       | 06/09/2025    | (71,149)               | (679)                           |
| USD              | 109,854        | Receive FEDEF 1 Day (0.350)%<br>Pay Performance of the underlying equity/<br>bond basket of 23 Securities.    | Morgan Stanley | 09/15/2025    | (8,664,834)            | 11,650                          |
| USD              | 28,001,000     | Receive Performance of the underlying equity/<br>bond basket of 90 Securities.<br>Pay USONBFR= 1 Day 0.065%   | BNP Paribas    | 08/12/2024    | 31,618,396             | (534,016)                       |
| USD              | 939,777        | Receive USONBFR= 1 Day (0.005)%<br>Pay Performance of the underlying equity/<br>bond basket of 87 Securities. | BNP Paribas    | 08/12/2024    | (18,088,578)           | (872,587)                       |
| USD              | 471,885        | Receive USONBFR= 1 Month 0.000%<br>Pay Performance of the underlying equity/<br>bond basket of 30 Securities. | Nomura         | 11/30/2027    | (9,797,890)            | (355,838)                       |
| USD              | 12,347,000     | Receive Performance of the underlying equity/<br>bond basket of 32 Securities.<br>Pay USONBFR= 1 Month 0.650% | Nomura         | 11/30/2027    | 15,983,990             | 379,444                         |
| HKD              | 671,000        | Receive HIHKDOND= 1 Day (0.100)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.   | BNP Paribas    | 08/06/2024    | (685,929)              | 6,634                           |
| USD              | 2,320          | Receive FEDEF 1 Day (6.130)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Morgan Stanley | 09/15/2025    | (45,194)               | 15,289                          |
| JPY              | 2,714          | Receive MUTSC 1 Day (0.400)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.       | Morgan Stanley | 08/12/2025    | (377,831)              | 9,473                           |

**Note 9 - Open positions on contract for differences (continued)****Franklin K2 Alternative Strategies Fund (continued)**

| Trading currency | Nominal amount | Fund receives<br>Fund pays                                                                                   | Counterparty   | Maturity date | Global exposure<br>USD | Unrealised profit/(loss)<br>USD |
|------------------|----------------|--------------------------------------------------------------------------------------------------------------|----------------|---------------|------------------------|---------------------------------|
| USD              | 39,050         | Receive USONBFR= 1 Day (1.350)%<br>Pay Performance of the underlying equity/<br>bond basket of 2 Securities. | BNP Paribas    | 08/12/2024    | (100,206)              | 222,902                         |
| USD              | 5,772          | Receive USONBFR= 1 Day 0.000%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.     | BNP Paribas    | 08/12/2024    | —                      | —                               |
| USD              | 1,356          | Receive FEDEF 1 Day (3.375)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.      | Morgan Stanley | 06/16/2025    | (178,896)              | 16,509                          |
| USD              | 2,225          | Receive FEDEF 1 Day (8.750)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.      | Morgan Stanley | 06/16/2025    | (144,538)              | 11,990                          |
| EUR              | 126,893        | Receive EONIA 1 Day (0.500)%<br>Pay Performance of the underlying equity/<br>bond basket of 2 Securities.    | Morgan Stanley | 10/14/2024    | (1,261,877)            | (19,487)                        |
| EUR              | 261,881        | Receive Performance of the underlying equity/<br>bond basket of 3 Securities.<br>Pay EONIA 1 Day 0.400%      | Morgan Stanley | 10/14/2024    | 6,319,032              | 145,393                         |
| USD              | 191,029        | Receive FEDEF 1 Day 0.000%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.        | Morgan Stanley | 01/29/2025    | —                      | (19)                            |
| USD              | 1,336          | Receive Performance of the underlying equity/<br>bond basket of 1 Security.<br>Pay FEDEF 1 Day 0.300%        | Morgan Stanley | 06/16/2025    | 284,913                | 15,342                          |
| USD              | 2,917          | Receive USONBFR= 1 Day (0.050)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.   | BNP Paribas    | 08/12/2024    | (4,842)                | 5,613                           |
| EUR              | 5,463          | Receive EONIA 1 Day (0.450)%<br>Pay Performance of the underlying equity/<br>bond basket of 2 Securities.    | Morgan Stanley | 02/03/2025    | (2,956,596)            | 11,705                          |
| USD              | 67,000         | Receive USONBFR= 1 Day (0.082)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.   | BNP Paribas    | 08/12/2024    | (59,185)               | (2,408)                         |
| USD              | 1,202          | Receive FEDEF 1 Day (0.875)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.      | Morgan Stanley | 06/16/2025    | (283,304)              | 9,739                           |
| USD              | 45,015         | Receive USONBFR= 1 Day (3.000)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.   | BNP Paribas    | 08/12/2024    | (38,398)               | 927,998                         |
| USD              | 7,135          | Receive FEDEF 1 Day (0.830)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.      | Morgan Stanley | 09/15/2025    | (200,386)              | (3,460)                         |
| GBP              | 47,763         | Receive Performance of the underlying equity/<br>bond basket of 1 Security.<br>Pay SONIA 1 Day 0.000%        | Morgan Stanley | 01/20/2025    | 533,328                | (10,783)                        |
| USD              | 209,034        | Receive USONBFR= 1 Day (0.625)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.   | BNP Paribas    | 08/12/2024    | (261,292)              | (37,989)                        |
| EUR              | 37,818         | Receive EUROSTR= 1 Day (0.150)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.   | BNP Paribas    | 08/12/2024    | (30,438)               | 5,232                           |
| USD              | 4,500          | Receive USONBFR= 1 Day (0.122)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.   | BNP Paribas    | 08/12/2024    | (10,485)               | 17,550                          |
| USD              | 40,340         | Receive FEDEF 1 Day (1.580)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.      | Morgan Stanley | 09/15/2025    | (93,992)               | 15,733                          |
| USD              | 24             | Receive Performance of the underlying equity/<br>bond basket of 1 Security.<br>Pay FEDEF 1 Day 1.000%        | Morgan Stanley | 06/22/2026    | 531,969                | (3,860)                         |

**Note 9 - Open positions on contract for differences (continued)**

**Franklin K2 Alternative Strategies Fund (continued)**

| Trading currency | Nominal amount | Fund receives Fund pays                                                                                    | Counterparty   | Maturity date | Global exposure USD | Unrealised profit/(loss) USD |
|------------------|----------------|------------------------------------------------------------------------------------------------------------|----------------|---------------|---------------------|------------------------------|
| USD              | 1,831          | Receive SOFR 1 Day (0.250)%<br>Pay Performance of the underlying equity/<br>bond basket of 3 Securities.   | Goldman Sachs  | 09/12/2033    | (19,793,220)        | 83,473                       |
| USD              | 1,888          | Receive FEDEF 1 Day (0.150)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.    | Morgan Stanley | 06/02/2025    | (1,645,298)         | 17,483                       |
| USD              | 521            | Receive FEDEF 1 Day (0.350)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.    | Morgan Stanley | 12/08/2025    | (2,340,650)         | 2,141                        |
| USD              | 441            | Receive SOFR 1 Day (0.700)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.     | Goldman Sachs  | 09/12/2033    | (8,004,040)         | 35,656                       |
| USD              | 683            | Receive SOFR 1 Day (0.450)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.     | Goldman Sachs  | 09/12/2033    | (5,032,030)         | (45,003)                     |
| USD              | 1,619          | Receive USONBFR= 1 Day (0.700)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security. | BNP Paribas    | 08/12/2024    | (9,584)             | (1,395)                      |
| USD              | 15,762         | Receive FEDEF 1 Day (0.580)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.    | Morgan Stanley | 09/15/2025    | (211,526)           | (48,622)                     |
| USD              | 3,830          | Receive USONBFR= 1 Day (0.038)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security. | BNP Paribas    | 08/12/2024    | (18,384)            | (1,920)                      |
| USD              | 136,820        | Receive Performance of the underlying equity/<br>bond basket of 1 Security.<br>Pay FEDEF 1 Day 2.500%      | Morgan Stanley | 11/10/2025    | 310,326             | 15,957                       |
| GBP              | 33,129         | Receive Performance of the underlying equity/<br>bond basket of 1 Security.<br>Pay SONIA 1 Day 0.400%      | Morgan Stanley | 01/20/2025    | 1,188,271           | 46,667                       |
| USD              | 26,660         | Receive USONBFR= 1 Day (0.045)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security. | BNP Paribas    | 08/12/2024    | (176,223)           | 16,384                       |
| CAD              | 2,898          | Receive CORRA= 1 Day 0.000%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.     | BNP Paribas    | 03/31/2025    | (9,871)             | 1,314                        |
| CAD              | 12,000         | Receive Performance of the underlying equity/<br>bond basket of 1 Security.<br>Pay CORRA= 1 Day 0.085%     | BNP Paribas    | 03/31/2025    | 8,238               | 60                           |
| CAD              | 14,632         | Receive DISC 1 Day (0.350)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.     | Morgan Stanley | 08/18/2025    | (554,669)           | 6,310                        |
| EUR              | 1,484          | Receive EONIA 1 Day (0.400)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security.    | Morgan Stanley | 10/14/2024    | (167,564)           | (450)                        |
| USD              | 1,200          | Receive USONBFR= 1 Day (0.030)%<br>Pay Performance of the underlying equity/<br>bond basket of 1 Security. | BNP Paribas    | 08/12/2024    | (63,276)            | 13,682                       |
|                  |                |                                                                                                            |                |               |                     | <b>131,796</b>               |

**Franklin K2 Alternative Strategies Fund**

**Geographic distribution based on economic exposure:**

|                          | Global Exposure USD | % of Basket Global Exposure |
|--------------------------|---------------------|-----------------------------|
| United States of America | (20,357,507)        | 81.39                       |
| Marshall Islands         | (3,627,573)         | 14.50                       |
| European Community*      | (2,956,596)         | 11.82                       |
| Panama                   | (1,035,778)         | 4.14                        |

## Note 9 - Open positions on contract for differences (continued)

### Franklin K2 Alternative Strategies Fund (continued)

#### Geographic distribution based on economic exposure: (continued)

|                | Global<br>Exposure<br>USD | % of Basket<br>Global<br>Exposure |
|----------------|---------------------------|-----------------------------------|
| Spain          | (819,820)                 | 3.28                              |
| Switzerland    | (809,498)                 | 3.24                              |
| Bermuda        | (727,154)                 | 2.91                              |
| Canada         | (689,773)                 | 2.76                              |
| Hong Kong      | (685,929)                 | 2.74                              |
| Jersey         | (444,683)                 | 1.78                              |
| Italy          | (442,057)                 | 1.77                              |
| Japan          | (377,831)                 | 1.51                              |
| South Korea    | (321,825)                 | 1.29                              |
| Cayman Islands | (214,063)                 | 0.86                              |
| Ireland        | (98,726)                  | 0.39                              |
| Luxembourg     | (49,893)                  | 0.20                              |
| Singapore      | (38,398)                  | 0.15                              |
| Netherlands    | (30,438)                  | 0.12                              |
| Russia         | —                         | —                                 |
| China          | 310,326                   | (1.24)                            |
| Brazil         | 531,969                   | (2.13)                            |
| United Kingdom | 1,721,599                 | (6.88)                            |
| Germany        | 2,218,079                 | (8.87)                            |
| France         | 3,933,389                 | (15.73)                           |
|                | <u>(25,012,180)</u>       | <u>100.00</u>                     |

\*It comprises of index securities.

## Note 10 - Open positions on credit default swap contracts

As at June 30, 2024, the Company had entered into the following outstanding contracts:

### Franklin Flexible Alpha Bond Fund

| Nominal   | Description                                    | Interest<br>paid/received<br>% | Counterparty  | Buy/Sell<br>Protection | Maturity<br>date | Trading<br>currency | Market Value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-----------|------------------------------------------------|--------------------------------|---------------|------------------------|------------------|---------------------|---------------------|------------------------------------|
| 100,000   | Carnival Corp. 6.65%<br>15/01/2028             | 1.00%                          | Citibank      | Sell                   | 06/20/2027       | USD                 | (640)               | 10,121                             |
| 1,700,000 | CDX.NA.HY.42-V1.<br>Jun.2029                   | 5.00%                          | Citigroup     | Sell                   | 06/20/2029       | USD                 | 106,132             | (2,880)                            |
| 1,000,000 | CDX.NA.IG.42-V1.<br>Jun.2029                   | 1.00%                          | Citigroup     | Sell                   | 06/20/2029       | USD                 | 20,465              | (122)                              |
| 200,000   | Colombia Government<br>Bond 10.375% 28/01/2033 | 1.00%                          | Citibank      | Sell                   | 12/20/2030       | USD                 | (15,735)            | (6,206)                            |
| 130,000   | NRG Energy, Inc. 7.25%<br>15/05/2026           | 5.00%                          | Goldman Sachs | Sell                   | 12/20/2025       | USD                 | 8,153               | 2,846                              |
| 310,000   | Xerox Corp. 3.8%<br>20/09/2025                 | 5.00%                          | Citibank      | Buy                    | 09/20/2025       | USD                 | (15,242)            | (5,188)                            |
|           |                                                |                                |               |                        |                  |                     | <u>103,133</u>      | <u>(1,429)</u>                     |

### Franklin Global Fundamental Strategies Fund

| Nominal   | Description                                 | Interest<br>paid/received<br>% | Counterparty | Buy/Sell<br>Protection | Maturity<br>date | Trading<br>currency | Market Value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-----------|---------------------------------------------|--------------------------------|--------------|------------------------|------------------|---------------------|---------------------|------------------------------------|
| 1,310,000 | Panama Government<br>Bond 8.875% 30/09/2027 | 1.00%                          | J.P. Morgan  | Sell                   | 12/20/2028       | USD                 | (32,386)            | (63)                               |
| 1,330,000 | Panama Government<br>Bond 8.875% 30/09/2027 | 1.00%                          | Barclays     | Sell                   | 12/20/2028       | USD                 | (32,881)            | (702)                              |
|           |                                             |                                |              |                        |                  |                     | <u>(65,267)</u>     | <u>(765)</u>                       |

**Note 10 - Open positions on credit default swap contracts (continued)**

**Franklin K2 Alternative Strategies Fund**

| Nominal    | Description                                             | Interest<br>paid/received<br>% | Counterparty    | Buy/Sell<br>Protection | Maturity<br>date | Trading<br>currency | Market Value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|------------|---------------------------------------------------------|--------------------------------|-----------------|------------------------|------------------|---------------------|---------------------|------------------------------------|
| 172,000    | Adecco Group AG 0.875%<br>27/11/2025                    | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | (1,609)             | 808                                |
| 548,000    | Air France-KLM 1.875% 16/01/2025                        | 5.00%                          | Morgan Stanley  | Buy                    | 12/20/2027       | EUR                 | (64,256)            | (64,256)                           |
| 288,000    | American Airlines Group, Inc. 5%<br>20/12/2025          | 5.00%                          | Morgan Stanley  | Buy                    | 12/20/2025       | USD                 | (8,761)             | 6,430                              |
| 580,000    | American Airlines Group, Inc. 5%<br>20/06/2026          | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2026       | USD                 | (17,268)            | 4,415                              |
| 404,000    | American Airlines Group, Inc. 6.5%<br>01/07/2025        | 5.00%                          | Morgan Stanley  | Buy                    | 12/20/2025       | USD                 | (12,290)            | 6,557                              |
| 138,000    | American Airlines Group, Inc. 3.75%<br>01/03/2025       | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2026       | USD                 | (4,109)             | 1,746                              |
| 323,000    | American Airlines Group, Inc. 5%<br>20/06/2027          | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2027       | USD                 | (2,607)             | 3,206                              |
| 111,000    | American Airlines Group, Inc. 6.5%<br>01/07/2025        | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2026       | USD                 | (3,305)             | 2,434                              |
| 540,000    | American Airlines Group, Inc. 3.75%<br>01/03/2025       | 5.00%                          | Barclays        | Buy                    | 12/20/2024       | USD                 | (10,835)            | (2,640)                            |
| 455,000    | American Airlines Group, Inc. 6.5%<br>01/07/2025        | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2027       | USD                 | (3,672)             | (2,356)                            |
| 32,000     | American Airlines Group, Inc. 5%<br>20/12/2024          | 5.00%                          | Goldman Sachs   | Buy                    | 12/20/2024       | USD                 | (642)               | (5,620)                            |
| 248,000    | American Airlines Group, Inc. 3.75%<br>01/03/2025       | 5.00%                          | Goldman Sachs   | Buy                    | 12/20/2024       | USD                 | (4,976)             | (22,095)                           |
| 471,000    | American Axle & Manufacturing, Inc.<br>6.25% 15/03/2026 | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | USD                 | (34,225)            | 8,375                              |
| 303,000    | American Axle & Manufacturing, Inc.<br>6.25% 15/03/2026 | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2027       | USD                 | (25,986)            | (25,986)                           |
| 1,348,000  | Argentina Government Bond 1%<br>09/07/2029              | 5.00%                          | Goldman Sachs   | Buy                    | 12/20/2026       | USD                 | 463,482             | (245,560)                          |
| 319,000    | Argentina Government Bond 1%<br>09/07/2029              | 5.00%                          | J.P. Morgan     | Buy                    | 12/20/2026       | USD                 | 109,682             | (58,077)                           |
| 255,000    | Argentina Government Bond 1%<br>09/07/2029              | 5.00%                          | Citibank        | Buy                    | 12/20/2026       | USD                 | 87,676              | (101,660)                          |
| 1,006,000  | Bank of China Ltd. 1.25%<br>24/06/2025                  | 1.00%                          | Goldman Sachs   | Buy                    | 06/20/2029       | USD                 | (13,135)            | (6,190)                            |
| 310,000    | Bank of China Ltd. 1.25%<br>24/06/2025                  | 1.00%                          | Goldman Sachs   | Buy                    | 06/20/2026       | USD                 | (3,668)             | 1,123                              |
| 388,000    | Bank of China Ltd. 1.25%<br>24/06/2025                  | 1.00%                          | J.P. Morgan     | Buy                    | 06/20/2029       | USD                 | (5,066)             | (2,208)                            |
| 474,000    | Bank of China Ltd. 1.25%<br>24/06/2025                  | 1.00%                          | J.P. Morgan     | Buy                    | 06/20/2026       | USD                 | (5,608)             | (1,216)                            |
| 155,000    | Bay Landbk Giroz 3.5% 20/12/2025                        | 1.00%                          | Bank of America | Buy                    | 12/20/2025       | EUR                 | (2,006)             | (561)                              |
| 437,000    | Bayer AG 0.375% 06/07/2024                              | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | 1,668               | (2,776)                            |
| 1,176,000  | BMW Finance NV 0.75% 12/07/2024                         | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | (24,437)            | 9,201                              |
| 1,183,000  | Carnival Corp. 6.65% 15/01/2028                         | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | USD                 | 53,913              | (22,983)                           |
| 1,000,000  | CDX.NA.EM.41-V1.Jun.2029                                | 1.00%                          | Barclays        | Sell                   | 06/20/2029       | USD                 | (31,701)            | (1,234)                            |
| 10,000,000 | CDX.NA.HY.42-V1.Jun.2029                                | 5.00%                          | J.P. Morgan     | Buy                    | 06/20/2029       | USD                 | (640,836)           | 81,985                             |
| 4,000,000  | CDX.NA.HY.42-V1.Jun.2029                                | 5.00%                          | Barclays        | Sell                   | 06/20/2029       | USD                 | 256,334             | (39,066)                           |
| 35,000,000 | CDX.NA.IG.42-V1.Jun.2029                                | 1.00%                          | Barclays        | Sell                   | 06/20/2029       | USD                 | 729,771             | (79,389)                           |
| 853,000    | China Construction Bank Corp.<br>3.125% 17/05/2025      | 1.00%                          | J.P. Morgan     | Buy                    | 06/20/2029       | USD                 | (11,353)            | (5,070)                            |
| 698,000    | China Construction Bank Corp.<br>3.125% 17/05/2025      | 1.00%                          | Goldman Sachs   | Buy                    | 06/20/2029       | USD                 | (9,290)             | (4,471)                            |
| 777,000    | China Construction Bank Corp. 0%<br>20/06/2026          | 1.00%                          | J.P. Morgan     | Buy                    | 06/20/2026       | USD                 | (9,912)             | (1,169)                            |



**Note 10 - Open positions on credit default swap contracts (continued)****Franklin K2 Alternative Strategies Fund (continued)**

| Nominal     | Description                                                  | Interest paid/received % | Counterparty   | Buy/Sell Protection | Maturity date | Trading currency | Market Value USD | Unrealised profit/(loss) USD |
|-------------|--------------------------------------------------------------|--------------------------|----------------|---------------------|---------------|------------------|------------------|------------------------------|
| 916,000     | Cie de Saint-Gobain SA 1.625% 10/08/2025                     | 1.00%                    | Morgan Stanley | Buy                 | 06/20/2029    | EUR              | (20,580)         | 6,443                        |
| 780,000     | Continental AG 0.375% 27/06/2025                             | 1.00%                    | Morgan Stanley | Buy                 | 12/20/2028    | EUR              | (1,956)          | (17,013)                     |
| 2,317,000   | Egypt Government Bond 7.6% 01/03/2029                        | 1.00%                    | Goldman Sachs  | Sell                | 06/20/2029    | USD              | (473,678)        | (89,313)                     |
| 1,617,000   | Egypt Government Bond 7.6% 01/03/2029                        | 1.00%                    | Barclays       | Sell                | 06/20/2029    | USD              | (330,573)        | (31,113)                     |
| 6,000       | Egypt Government Bond 4.55% 20/06/2026                       | 1.00%                    | Barclays       | Buy                 | 06/20/2026    | USD              | 333              | (1,971)                      |
| 350,000     | Egypt Government Bond 4.55% 20/12/2024                       | 1.00%                    | Citibank       | Buy                 | 12/20/2024    | USD              | 3,316            | (61,415)                     |
| 595,000     | Egypt Government Bond 4.55% 20/12/2024                       | 1.00%                    | Barclays       | Buy                 | 12/20/2024    | USD              | 5,637            | (62,424)                     |
| 800,000     | Egypt Government Bond 4.55% 20/06/2026                       | 1.00%                    | Citibank       | Buy                 | 06/20/2026    | USD              | 44,416           | (241,877)                    |
| 560,000     | Egypt Government Bond 4.55% 20/12/2027                       | 1.00%                    | Citigroup      | Buy                 | 12/20/2027    | USD              | 77,216           | (114,739)                    |
| 2,077,000   | Ford Motor Co. 4.346% 08/12/2026                             | 5.00%                    | Morgan Stanley | Buy                 | 06/20/2029    | USD              | (311,817)        | 6,405                        |
| 253,000     | Iceland Bondco plc 10.875% 15/12/2027                        | 5.00%                    | Morgan Stanley | Buy                 | 06/20/2029    | EUR              | 15,854           | 10,346                       |
| 1,396,000   | Industrial & Commercial Bank of China Ltd. 1.625% 28/10/2026 | 1.00%                    | Goldman Sachs  | Buy                 | 06/20/2029    | USD              | (19,853)         | (10,215)                     |
| 159,000     | Industrial & Commercial Bank of China Ltd. 1.625% 28/10/2026 | 1.00%                    | Morgan Stanley | Buy                 | 06/20/2026    | USD              | (2,013)          | (495)                        |
| 155,000     | Industrial & Commercial Bank of China Ltd. 1.625% 28/10/2026 | 1.00%                    | J.P. Morgan    | Buy                 | 06/20/2026    | USD              | (1,962)          | (710)                        |
| 155,000     | Industrial & Commercial Bank of China Ltd. 1.625% 28/10/2026 | 1.00%                    | J.P. Morgan    | Buy                 | 06/20/2029    | USD              | (2,204)          | (1,063)                      |
| 622,000     | Italy Governement Bond 2.375% 17/10/2024                     | 1.00%                    | Morgan Stanley | Buy                 | 06/20/2026    | USD              | (8,259)          | (116)                        |
| 15,000,000  | ITRAXX.EUROPE. CROSSOVER.41-V1.Jun.2029                      | 5.00%                    | Barclays       | Sell                | 06/20/2029    | EUR              | 1,209,594        | (323,815)                    |
| 35,000,000  | ITRAXX.EUROPE.MAIN.41-V1.Jun.2029                            | 1.00%                    | Barclays       | Sell                | 06/20/2029    | EUR              | 676,091          | (183,187)                    |
| 201,687,000 | JFE Holdings, Inc. 0.25% 18/09/2026                          | 1.00%                    | Goldman Sachs  | Buy                 | 06/20/2029    | JPY              | (36,371)         | 5,097                        |
| 46,011,000  | JFE Holdings, Inc. 0.25% 18/09/2026                          | 1.00%                    | Barclays       | Buy                 | 06/20/2029    | JPY              | (8,297)          | 1,319                        |
| 491,000     | K. Hovnanian Enterprises, Inc. 7% 20/06/2028                 | 5.00%                    | Morgan Stanley | Buy                 | 06/20/2028    | USD              | (42,675)         | (19,925)                     |
| 193,000     | K. Hovnanian Enterprises, Inc. 7% 20/06/2028                 | 5.00%                    | Barclays       | Buy                 | 06/20/2028    | USD              | (16,774)         | 323                          |
| 219,404,000 | Kawasaki Heavy Industries Ltd. 0.4% 20/07/2028               | 1.00%                    | Barclays       | Buy                 | 06/20/2029    | JPY              | (40,455)         | 4,630                        |
| 194,567,000 | Kobe Steel Ltd. 0.924% 21/05/2025                            | 1.00%                    | Barclays       | Buy                 | 06/20/2029    | JPY              | (24,835)         | 4,988                        |
| 576,000     | Kohl's Corp. 4.25% 17/07/2025                                | 1.00%                    | Morgan Stanley | Buy                 | 06/20/2029    | USD              | 82,079           | 1,037                        |
| 287,000     | Kohl's Corp. 4.25% 17/07/2025                                | 1.00%                    | Morgan Stanley | Buy                 | 12/20/2024    | USD              | (710)            | (710)                        |
| 5,220,000   | Korea Government Bond 2.75% 19/01/2027                       | 1.00%                    | Goldman Sachs  | Buy                 | 06/20/2029    | USD              | (149,653)        | 8,728                        |
| 1,708,000   | Lanxess 1% 07/10/2026                                        | 1.00%                    | Morgan Stanley | Buy                 | 06/20/2029    | EUR              | 68,477           | (4,699)                      |
| 1,533,000   | Lincoln National Corp. 3.35% 09/03/2025                      | 1.00%                    | Morgan Stanley | Buy                 | 06/20/2025    | USD              | (9,576)          | (9,576)                      |
| 330,000     | Lincoln National Corp. 3.35% 09/03/2025                      | 1.00%                    | Morgan Stanley | Sell                | 06/20/2025    | USD              | 2,060            | 3,869                        |
| 362,000     | Lincoln National Corp. 3.4% 15/01/2031                       | 1.00%                    | Morgan Stanley | Buy                 | 06/20/2026    | USD              | (2,807)          | (2,193)                      |
| 156,000     | Lincoln National Corp. 3.35% 09/03/2025                      | 1.00%                    | Barclays       | Buy                 | 06/20/2025    | USD              | (974)            | (3,304)                      |

**Note 10 - Open positions on credit default swap contracts (continued)**

**Franklin K2 Alternative Strategies Fund (continued)**

| Nominal     | Description                                          | Interest<br>paid/received<br>% | Counterparty    | Buy/Sell<br>Protection | Maturity<br>date | Trading<br>currency | Market Value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------|------------------------------------------------------|--------------------------------|-----------------|------------------------|------------------|---------------------|---------------------|------------------------------------|
| 476,000     | Lincoln National Corp. 3.35%<br>09/03/2025           | 1.00%                          | Morgan Stanley  | Buy                    | 12/20/2025       | USD                 | (3,338)             | (11,950)                           |
| 362,000     | Lincoln National Corp. 3.4%<br>15/01/2031            | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2027       | USD                 | (2,185)             | (3,515)                            |
| 1,190,000   | Mercedes-Benz Group AG 1%<br>15/11/2027              | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | (24,638)            | 9,433                              |
| 1,983,000   | MetLife, Inc. 3.6% 13/11/2025                        | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | USD                 | (33,764)            | (6,343)                            |
| 147,387,000 | Mitsui OSK Lines Ltd. 0.49%<br>18/07/2025            | 1.00%                          | Goldman Sachs   | Buy                    | 06/20/2029       | JPY                 | (17,945)            | 4,179                              |
| 62,058,000  | Mitsui OSK Lines Ltd. 0.49%<br>18/07/2025            | 1.00%                          | Barclays        | Buy                    | 06/20/2029       | JPY                 | (7,556)             | 1,313                              |
| 239,001,000 | Nippon Paper Industries Co. Ltd.<br>0.49% 23/07/2027 | 1.00%                          | Barclays        | Buy                    | 06/20/2029       | JPY                 | 63,926              | 15,920                             |
| 31,274,000  | Nippon Paper Industries Co. Ltd.<br>0.49% 23/07/2027 | 1.00%                          | J.P. Morgan     | Buy                    | 12/20/2025       | JPY                 | (919)               | (1,003)                            |
| 16,772,000  | Nippon Paper Industries Co. Ltd.<br>0.49% 23/07/2027 | 1.00%                          | J.P. Morgan     | Buy                    | 06/20/2029       | JPY                 | 4,486               | (122)                              |
| 36,129,000  | Nippon Paper Industries Co. Ltd.<br>0.49% 23/07/2027 | 1.00%                          | Citigroup       | Buy                    | 12/20/2025       | JPY                 | (1,062)             | (1,344)                            |
| 2,420,000   | Petroleos Mexicanos SA 6.625%<br>15/06/2035          | 1.00%                          | Citigroup       | Buy                    | 06/20/2026       | USD                 | 98,750              | 13,900                             |
| 16,900,000  | Rakuten Group, Inc. 0.42%<br>25/06/2027              | 1.00%                          | Goldman Sachs   | Buy                    | 06/20/2025       | JPY                 | (324)               | (2,256)                            |
| 11,698,000  | Rakuten Group, Inc. 0.42%<br>25/06/2027              | 1.00%                          | Bank of America | Buy                    | 06/20/2027       | JPY                 | 2,963               | (532)                              |
| 11,654,000  | Rakuten Group, Inc. 0.42%<br>25/06/2027              | 1.00%                          | Citigroup       | Buy                    | 06/20/2027       | JPY                 | 2,952               | (646)                              |
| 55,236,000  | Rakuten Group, Inc. 0.42%<br>25/06/2027              | 1.00%                          | Citigroup       | Buy                    | 06/20/2025       | JPY                 | (1,059)             | (8,658)                            |
| 29,413,000  | Rakuten Group, Inc. 0.42%<br>25/06/2027              | 1.00%                          | J.P. Morgan     | Buy                    | 06/20/2025       | JPY                 | (564)               | (6,986)                            |
| 45,432,000  | Rakuten Group, Inc. 0.42%<br>25/06/2027              | 1.00%                          | Barclays        | Buy                    | 06/20/2025       | JPY                 | (872)               | (12,220)                           |
| 1,930,000   | Saudi Arabia Government Bond 4%<br>17/04/2025        | 1.00%                          | Barclays        | Buy                    | 06/20/2029       | USD                 | (39,097)            | 3,294                              |
| 1,115,000   | SES SA 0.875% 04/11/2027                             | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | 23,216              | 19,642                             |
| 31,088,000  | SoftBank Group Corp. 1.569%<br>20/06/2028            | 1.00%                          | Barclays        | Buy                    | 06/20/2028       | JPY                 | 4,866               | (16,252)                           |
| 66,839,000  | SoftBank Group Corp. 1.569%<br>20/06/2028            | 1.00%                          | Goldman Sachs   | Buy                    | 06/20/2028       | JPY                 | 10,462              | (33,226)                           |
| 1,127,000   | Stellantis NV 2% 20/03/2025                          | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | (215,614)           | 28,811                             |
| 290,000     | Stena Aktiebolag 7% 20/06/2029                       | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | (40,452)            | 640                                |
| 100,000     | TDC Holding A/S 5.625% 20/06/2027                    | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2027       | EUR                 | (2,298)             | (2,298)                            |
| 391,000     | Telecom Italia SpA 3% 30/09/2025                     | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | 21,808              | (967)                              |
| 1,450,000   | Turkiye Government Bond 11.875%<br>15/01/2030        | 1.00%                          | Goldman Sachs   | Buy                    | 06/20/2027       | USD                 | 38,009              | (13,283)                           |
| 778,000     | Unibail-Rodamco-Westfield SE<br>1.375% 09/03/2026    | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | 9,823               | (2,971)                            |
| 297,000     | Univision Communications, Inc.<br>5.125% 15/02/2025  | 5.00%                          | Goldman Sachs   | Buy                    | 06/20/2029       | USD                 | (24,612)            | 7,373                              |
| 277,000     | UPC Holding BV 5.5% 15/01/2028                       | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | (33,467)            | 12,100                             |
| 720,000     | Virgin Media Finance plc 3.75%<br>15/07/2030         | 5.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | (29,522)            | 2,352                              |
| 1,092,000   | Vodafone Group plc 1.875%<br>11/09/2025              | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | (19,745)            | 3,314                              |
| 1,609,000   | Volkswagen AG 0% 16/11/2024                          | 1.00%                          | Morgan Stanley  | Buy                    | 06/20/2029       | EUR                 | (5,229)             | 5,397                              |



**Note 10 - Open positions on credit default swap contracts (continued)****Franklin K2 Alternative Strategies Fund (continued)**

| Nominal   | Description                         | Interest paid/received % | Counterparty   | Buy/Sell Protection | Maturity date | Trading currency | Market Value USD | Unrealised profit/(loss) USD |
|-----------|-------------------------------------|--------------------------|----------------|---------------------|---------------|------------------|------------------|------------------------------|
| 1,144,000 | Whirlpool Corp. 4.75% 26/02/2029    | 1.00%                    | Morgan Stanley | Buy                 | 06/20/2029    | USD              | (1,833)          | (15,943)                     |
| 70,000    | Ziggo Bond Co. BV 5.125% 28/02/2030 | 5.00%                    | Morgan Stanley | Buy                 | 06/20/2029    | EUR              | (3,705)          | (518)                        |
|           |                                     |                          |                |                     |               |                  | <b>1,201,485</b> | <b>(1,708,356)</b>           |

**Franklin Strategic Income Fund**

| Nominal    | Description                     | Interest paid/received % | Counterparty | Buy/Sell Protection | Maturity date | Trading currency | Market Value USD | Unrealised profit/(loss) USD |
|------------|---------------------------------|--------------------------|--------------|---------------------|---------------|------------------|------------------|------------------------------|
| 1,940,000  | Carnival Corp. 6.65% 15/01/2028 | 1.00%                    | Citibank     | Sell                | 06/20/2027    | USD              | (12,419)         | 196,339                      |
| 2,500,000  | CDX.NA.HY.33-V13. Dec.2024      | 5.00%                    | Citibank     | Sell                | 12/20/2024    | USD              | 58,699           | 72,735                       |
| 16,940,000 | CDX.NA.HY.41-V1. Dec.2028       | 5.00%                    | Citigroup    | Sell                | 12/20/2028    | USD              | 1,064,952        | 1,070,417                    |
|            |                                 |                          |              |                     |               |                  | <b>1,111,232</b> | <b>1,339,491</b>             |

**Franklin U.S. Low Duration Fund**

| Nominal   | Description                     | Interest paid/received % | Counterparty | Buy/Sell Protection | Maturity date | Trading currency | Market Value USD | Unrealised profit/(loss) USD |
|-----------|---------------------------------|--------------------------|--------------|---------------------|---------------|------------------|------------------|------------------------------|
| 410,000   | Carnival Corp. 6.65% 15/01/2028 | 1.00%                    | Citibank     | Sell                | 06/20/2027    | USD              | (2,625)          | 41,494                       |
| 2,000,000 | CDX.NA.HY.33-V13. Dec.2024      | 5.00%                    | Citibank     | Sell                | 12/20/2024    | USD              | 46,959           | 58,188                       |
| 2,800,000 | CDX.NA.HY.37-V4. Dec.2026       | 5.00%                    | Citibank     | Sell                | 12/20/2026    | USD              | 256,154          | 24,768                       |
| 700,000   | CDX.NA.HY.39-V3. Dec.2027       | 5.00%                    | J.P. Morgan  | Sell                | 12/20/2027    | USD              | 44,973           | 10,696                       |
| 3,400,000 | CDX.NA.HY.40-V2. Jun.2028       | 5.00%                    | Citigroup    | Sell                | 06/20/2028    | USD              | 211,135          | 153,921                      |
| 400,000   | CDX.NA.HY.41-V1. Dec.2028       | 5.00%                    | Citigroup    | Sell                | 12/20/2028    | USD              | 25,146           | 24,179                       |
| 2,500,000 | CDX.NA.HY.42-V1. Jun.2029       | 5.00%                    | Citigroup    | Sell                | 06/20/2029    | USD              | 156,076          | 20,370                       |
| 1,600,000 | CDX.NA.IG.41-V1. Dec.2028       | 1.00%                    | Citibank     | Sell                | 12/20/2028    | USD              | (60,934)         | (13,079)                     |
|           |                                 |                          |              |                     |               |                  | <b>676,884</b>   | <b>320,537</b>               |

**Note 11 - Open positions on option contracts**

As at June 30, 2024, the Company had entered into the following outstanding contracts:

**Franklin Diversified Balanced Fund**

| Purchase/Sale position | Description                                                          | Counterparty | Trading currency | Number of contracts purchased/(sold) | Commitment EUR | Market value EUR | Unrealised profit/(loss) EUR |
|------------------------|----------------------------------------------------------------------|--------------|------------------|--------------------------------------|----------------|------------------|------------------------------|
| Currency Option Sale   | Foreign Exchange JPY/USD, Put Option, Strike Price 125.00, Oct. 2024 | HSBC         | USD              | (10,518,000)                         | 7,630,476      | (1,913)          | 62,839                       |

## Note 11 - Open positions on option contracts (continued)

### Franklin Diversified Balanced Fund (continued)

| Purchase/<br>Sale<br>position | Description                                                              | Counterparty   | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>EUR | Market<br>value<br>EUR | Unrealised<br>profit/(loss)<br>EUR |
|-------------------------------|--------------------------------------------------------------------------|----------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Sale                          | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 125.00, Jul. 2024  | Morgan Stanley | USD                 | (10,270,000)                                   | 7,450,560         | (30)                   | 25,205                             |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 135.00, Oct. 2024  | HSBC           | USD                 | 10,518,000                                     | 8,240,914         | 6,862                  | (196,294)                          |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 135.00, Jul. 2024  | Morgan Stanley | USD                 | 10,270,000                                     | 8,046,604         | 168                    | (98,582)                           |
| Sale                          | Foreign Exchange USD/JPY, Call<br>Option, Strike Price 144.00, Oct. 2024 | HSBC           | USD                 | (10,518,000)                                   | 1,414,052,892     | (881,774)              | (699,257)                          |
|                               |                                                                          |                |                     |                                                |                   | (876,687)              | (906,089)                          |
| Index Option                  |                                                                          |                |                     |                                                |                   |                        |                                    |
| Purchase                      | CBOE Volatility Index, Call Option,<br>Strike Price 18.00, Sep. 2024     | J.P. Morgan    | USD                 | 1,362                                          | 1,581,858         | 175,479                | (28,632)                           |
| Sale                          | CBOE Volatility Index, Call Option,<br>Strike Price 25.00, Sep. 2024     | J.P. Morgan    | USD                 | (1,362)                                        | 1,581,858         | (89,011)               | 19,344                             |
| Purchase                      | EURO STOXX 50 Index, Call Option,<br>Strike Price 5,350.00, Sep. 2024    | Goldman Sachs  | EUR                 | 47                                             | 2,300,189         | 3,948                  | (15,139)                           |
| Sale                          | EURO STOXX 50 Index, Call Option,<br>Strike Price 5,650.00, Sep. 2024    | Goldman Sachs  | EUR                 | (47)                                           | 2,300,189         | (470)                  | 1,969                              |
| Sale                          | EURO STOXX 50 Index, Put Option,<br>Strike Price 3,900.00, Sep. 2024     | Goldman Sachs  | EUR                 | (75)                                           | 3,670,515         | (7,350)                | 21,893                             |
| Purchase                      | EURO STOXX 50 Index, Put Option,<br>Strike Price 4,350.00, Sep. 2024     | Goldman Sachs  | EUR                 | 75                                             | 3,670,515         | 19,875                 | (50,033)                           |
| Purchase                      | Nikkei 225 Index, Call Option, Strike<br>Price 41,500.00, Sep. 2024      | Morgan Stanley | JPY                 | 5                                              | 1,148,651         | 11,898                 | 1,112                              |
| Sale                          | Nikkei 225 Index, Call Option, Strike<br>Price 45,000.00, Sep. 2024      | Morgan Stanley | JPY                 | (5)                                            | 1,148,651         | (1,277)                | (367)                              |
| Sale                          | Nikkei 225 Index, Call Option, Strike<br>Price 48,000.00, Dec. 2024      | Barclays       | JPY                 | (32)                                           | 7,351,365         | (12,443)               | 36,626                             |
| Purchase                      | S&P 500 Index, Call Option, Strike<br>Price 5,650.00, Sep. 2024          | Morgan Stanley | USD                 | 28                                             | 14,274,432        | 153,973                | 44,405                             |
| Sale                          | S&P 500 Index, Call Option, Strike<br>Price 6,000.00, Sep. 2024          | Morgan Stanley | USD                 | (28)                                           | 14,274,432        | (10,457)               | 821                                |
| Sale                          | S&P 500 Index, Put Option, Strike<br>Price 4,250.00, Sep. 2024           | J.P. Morgan    | USD                 | (12)                                           | 6,117,614         | (5,691)                | 41,644                             |
| Purchase                      | S&P 500 Index, Put Option, Strike<br>Price 4,750.00, Sep. 2024           | J.P. Morgan    | USD                 | 12                                             | 6,117,614         | 12,884                 | (94,648)                           |
|                               |                                                                          |                |                     |                                                |                   | 251,358                | (21,005)                           |
|                               |                                                                          |                |                     |                                                |                   | (625,329)              | (927,094)                          |

### Franklin Diversified Conservative Fund

| Purchase/<br>Sale<br>position | Description                                                              | Counterparty   | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>EUR | Market<br>value<br>EUR | Unrealised<br>profit/(loss)<br>EUR |
|-------------------------------|--------------------------------------------------------------------------|----------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Currency Option               |                                                                          |                |                     |                                                |                   |                        |                                    |
| Sale                          | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 125.00, Oct. 2024  | HSBC           | USD                 | (4,972,000)                                    | 3,607,028         | (904)                  | 29,704                             |
| Sale                          | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 125.00, Jul. 2024  | Morgan Stanley | USD                 | (5,600,000)                                    | 4,062,623         | (16)                   | 13,744                             |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 135.00, Oct. 2024  | HSBC           | USD                 | 4,972,000                                      | 3,895,591         | 3,244                  | (92,791)                           |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 135.00, Jul. 2024  | Morgan Stanley | USD                 | 5,600,000                                      | 4,387,632         | 92                     | (53,754)                           |
| Sale                          | Foreign Exchange USD/JPY, Call<br>Option, Strike Price 144.00, Oct. 2024 | HSBC           | USD                 | (4,972,000)                                    | 668,441,812       | (416,827)              | (330,548)                          |
|                               |                                                                          |                |                     |                                                |                   | (414,411)              | (433,645)                          |
| Index Option                  |                                                                          |                |                     |                                                |                   |                        |                                    |
| Purchase                      | CBOE Volatility Index, Call Option,<br>Strike Price 18.00, Sep. 2024     | J.P. Morgan    | USD                 | 632                                            | 734,019           | 81,427                 | (13,286)                           |

**Note 11 - Open positions on option contracts (continued)****Franklin Diversified Conservative Fund (continued)**

| Purchase/<br>Sale<br>position | Description                                                           | Counterparty      | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>EUR | Market<br>value<br>EUR | Unrealised<br>profit/(loss)<br>EUR |
|-------------------------------|-----------------------------------------------------------------------|-------------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Sale                          | CBOE Volatility Index, Call Option,<br>Strike Price 25.00, Sep. 2024  | J.P. Morgan       | USD                 | (632)                                          | 734,019           | (41,303)               | 8,976                              |
| Purchase                      | EURO STOXX 50 Index, Call Option,<br>Strike Price 5,350.00, Sep. 2024 | Goldman<br>Sachs  | EUR                 | 22                                             | 1,076,684         | 1,848                  | (7,086)                            |
| Sale                          | EURO STOXX 50 Index, Call Option,<br>Strike Price 5,650.00, Sep. 2024 | Goldman<br>Sachs  | EUR                 | (22)                                           | 1,076,684         | (220)                  | 922                                |
| Sale                          | EURO STOXX 50 Index, Put Option,<br>Strike Price 3,900.00, Sep. 2024  | Goldman<br>Sachs  | EUR                 | (35)                                           | 1,712,907         | (3,430)                | 10,216                             |
| Purchase                      | EURO STOXX 50 Index, Put Option,<br>Strike Price 4,350.00, Sep. 2024  | Goldman<br>Sachs  | EUR                 | 35                                             | 1,712,907         | 9,275                  | (23,349)                           |
| Purchase                      | Nikkei 225 Index, Call Option, Strike<br>Price 41,500.00, Sep. 2024   | Morgan<br>Stanley | JPY                 | 2                                              | 459,460           | 4,759                  | 445                                |
| Sale                          | Nikkei 225 Index, Call Option, Strike<br>Price 45,000.00, Sep. 2024   | Morgan<br>Stanley | JPY                 | (2)                                            | 459,460           | (511)                  | (147)                              |
| Sale                          | Nikkei 225 Index, Call Option, Strike<br>Price 48,000.00, Dec. 2024   | Barclays          | JPY                 | (14)                                           | 3,216,222         | (5,444)                | 16,024                             |
| Purchase                      | S&P 500 Index, Call Option, Strike<br>Price 5,650.00, Sep. 2024       | Morgan<br>Stanley | USD                 | 13                                             | 6,627,415         | 71,487                 | 20,617                             |
| Sale                          | S&P 500 Index, Call Option, Strike<br>Price 6,000.00, Sep. 2024       | Morgan<br>Stanley | USD                 | (13)                                           | 6,627,415         | (4,855)                | 381                                |
| Sale                          | S&P 500 Index, Put Option, Strike<br>Price 4,250.00, Sep. 2024        | J.P. Morgan       | USD                 | (5)                                            | 2,549,006         | (2,371)                | 17,352                             |
| Purchase                      | S&P 500 Index, Put Option, Strike<br>Price 4,750.00, Sep. 2024        | J.P. Morgan       | USD                 | 5                                              | 2,549,006         | 5,368                  | (39,437)                           |
|                               |                                                                       |                   |                     |                                                |                   | 116,030                | (8,372)                            |
|                               |                                                                       |                   |                     |                                                |                   | <b>(298,381)</b>       | <b>(442,017)</b>                   |

**Franklin Diversified Dynamic Fund**

| Purchase/<br>Sale<br>position | Description                                                              | Counterparty      | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>EUR | Market<br>value<br>EUR | Unrealised<br>profit/(loss)<br>EUR |
|-------------------------------|--------------------------------------------------------------------------|-------------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Currency Option               |                                                                          |                   |                     |                                                |                   |                        |                                    |
| Sale                          | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 125.00, Oct. 2024  | HSBC              | USD                 | (8,268,000)                                    | 5,998,172         | (1,504)                | 49,396                             |
| Sale                          | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 125.00, Jul. 2024  | Morgan<br>Stanley | USD                 | (7,640,000)                                    | 5,542,578         | (22)                   | 18,750                             |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 135.00, Oct. 2024  | HSBC              | USD                 | 8,268,000                                      | 6,478,026         | 5,394                  | (154,302)                          |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 135.00, Jul. 2024  | Morgan<br>Stanley | USD                 | 7,640,000                                      | 5,985,984         | 125                    | (73,337)                           |
| Sale                          | Foreign Exchange USD/JPY, Call<br>Option, Strike Price 144.00, Oct. 2024 | HSBC              | USD                 | (8,268,000)                                    | 1,111,560,117     | (693,146)              | (549,673)                          |
|                               |                                                                          |                   |                     |                                                |                   | <b>(689,153)</b>       | <b>(709,166)</b>                   |
| Index Option                  |                                                                          |                   |                     |                                                |                   |                        |                                    |
| Purchase                      | CBOE Volatility Index, Call Option,<br>Strike Price 18.00, Sep. 2024     | J.P. Morgan       | USD                 | 1,209                                          | 1,404,160         | 155,767                | (25,415)                           |
| Sale                          | CBOE Volatility Index, Call Option,<br>Strike Price 25.00, Sep. 2024     | J.P. Morgan       | USD                 | (1,209)                                        | 1,404,160         | (79,012)               | 17,171                             |
| Purchase                      | EURO STOXX 50 Index, Call Option,<br>Strike Price 5,350.00, Sep. 2024    | Goldman<br>Sachs  | EUR                 | 66                                             | 3,230,053         | 5,544                  | (21,259)                           |
| Sale                          | EURO STOXX 50 Index, Call Option,<br>Strike Price 5,650.00, Sep. 2024    | Goldman<br>Sachs  | EUR                 | (66)                                           | 3,230,053         | (660)                  | 2,765                              |
| Sale                          | EURO STOXX 50 Index, Put Option,<br>Strike Price 3,900.00, Sep. 2024     | Goldman<br>Sachs  | EUR                 | (60)                                           | 2,936,412         | (5,880)                | 17,514                             |
| Purchase                      | EURO STOXX 50 Index, Put Option,<br>Strike Price 4,350.00, Sep. 2024     | Goldman<br>Sachs  | EUR                 | 60                                             | 2,936,412         | 15,900                 | (40,026)                           |
| Purchase                      | Nikkei 225 Index, Call Option, Strike<br>Price 41,500.00, Sep. 2024      | Morgan<br>Stanley | JPY                 | 7                                              | 1,608,111         | 16,657                 | 1,556                              |

## Note 11 - Open positions on option contracts (continued)

### Franklin Diversified Dynamic Fund (continued)

| Purchase/<br>Sale<br>position | Description                                                      | Counterparty   | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>EUR | Market<br>value<br>EUR | Unrealised<br>profit/(loss)<br>EUR |
|-------------------------------|------------------------------------------------------------------|----------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Sale                          | Nikkei 225 Index, Call Option, Strike Price 45,000.00, Sep. 2024 | Morgan Stanley | JPY                 | (7)                                            | 1,608,111         | (1,788)                | (514)                              |
| Sale                          | Nikkei 225 Index, Call Option, Strike Price 48,000.00, Dec. 2024 | Barclays       | JPY                 | (27)                                           | 6,202,714         | (10,499)               | 30,904                             |
| Purchase                      | S&P 500 Index, Call Option, Strike Price 5,650.00, Sep. 2024     | Morgan Stanley | USD                 | 39                                             | 19,882,245        | 214,462                | 61,850                             |
| Sale                          | S&P 500 Index, Call Option, Strike Price 6,000.00, Sep. 2024     | Morgan Stanley | USD                 | (39)                                           | 19,882,245        | (14,564)               | 1,143                              |
| Sale                          | S&P 500 Index, Put Option, Strike Price 4,250.00, Sep. 2024      | J.P. Morgan    | USD                 | (9)                                            | 4,588,210         | (4,269)                | 31,233                             |
| Purchase                      | S&P 500 Index, Put Option, Strike Price 4,750.00, Sep. 2024      | J.P. Morgan    | USD                 | 9                                              | 4,588,210         | 9,663                  | (70,986)                           |
|                               |                                                                  |                |                     |                                                |                   | 301,321                | 5,936                              |
|                               |                                                                  |                |                     |                                                |                   | <b>(387,832)</b>       | <b>(703,230)</b>                   |

### Franklin Flexible Alpha Bond Fund

| Purchase/<br>Sale<br>position | Description                                                                | Counterparty    | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|----------------------------------------------------------------------------|-----------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Swaption Purchase             | Credit Default Swap Index Option, Put Option, Strike Price 0.01, Jul. 2024 | J.P. Morgan     | USD                 | 8,800,000                                      | 8,800,000         | 1,228                  | (8,562)                            |
| Purchase                      | Credit Default Swap Index Option, Put Option, Strike Price 1.01, Jul. 2024 | Goldman Sachs   | USD                 | 5,300,000                                      | 5,300,000         | 2,268                  | (30,301)                           |
| Purchase                      | Swaption, Put Option, Strike Price 4.10, Dec. 2034                         | Morgan Stanley  | USD                 | 2,100,000                                      | 2,100,000         | 33,343                 | 6,859                              |
| Purchase                      | Swaption, Put Option, Strike Price 4.19, Aug. 2034                         | Bank of America | USD                 | 1,900,000                                      | 1,900,000         | 5,546                  | (26,162)                           |
| Sale                          | Swaption, Put Option, Strike Price 4.45, Dec. 2034                         | Morgan Stanley  | USD                 | (4,200,000)                                    | 4,200,000         | (34,700)               | (7,547)                            |
| Sale                          | Swaption, Put Option, Strike Price 4.45, Jul. 2034                         | Bank of America | USD                 | (1,400,000)                                    | 1,400,000         | (37)                   | 11,116                             |
| Sale                          | Swaption, Put Option, Strike Price 4.46, Aug. 2034                         | Bank of America | USD                 | (3,800,000)                                    | 3,800,000         | (2,302)                | 30,269                             |
|                               |                                                                            |                 |                     |                                                |                   | 5,346                  | (24,328)                           |
|                               |                                                                            |                 |                     |                                                |                   | <b>5,346</b>           | <b>(24,328)</b>                    |

### Franklin Global Fundamental Strategies Fund

| Purchase/<br>Sale<br>position | Description                                                           | Counterparty   | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|-----------------------------------------------------------------------|----------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Currency Option Purchase      | Foreign Exchange JPY/USD, Put Option, Strike Price 147.65, Sep. 2024  | Morgan Stanley | USD                 | 8,510,000                                      | 7,810,903         | 16,288                 | (30,134)                           |
| Sale                          | Foreign Exchange JPY/USD, Put Option, Strike Price 149.90, Aug. 2024  | Morgan Stanley | USD                 | (17,019,000)                                   | 15,858,932        | (30,806)               | 88,156                             |
| Sale                          | Foreign Exchange JPY/USD, Put Option, Strike Price 150.10, Sep. 2024  | Morgan Stanley | USD                 | (34,039,000)                                   | 31,761,115        | (104,421)              | 184,400                            |
| Purchase                      | Foreign Exchange JPY/USD, Put Option, Strike Price 152.90, Sep. 2024  | Morgan Stanley | USD                 | 34,039,000                                     | 32,353,594        | 181,431                | (327,622)                          |
| Purchase                      | Foreign Exchange JPY/USD, Put Option, Strike Price 152.95, Aug. 2024  | Morgan Stanley | USD                 | 25,529,000                                     | 24,272,893        | 91,584                 | (241,212)                          |
| Sale                          | Foreign Exchange USD/JPY, Call Option, Strike Price 156.05, Jul. 2024 | Morgan Stanley | USD                 | (8,510,000)                                    | 1,327,985,500     | (246,977)              | (177,918)                          |

**Note 11 - Open positions on option contracts (continued)****Franklin Global Fundamental Strategies Fund (continued)**

| Purchase/<br>Sale<br>position | Description                                                           | Counterparty   | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|-----------------------------------------------------------------------|----------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Purchase                      | Foreign Exchange USD/JPY, Call Option, Strike Price 157.25, Jul. 2024 | Morgan Stanley | USD                 | 12,765,000                                     | 2,007,296,250     | 291,032                | 221,654                            |
| Sale                          | Foreign Exchange USD/JPY, Call Option, Strike Price 160.00, Aug. 2024 | Morgan Stanley | USD                 | (17,019,000)                                   | 2,723,040,000     | (232,623)              | (142,337)                          |
| Purchase                      | Foreign Exchange USD/JPY, Call Option, Strike Price 164.00, Aug. 2024 | Morgan Stanley | USD                 | 25,529,000                                     | 4,186,756,000     | 138,047                | 89,414                             |
|                               |                                                                       |                |                     |                                                |                   | 103,555                | (335,599)                          |
|                               |                                                                       |                |                     |                                                |                   | <b>103,555</b>         | <b>(335,599)</b>                   |

**Franklin Global Multi-Asset Income Fund**

| Purchase/<br>Sale<br>position | Description                                                          | Counterparty   | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>EUR | Market<br>value<br>EUR | Unrealised<br>profit/(loss)<br>EUR |
|-------------------------------|----------------------------------------------------------------------|----------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Currency Option               |                                                                      |                |                     |                                                |                   |                        |                                    |
| Sale                          | Foreign Exchange JPY/USD, Put Option, Strike Price 125.00, Jul. 2024 | Morgan Stanley | USD                 | (6,539,000)                                    | 4,743,837         | (19)                   | 16,048                             |
| Purchase                      | Foreign Exchange JPY/USD, Put Option, Strike Price 135.00, Jul. 2024 | Morgan Stanley | USD                 | 6,539,000                                      | 5,123,344         | 107                    | (62,768)                           |
|                               |                                                                      |                |                     |                                                |                   | 88                     | (46,720)                           |
| Index Option                  |                                                                      |                |                     |                                                |                   |                        |                                    |
| Purchase                      | CBOE Volatility Index, Call Option, Strike Price 18.00, Sep. 2024    | J.P. Morgan    | USD                 | 937                                            | 1,088,253         | 120,723                | (19,134)                           |
| Sale                          | CBOE Volatility Index, Call Option, Strike Price 25.00, Sep. 2024    | J.P. Morgan    | USD                 | (937)                                          | 1,088,253         | (61,236)               | 13,871                             |
| Purchase                      | EURO STOXX 50 Index, Call Option, Strike Price 5,350.00, Sep. 2024   | Goldman Sachs  | EUR                 | 42                                             | 2,055,488         | 3,528                  | (13,528)                           |
| Sale                          | EURO STOXX 50 Index, Call Option, Strike Price 5,650.00, Sep. 2024   | Goldman Sachs  | EUR                 | (42)                                           | 2,055,488         | (420)                  | 1,760                              |
| Sale                          | EURO STOXX 50 Index, Put Option, Strike Price 3,900.00, Sep. 2024    | Goldman Sachs  | EUR                 | (48)                                           | 2,349,130         | (4,704)                | 14,011                             |
| Purchase                      | EURO STOXX 50 Index, Put Option, Strike Price 4,350.00, Sep. 2024    | Goldman Sachs  | EUR                 | 48                                             | 2,349,130         | 12,720                 | (32,021)                           |
| Purchase                      | Nikkei 225 Index, Call Option, Strike Price 41,500.00, Sep. 2024     | Morgan Stanley | JPY                 | 4                                              | 918,921           | 9,518                  | 889                                |
| Sale                          | Nikkei 225 Index, Call Option, Strike Price 45,000.00, Sep. 2024     | Morgan Stanley | JPY                 | (4)                                            | 918,921           | (1,022)                | (294)                              |
| Purchase                      | S&P 500 Index, Call Option, Strike Price 5,650.00, Sep. 2024         | Morgan Stanley | USD                 | 25                                             | 12,745,029        | 137,475                | 39,625                             |
| Sale                          | S&P 500 Index, Call Option, Strike Price 6,000.00, Sep. 2024         | Morgan Stanley | USD                 | (25)                                           | 12,745,029        | (9,336)                | 710                                |
| Sale                          | S&P 500 Index, Put Option, Strike Price 4,250.00, Sep. 2024          | J.P. Morgan    | USD                 | (7)                                            | 3,568,608         | (3,320)                | 24,292                             |
| Purchase                      | S&P 500 Index, Put Option, Strike Price 4,750.00, Sep. 2024          | J.P. Morgan    | USD                 | 7                                              | 3,568,608         | 7,516                  | (55,211)                           |
|                               |                                                                      |                |                     |                                                |                   | 211,442                | (25,030)                           |
|                               |                                                                      |                |                     |                                                |                   | <b>211,530</b>         | <b>(71,750)</b>                    |

**Franklin Income Fund**

| Purchase/<br>Sale<br>position | Description                                                   | Counterparty | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|---------------------------------------------------------------|--------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Equity Option                 |                                                               |              |                     |                                                |                   |                        |                                    |
| Sale                          | Broadcom, Inc., Put Option, Strike Price 1,420.00, Aug. 2024  | Citigroup    | USD                 | (280)                                          | 44,954,840        | (614,600)              | 59,097                             |
| Sale                          | Lowe's Cos., Inc., Put Option, Strike Price 215.00, Jul. 2024 | Citigroup    | USD                 | (1,400)                                        | 30,864,400        | (287,000)              | 103,334                            |

## Note 11 - Open positions on option contracts (continued)

### Franklin Income Fund (continued)

| Purchase/<br>Sale<br>position | Description                                                               | Counterparty | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|---------------------------------------------------------------------------|--------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Sale                          | Procter & Gamble Co. (The), Put<br>Option, Strike Price 160.00, Aug. 2024 | RBC          | USD                 | (2,500)                                        | 38,493,139        | (427,500)              | (81,475)                           |
|                               |                                                                           |              |                     |                                                |                   | (1,329,100)            | 80,956                             |
|                               |                                                                           |              |                     |                                                |                   | <b>(1,329,100)</b>     | <b>80,956</b>                      |

### Franklin K2 Alternative Strategies Fund

| Purchase/<br>Sale<br>position | Description                                                                            | Counterparty   | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|----------------------------------------------------------------------------------------|----------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Equity Option                 |                                                                                        |                |                     |                                                |                   |                        |                                    |
| Purchase                      | Albertsons Cos., Inc., Call Option,<br>Strike Price 22.00, Jan. 2025                   | Morgan Stanley | USD                 | 249                                            | 10,819,050        | 26,145                 | (41,449)                           |
| Sale                          | Albertsons Cos., Inc., Call Option,<br>Strike Price 27.00, Jan. 2025                   | Morgan Stanley | USD                 | (249)                                          | 13,277,925        | (3,735)                | 997                                |
| Purchase                      | Apellis Pharmaceuticals, Inc., Call<br>Option, Strike Price 50.00, Jul. 2024           | Morgan Stanley | USD                 | 10                                             | 1,918,000         | 475                    | (974)                              |
| Purchase                      | Arcadium Lithium plc, Call Option,<br>Strike Price 4.00, Jul. 2024                     | Morgan Stanley | USD                 | 20                                             | 26,880            | 60                     | (372)                              |
| Purchase                      | Arcadium Lithium plc, Call Option,<br>Strike Price 5.00, Jul. 2024                     | Morgan Stanley | USD                 | 20                                             | 33,600            | 80                     | (451)                              |
| Purchase                      | Capri Holdings Ltd., Call Option,<br>Strike Price 55.00, Oct. 2024                     | Morgan Stanley | USD                 | 102                                            | 18,557,880        | 2,550                  | (14,082)                           |
| Sale                          | Capri Holdings Ltd., Call Option,<br>Strike Price 57.50, Oct. 2024                     | Morgan Stanley | USD                 | (102)                                          | 19,401,420        | (510)                  | 78                                 |
| Purchase                      | Coherus Biosciences, Inc., Call<br>Option, Strike Price 3.00, Nov. 2024                | Morgan Stanley | USD                 | 39                                             | 20,241            | 780                    | (437)                              |
| Purchase                      | Constellation Energy Corp., Call<br>Option, Strike Price 300.00, Jan. 2025             | J.P. Morgan    | USD                 | 38                                             | 228,307,800       | 19,760                 | (15,581)                           |
| Purchase                      | Enphase Energy, Inc., Call Option,<br>Strike Price 130.00, Jul. 2024                   | Morgan Stanley | USD                 | 5                                              | 6,481,150         | 140                    | (280)                              |
| Purchase                      | Evolent Health, Inc., Call Option,<br>Strike Price 25.00, Jul. 2024                    | Morgan Stanley | USD                 | 10                                             | 478,000           | 250                    | (166)                              |
| Purchase                      | Expedia Group, Inc., Call Option,<br>Strike Price 150.00, Jul. 2024                    | Morgan Stanley | USD                 | 3                                              | 5,669,550         | 15                     | (1,484)                            |
| Purchase                      | Expedia Group, Inc., Put Option,<br>Strike Price 65.00, Jul. 2024                      | Morgan Stanley | USD                 | 3                                              | 2,456,805         | 46                     | (8)                                |
| Purchase                      | Golar LNG Ltd., Call Option, Strike<br>Price 25.00, Jan. 2025                          | Morgan Stanley | USD                 | 38                                             | 2,978,250         | 28,880                 | 21,944                             |
| Sale                          | Golar LNG Ltd., Call Option, Strike<br>Price 30.00, Jan. 2025                          | Morgan Stanley | USD                 | (38)                                           | 3,573,900         | (16,340)               | (14,156)                           |
| Sale                          | Hollysys Automation Technologies<br>Ltd., Put Option, Strike Price 15.00,<br>Jul. 2024 | Morgan Stanley | USD                 | (30)                                           | 973,800           | –                      | 404                                |
| Purchase                      | Hollysys Automation Technologies<br>Ltd., Put Option, Strike Price 20.00,<br>Jul. 2024 | Morgan Stanley | USD                 | 30                                             | 1,298,400         | 2,850                  | (645)                              |
| Purchase                      | Inotiv, Inc., Put Option, Strike Price<br>5.00, Jul. 2024                              | Morgan Stanley | USD                 | 22                                             | 18,260            | 7,480                  | 6,084                              |
| Sale                          | International Paper Co., Put Option,<br>Strike Price 37.50, Aug. 2024                  | Morgan Stanley | USD                 | (7)                                            | 1,132,688         | (280)                  | 59                                 |
| Purchase                      | Ironwood Pharmaceuticals, Inc., Call<br>Option, Strike Price 7.50, Aug. 2024           | Morgan Stanley | USD                 | 10                                             | 48,900            | 300                    | (241)                              |
| Purchase                      | Liberty Media Corp., Put Option,<br>Strike Price 22.00, Aug. 2024                      | Morgan Stanley | USD                 | 105                                            | 5,118,960         | 12,390                 | (3)                                |
| Purchase                      | Lincoln National Corp., Put Option,<br>Strike Price 17.50, Jan. 2025                   | J.P. Morgan    | USD                 | 277                                            | 15,075,725        | 16,620                 | (11,323)                           |
| Purchase                      | Lyft, Inc., Call Option, Strike Price<br>16.00, Jul. 2024                              | Morgan Stanley | USD                 | 20                                             | 451,200           | 260                    | (311)                              |



**Note 11 - Open positions on option contracts (continued)****Franklin K2 Alternative Strategies Fund (continued)**

| Purchase/<br>Sale<br>position | Description                                                                     | Counterparty   | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|---------------------------------------------------------------------------------|----------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Purchase                      | Marriott Vacations Worldwide Corp., Call Option, Strike Price 95.00, Jul. 2024  | Morgan Stanley | USD                 | 10                                             | 8,295,400         | 260                    | (348)                              |
| Purchase                      | Match Group, Inc., Call Option, Strike Price 32.00, Jul. 2024                   | Morgan Stanley | USD                 | 10                                             | 972,160           | 365                    | (187)                              |
| Purchase                      | Maxeon Solar Technologies Ltd., Call Option, Strike Price 1.50, Jul. 2024       | Morgan Stanley | USD                 | 395                                            | 50,540            | 1,975                  | (5,900)                            |
| Purchase                      | Maxeon Solar Technologies Ltd., Put Option, Strike Price 1.00, Jul. 2024        | Morgan Stanley | USD                 | 195                                            | 16,634            | 14,820                 | 2,325                              |
| Purchase                      | Maxeon Solar Technologies Ltd., Put Option, Strike Price 1.50, Jul. 2024        | Morgan Stanley | USD                 | 69                                             | 8,829             | 8,970                  | 2,522                              |
| Purchase                      | Maxeon Solar Technologies Ltd., Put Option, Strike Price 2.00, Jul. 2024        | Morgan Stanley | USD                 | 24                                             | 4,094             | 4,080                  | (45)                               |
| Purchase                      | Maxeon Solar Technologies Ltd., Put Option, Strike Price 2.50, Jul. 2024        | Morgan Stanley | USD                 | 1,052                                          | 224,339           | 231,440                | 19,954                             |
| Purchase                      | Norwegian Cruise Line Holdings Ltd., Call Option, Strike Price 24.00, Jul. 2024 | Morgan Stanley | USD                 | 12                                             | 541,152           | 12                     | (812)                              |
| Purchase                      | Norwegian Cruise Line Holdings Ltd., Put Option, Strike Price 3.00, Jul. 2024   | Morgan Stanley | USD                 | 16                                             | 90,192            | 32                     | (31)                               |
| Purchase                      | Shift4 Payments, Inc., Call Option, Strike Price 77.50, Jul. 2024               | Morgan Stanley | USD                 | 13                                             | 7,390,013         | 1,625                  | (469)                              |
| Purchase                      | Shift4 Payments, Inc., Call Option, Strike Price 90.00, Jul. 2024               | Morgan Stanley | USD                 | 18                                             | 11,882,700        | 945                    | (5,559)                            |
| Sale                          | Shift4 Payments, Inc., Call Option, Strike Price 100.00, Jul. 2024              | Morgan Stanley | USD                 | (18)                                           | 13,203,000        | (90)                   | 2,045                              |
| Purchase                      | Shift4 Payments, Inc., Put Option, Strike Price 25.00, Jul. 2024                | Morgan Stanley | USD                 | 13                                             | 2,383,875         | –                      | (150)                              |
| Sale                          | Shift4 Payments, Inc., Put Option, Strike Price 65.00, Jul. 2024                | Morgan Stanley | USD                 | (13)                                           | 6,198,075         | (572)                  | 861                                |
| Sale                          | Sirius XM Holdings, Inc., Put Option, Strike Price 3.00, Sep. 2024              | Morgan Stanley | USD                 | (316)                                          | 268,284           | (17,696)               | 7,498                              |
| Purchase                      | Sirius XM Holdings, Inc., Put Option, Strike Price 5.00, Sep. 2024              | Morgan Stanley | USD                 | 316                                            | 447,140           | 61,778                 | (5,580)                            |
| Purchase                      | Spirit Airlines, Inc., Put Option, Strike Price 3.00, Sep. 2024                 | Morgan Stanley | USD                 | 124                                            | 136,152           | 4,836                  | (4,157)                            |
| Purchase                      | Spirit Airlines, Inc., Put Option, Strike Price 3.50, Sep. 2024                 | Morgan Stanley | USD                 | 186                                            | 238,266           | 12,090                 | (1,214)                            |
| Purchase                      | United Rentals, Inc., Put Option, Strike Price 510.00, Sep. 2024                | J.P. Morgan    | USD                 | 6                                              | 197,899,380       | 3,690                  | (3,317)                            |
| Purchase                      | United Rentals, Inc., Put Option, Strike Price 550.00, Sep. 2024                | J.P. Morgan    | USD                 | 6                                              | 213,420,900       | 6,234                  | (924)                              |
| Sale                          | United States Steel Corp., Call Option, Strike Price 52.50, Jan. 2025           | Morgan Stanley | USD                 | (10)                                           | 1,984,500         | (570)                  | 1,505                              |
| Purchase                      | United States Steel Corp., Call Option, Strike Price 57.50, Jan. 2025           | Morgan Stanley | USD                 | 10                                             | 2,173,500         | 85                     | (80)                               |
| Sale                          | United States Steel Corp., Put Option, Strike Price 25.00, Jul. 2024            | Morgan Stanley | USD                 | (47)                                           | 4,441,500         | (235)                  | 352                                |
| Sale                          | Vertiv Holdings Co., Call Option, Strike Price 50.00, Jul. 2024                 | Morgan Stanley | USD                 | (114)                                          | 49,344,900        | (419,520)              | (365,510)                          |
| Sale                          | Vertiv Holdings Co., Call Option, Strike Price 85.00, Jul. 2024                 | Morgan Stanley | USD                 | (86)                                           | 63,282,670        | (46,440)               | 41,301                             |
|                               |                                                                                 |                |                     |                                                |                   | <u>(33,670)</u>        | <u>(388,317)</u>                   |
| Index Option<br>Sale          | EURO STOXX 50 Price Index, Put Option, Strike Price 4,600.00, Aug. 2024         | Goldman Sachs  | EUR                 | (874,000)                                      | 4,580,853,170     | (6,562)                | (2,139)                            |
| Purchase                      | EURO STOXX 50 Price Index, Put Option, Strike Price 4,800.00, Aug. 2024         | Goldman Sachs  | EUR                 | 912,000                                        | 4,780,020,699     | 14,337                 | 5,021                              |

**Note 11 - Open positions on option contracts (continued)**

**Franklin K2 Alternative Strategies Fund (continued)**

| Purchase/<br>Sale<br>position | Description                                                           | Counterparty | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|-----------------------------------------------------------------------|--------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Sale                          | S&P 500 Emini Index, Call Option,<br>Strike Price 5,560.00, Jul. 2024 | J.P. Morgan  | USD                 | (85)                                           | 23,207,040        | (138,125)              | 116,754                            |
|                               |                                                                       |              |                     |                                                |                   | (130,350)              | 119,636                            |
|                               |                                                                       |              |                     |                                                |                   | <b>(164,020)</b>       | <b>(268,681)</b>                   |

**Templeton Global Bond Fund**

| Purchase/<br>Sale<br>position | Description                                                                | Counterparty      | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|----------------------------------------------------------------------------|-------------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Currency Option               |                                                                            |                   |                     |                                                |                   |                        |                                    |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 147.65, Sep.<br>2024 | Morgan<br>Stanley | USD                 | 128,461,000                                    | 117,907,927       | 245,876                | (454,879)                          |
| Sale                          | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 149.90, Aug. 2024    | Morgan<br>Stanley | USD                 | (256,924,000)                                  | 239,411,254       | (465,063)              | 1,330,836                          |
| Sale                          | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 150.10, Sep.<br>2024 | Morgan<br>Stanley | USD                 | (513,845,000)                                  | 479,458,564       | (1,576,323)            | 2,783,652                          |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 152.90, Sep.<br>2024 | Morgan<br>Stanley | USD                 | 513,845,000                                    | 488,402,495       | 2,738,841              | (4,945,711)                        |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 152.95, Aug. 2024    | Morgan<br>Stanley | USD                 | 385,386,000                                    | 366,423,795       | 1,382,558              | (3,641,334)                        |
| Sale                          | Foreign Exchange USD/JPY, Call<br>Option, Strike Price 156.05, Jul. 2024   | Morgan<br>Stanley | USD                 | (128,461,000)                                  | 20,046,339,050    | (3,728,185)            | (2,685,724)                        |
| Purchase                      | Foreign Exchange USD/JPY, Call<br>Option, Strike Price 157.25, Jul. 2024   | Morgan<br>Stanley | USD                 | 192,692,000                                    | 30,300,817,000    | 4,393,221              | 3,345,940                          |
| Sale                          | Foreign Exchange USD/JPY, Call<br>Option, Strike Price 160.00, Aug. 2024   | Morgan<br>Stanley | USD                 | (256,924,000)                                  | 41,107,840,000    | (3,511,748)            | (2,148,766)                        |
| Purchase                      | Foreign Exchange USD/JPY, Call<br>Option, Strike Price 164.00, Aug. 2024   | Morgan<br>Stanley | USD                 | 385,386,000                                    | 63,203,304,000    | 2,083,958              | 1,349,798                          |
|                               |                                                                            |                   |                     |                                                |                   | 1,563,135              | (5,066,188)                        |
|                               |                                                                            |                   |                     |                                                |                   | <b>1,563,135</b>       | <b>(5,066,188)</b>                 |

**Templeton Global Total Return Fund**

| Purchase/<br>Sale<br>position | Description                                                                | Counterparty      | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|----------------------------------------------------------------------------|-------------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Currency Option               |                                                                            |                   |                     |                                                |                   |                        |                                    |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 147.65, Sep.<br>2024 | Morgan<br>Stanley | USD                 | 74,222,000                                     | 68,124,661        | 142,062                | (262,819)                          |
| Sale                          | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 149.90, Aug. 2024    | Morgan<br>Stanley | USD                 | (148,445,000)                                  | 138,326,523       | (268,703)              | 768,928                            |
| Sale                          | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 150.10, Sep.<br>2024 | Morgan<br>Stanley | USD                 | (296,889,000)                                  | 277,021,229       | (910,767)              | 1,608,336                          |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 152.90, Sep.<br>2024 | Morgan<br>Stanley | USD                 | 296,889,000                                    | 282,188,847       | 1,582,446              | (2,857,529)                        |
| Purchase                      | Foreign Exchange JPY/USD, Put<br>Option, Strike Price 152.95, Aug. 2024    | Morgan<br>Stanley | USD                 | 222,667,000                                    | 211,711,082       | 798,809                | (2,103,878)                        |
| Sale                          | Foreign Exchange USD/JPY, Call<br>Option, Strike Price 156.05, Jul. 2024   | Morgan<br>Stanley | USD                 | (74,222,000)                                   | 11,582,343,100    | (2,154,065)            | (1,551,754)                        |
| Purchase                      | Foreign Exchange USD/JPY, Call<br>Option, Strike Price 157.25, Jul. 2024   | Morgan<br>Stanley | USD                 | 111,334,000                                    | 17,507,271,500    | 2,538,325              | 1,933,225                          |



**Note 11 - Open positions on option contracts (continued)****Templeton Global Total Return Fund (continued)**

| Purchase/<br>Sale<br>position | Description                                                           | Counterparty   | Trading<br>currency | Number of<br>contracts<br>purchased/<br>(sold) | Commitment<br>USD | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|-------------------------------|-----------------------------------------------------------------------|----------------|---------------------|------------------------------------------------|-------------------|------------------------|------------------------------------|
| Sale                          | Foreign Exchange USD/JPY, Call Option, Strike Price 160.00, Aug. 2024 | Morgan Stanley | USD                 | (148,445,000)                                  | 23,751,200,000    | (2,029,010)            | (1,241,510)                        |
| Purchase                      | Foreign Exchange USD/JPY, Call Option, Strike Price 164.00, Aug. 2024 | Morgan Stanley | USD                 | 222,667,000                                    | 36,517,388,000    | 1,204,062              | 779,882                            |
|                               |                                                                       |                |                     |                                                |                   | 903,159                | (2,927,119)                        |
|                               |                                                                       |                |                     |                                                |                   | <b>903,159</b>         | <b>(2,927,119)</b>                 |

**Note 12 - Mortgage dollar rolls**

As at June 30, 2024, the Company had entered into the following outstanding mortgage dollar rolls:

**Franklin Strategic Income Fund**

| Nominal       | Description          | Country<br>code | Trading<br>currency | Market<br>value<br>USD | Unrealised<br>profit/(loss)<br>USD |
|---------------|----------------------|-----------------|---------------------|------------------------|------------------------------------|
| Long position |                      |                 |                     |                        |                                    |
| 14,060,000    | FNMA 2% 07/25/2054   | USA             | USD                 | 10,998,655             | 14,829                             |
| 18,280,000    | FNMA 5.5% 07/25/2054 | USA             | USD                 | 18,030,792             | 37,845                             |
| 2,930,000     | FNMA 6% 07/25/2054   | USA             | USD                 | 2,938,584              | 4,807                              |
|               |                      |                 |                     | <b>31,968,031</b>      | <b>57,481</b>                      |

**Note 13 - Securities lending**

During the year, the Company participated in securities lending programmes through Goldman Sachs and J.P. Morgan as lending agents.

As at June 30, 2024, the market value of the securities on loan and the corresponding collateral received were as follows:

| Fund                                    | Currency | Lending<br>Agent | Counterparty   | Market value of<br>securities on<br>loan in Fund<br>currency | Market value of<br>sovereign bonds<br>received as<br>collateral in<br>Fund currency |
|-----------------------------------------|----------|------------------|----------------|--------------------------------------------------------------|-------------------------------------------------------------------------------------|
| Franklin Diversified Balanced Fund      | EUR      | J.P. Morgan      | Citigroup      | 227,975                                                      | 241,126                                                                             |
| Franklin Diversified Balanced Fund      | EUR      | J.P. Morgan      | HSBC           | 170,857                                                      | 214,669                                                                             |
| Franklin Diversified Conservative Fund  | EUR      | J.P. Morgan      | Citigroup      | 22,146                                                       | 23,424                                                                              |
| Franklin Diversified Conservative Fund  | EUR      | J.P. Morgan      | HSBC           | 39,573                                                       | 49,462                                                                              |
| Franklin Diversified Dynamic Fund       | EUR      | J.P. Morgan      | Citigroup      | 290,505                                                      | 307,263                                                                             |
| Franklin Diversified Dynamic Fund       | EUR      | J.P. Morgan      | HSBC           | 439,444                                                      | 549,625                                                                             |
| Franklin Euro High Yield Fund           | EUR      | J.P. Morgan      | UBS            | 6,774                                                        | 13,910                                                                              |
| Franklin Global Multi-Asset Income Fund | EUR      | J.P. Morgan      | HSBC           | 295,112                                                      | 371,407                                                                             |
| Franklin Global Multi-Asset Income Fund | EUR      | J.P. Morgan      | UBS            | 184,452                                                      | 400,085                                                                             |
| Franklin Global Real Estate Fund        | USD      | J.P. Morgan      | Citigroup      | 832,820                                                      | 872,708                                                                             |
| Franklin Gold and Precious Metals Fund  | USD      | J.P. Morgan      | Citigroup      | 606,625                                                      | 629,536                                                                             |
| Franklin Gold and Precious Metals Fund  | USD      | J.P. Morgan      | J.P. Morgan    | 8,491,584                                                    | 8,930,871                                                                           |
| Franklin Gold and Precious Metals Fund  | USD      | J.P. Morgan      | Merrill Lynch  | 3,174,269                                                    | 3,374,234                                                                           |
| Franklin Gold and Precious Metals Fund  | USD      | J.P. Morgan      | Morgan Stanley | 925,252                                                      | 985,941                                                                             |
| Franklin Gold and Precious Metals Fund  | USD      | J.P. Morgan      | Scotiabank     | 2,801,910                                                    | 2,767,313                                                                           |
| Franklin Gold and Precious Metals Fund  | USD      | J.P. Morgan      | UBS            | 188,928                                                      | 375,531                                                                             |
| Franklin Japan Fund                     | JPY      | J.P. Morgan      | Citigroup      | 342,525,135                                                  | 362,291,095                                                                         |
| Franklin Natural Resources Fund         | USD      | Goldman Sachs    | Goldman Sachs  | 3,810,927                                                    | 4,008,944                                                                           |
| Franklin Technology Fund                | USD      | Goldman Sachs    | Barclays       | 7,358,270                                                    | 7,709,951                                                                           |
| Templeton Asian Growth Fund             | USD      | J.P. Morgan      | Morgan Stanley | 2,518,502                                                    | 2,686,133                                                                           |
| Templeton Asian Smaller Companies Fund  | USD      | J.P. Morgan      | Citigroup      | 420,624                                                      | 444,891                                                                             |
| Templeton Asian Smaller Companies Fund  | USD      | J.P. Morgan      | J.P. Morgan    | 35,426                                                       | 37,944                                                                              |
| Templeton Asian Smaller Companies Fund  | USD      | J.P. Morgan      | Merrill Lynch  | 1,493,054                                                    | 1,580,162                                                                           |
| Templeton Asian Smaller Companies Fund  | USD      | J.P. Morgan      | Morgan Stanley | 547,462                                                      | 582,856                                                                             |
| Templeton Asian Smaller Companies Fund  | USD      | J.P. Morgan      | UBS            | 144,832                                                      | 313,446                                                                             |
| Templeton BRIC Fund                     | USD      | J.P. Morgan      | Citigroup      | 142,130                                                      | 150,427                                                                             |

**Note 13 - Securities lending (continued)**

| <b>Fund</b>                                       | <b>Currency</b> | <b>Lending Agent</b> | <b>Counterparty</b> | <b>Market value of securities on loan in Fund currency</b> | <b>Market value of sovereign bonds received as collateral in Fund currency</b> |
|---------------------------------------------------|-----------------|----------------------|---------------------|------------------------------------------------------------|--------------------------------------------------------------------------------|
| Templeton China Fund                              | USD             | J.P. Morgan          | Citigroup           | 343,031                                                    | 362,589                                                                        |
| Templeton China Fund                              | USD             | J.P. Morgan          | J.P. Morgan         | 138,929                                                    | 145,827                                                                        |
| Templeton China Fund                              | USD             | J.P. Morgan          | Morgan Stanley      | 423,488                                                    | 453,675                                                                        |
| Templeton China Fund                              | USD             | J.P. Morgan          | UBS                 | 404,586                                                    | 602,914                                                                        |
| Templeton Eastern Europe Fund                     | EUR             | J.P. Morgan          | Morgan Stanley      | 638,933                                                    | 678,381                                                                        |
| Templeton Emerging Markets Dynamic Income Fund    | USD             | J.P. Morgan          | Citigroup           | 67,250                                                     | 71,483                                                                         |
| Templeton Emerging Markets Dynamic Income Fund    | USD             | J.P. Morgan          | J.P. Morgan         | 61,040                                                     | 64,809                                                                         |
| Templeton Emerging Markets Fund                   | USD             | J.P. Morgan          | Citigroup           | 524,778                                                    | 555,721                                                                        |
| Templeton Emerging Markets Fund                   | USD             | J.P. Morgan          | J.P. Morgan         | 489,304                                                    | 519,515                                                                        |
| Templeton Emerging Markets Smaller Companies Fund | USD             | J.P. Morgan          | Citigroup           | 47,127                                                     | 50,195                                                                         |
| Templeton Emerging Markets Smaller Companies Fund | USD             | J.P. Morgan          | J.P. Morgan         | 106,159                                                    | 112,293                                                                        |
| Templeton Emerging Markets Smaller Companies Fund | USD             | J.P. Morgan          | Merrill Lynch       | 572,776                                                    | 606,196                                                                        |
| Templeton Emerging Markets Smaller Companies Fund | USD             | J.P. Morgan          | Morgan Stanley      | 47,526                                                     | 50,798                                                                         |
| Templeton European Opportunities Fund             | EUR             | J.P. Morgan          | HSBC                | 57,687                                                     | 74,024                                                                         |
| Templeton European Opportunities Fund             | EUR             | J.P. Morgan          | J.P. Morgan         | 50,729                                                     | 54,686                                                                         |
| Templeton European Opportunities Fund             | EUR             | J.P. Morgan          | Morgan Stanley      | 1,328,803                                                  | 1,441,743                                                                      |
| Templeton European Small-Mid Cap Fund             | EUR             | J.P. Morgan          | HSBC                | 99,612                                                     | 127,822                                                                        |
| Templeton European Small-Mid Cap Fund             | EUR             | J.P. Morgan          | Morgan Stanley      | 624,378                                                    | 670,868                                                                        |
| Templeton European Small-Mid Cap Fund             | EUR             | J.P. Morgan          | UBS                 | 364,663                                                    | 776,469                                                                        |
| Templeton Frontier Markets Fund                   | USD             | J.P. Morgan          | HSBC                | 186,044                                                    | 238,543                                                                        |
| Templeton Global Balanced Fund                    | USD             | J.P. Morgan          | UBS                 | 2,314,200                                                  | 2,953,067                                                                      |
| Templeton Global Income Fund                      | USD             | J.P. Morgan          | UBS                 | 874,350                                                    | 933,780                                                                        |
| Templeton Global Smaller Companies Fund           | USD             | J.P. Morgan          | Citigroup           | 666,323                                                    | 707,599                                                                        |
| Templeton Global Smaller Companies Fund           | USD             | J.P. Morgan          | HSBC                | 229,340                                                    | 288,833                                                                        |
| Templeton Global Smaller Companies Fund           | USD             | J.P. Morgan          | Merrill Lynch       | 1,541,729                                                  | 1,689,283                                                                      |
| Templeton Global Smaller Companies Fund           | USD             | J.P. Morgan          | Morgan Stanley      | 305,395                                                    | 324,719                                                                        |

During the year, the securities lending programmes generated the following revenues and expenses:

|                                                   | <b>Fund currency</b> | <b>Lending Agent</b> | <b>Gross earnings in Fund currency</b> | <b>Direct and indirect operational costs and fees in Fund currency</b> | <b>Net earnings in Fund currency</b> |
|---------------------------------------------------|----------------------|----------------------|----------------------------------------|------------------------------------------------------------------------|--------------------------------------|
| Franklin Biotechnology Discovery Fund             | USD                  | Goldman Sachs        | 30,191                                 | —                                                                      | 30,191                               |
| Franklin Diversified Balanced Fund                | EUR                  | J.P. Morgan          | 9,533                                  | 781                                                                    | 8,752                                |
| Franklin Diversified Conservative Fund            | EUR                  | J.P. Morgan          | 1,059                                  | 89                                                                     | 970                                  |
| Franklin Diversified Dynamic Fund                 | EUR                  | J.P. Morgan          | 11,086                                 | 909                                                                    | 10,177                               |
| Franklin Euro High Yield Fund                     | EUR                  | J.P. Morgan          | 146                                    | 12                                                                     | 134                                  |
| Franklin Convertible Securities Fund              | USD                  | J.P. Morgan          | 354                                    | 41                                                                     | 313                                  |
| Franklin Global Growth Fund                       | USD                  | J.P. Morgan          | 7,945                                  | 645                                                                    | 7,300                                |
| Franklin Global Multi-Asset Income Fund           | EUR                  | J.P. Morgan          | 9,897                                  | 840                                                                    | 9,057                                |
| Franklin Global Real Estate Fund                  | USD                  | J.P. Morgan          | 8,855                                  | 708                                                                    | 8,147                                |
| Franklin Gold and Precious Metals Fund            | USD                  | J.P. Morgan          | 560,037                                | 45,907                                                                 | 514,130                              |
| Franklin Income Fund                              | USD                  | J.P. Morgan          | 54,375                                 | 5,560                                                                  | 48,815                               |
| Franklin Japan Fund                               | JPY                  | J.P. Morgan          | 1,211,409                              | 96,904                                                                 | 1,114,505                            |
| Franklin Mutual European Fund                     | EUR                  | J.P. Morgan          | 162,554                                | 13,005                                                                 | 149,549                              |
| Franklin Mutual Global Discovery Fund             | USD                  | J.P. Morgan          | 104,269                                | 9,360                                                                  | 94,909                               |
| Franklin Mutual U.S. Value Fund                   | USD                  | J.P. Morgan          | 50,670                                 | 7,120                                                                  | 43,550                               |
| Franklin Natural Resources Fund                   | USD                  | Goldman Sachs        | 20,565                                 | —                                                                      | 20,565                               |
| Franklin Technology Fund                          | USD                  | Goldman Sachs        | 296,717                                | —                                                                      | 296,717                              |
| Franklin U.S. Opportunities Fund                  | USD                  | Goldman Sachs        | 339,012                                | —                                                                      | 339,012                              |
| Templeton Asian Growth Fund                       | USD                  | J.P. Morgan          | 59,235                                 | 4,739                                                                  | 54,496                               |
| Templeton Asian Smaller Companies Fund            | USD                  | J.P. Morgan          | 26,239                                 | 2,102                                                                  | 24,137                               |
| Templeton BRIC Fund                               | USD                  | J.P. Morgan          | 25,583                                 | 2,047                                                                  | 23,536                               |
| Templeton China Fund                              | USD                  | J.P. Morgan          | 28,875                                 | 2,477                                                                  | 26,398                               |
| Templeton Eastern Europe Fund                     | EUR                  | J.P. Morgan          | 1,740                                  | 139                                                                    | 1,601                                |
| Templeton Emerging Markets Dynamic Income Fund    | USD                  | J.P. Morgan          | 1,045                                  | 84                                                                     | 961                                  |
| Templeton Emerging Markets Fund                   | USD                  | J.P. Morgan          | 16,300                                 | 1,304                                                                  | 14,996                               |
| Templeton Emerging Markets Smaller Companies Fund | USD                  | J.P. Morgan          | 12,154                                 | 973                                                                    | 11,181                               |

### Note 13 - Securities lending (continued)

#### Fund

|                                                  | Fund<br>currency | Lending<br>Agent | Gross<br>earnings<br>in Fund<br>currency | Direct and<br>indirect<br>operational<br>costs and<br>fees in Fund<br>currency | Net earnings<br>in Fund<br>currency |
|--------------------------------------------------|------------------|------------------|------------------------------------------|--------------------------------------------------------------------------------|-------------------------------------|
| Templeton Euroland Fund                          | EUR              | J.P. Morgan      | 7,720                                    | 618                                                                            | 7,102                               |
| Templeton European Opportunities Fund            | EUR              | J.P. Morgan      | 59,536                                   | 4,763                                                                          | 54,773                              |
| Templeton European Small-Mid Cap Fund            | EUR              | J.P. Morgan      | 45,139                                   | 3,611                                                                          | 41,528                              |
| Templeton European Sustainability Improvers Fund | EUR              | J.P. Morgan      | 2,629                                    | 210                                                                            | 2,419                               |
| Templeton Frontier Markets Fund                  | USD              | J.P. Morgan      | 10,378                                   | 1,111                                                                          | 9,267                               |
| Templeton Global Balanced Fund                   | USD              | J.P. Morgan      | 13,199                                   | 1,247                                                                          | 11,952                              |
| Templeton Global Fund                            | USD              | J.P. Morgan      | 34,883                                   | 2,872                                                                          | 32,011                              |
| Templeton Global High Yield Fund                 | USD              | J.P. Morgan      | 312                                      | 25                                                                             | 287                                 |
| Templeton Global Income Fund                     | USD              | J.P. Morgan      | 6,301                                    | 562                                                                            | 5,739                               |
| Templeton Global Smaller Companies Fund          | USD              | J.P. Morgan      | 11,467                                   | 937                                                                            | 10,530                              |
| Templeton Growth (Euro) Fund                     | EUR              | J.P. Morgan      | 584,069                                  | 50,450                                                                         | 533,619                             |

### Note 14 - Investment management fees

The Management Company receives from the Company a monthly investment management fee equivalent to a certain percentage per annum (as detailed below) of each Fund's average daily net assets during the accounting year. When Funds invest in other Franklin Templeton funds, a management fee is not applied to the amounts invested. The following percentages apply in respect of the different Funds as at year end.

The Investment Managers will be remunerated by the Management Company out of the investment management fee received from the Company.

No management fee is payable by an investor on the acquisition of Class X and Class Y shares, instead a fee is paid to the Investment Manager or affiliates under a separate agreement.

|                                                                       | Class A PF | Class I | Class I PF | Class J | Class S     | Class S PF | Class W     | Class P1/P2* | Other Classes<br>except Class X<br>and Class Y |
|-----------------------------------------------------------------------|------------|---------|------------|---------|-------------|------------|-------------|--------------|------------------------------------------------|
| Franklin Biotechnology<br>Discovery Fund                              |            | 0.70%   |            |         |             |            | 0.70%       |              | 1.00%                                          |
| Franklin Disruptive Commerce<br>Fund                                  |            | 0.70%   |            |         |             |            | 0.70%       |              | 1.00%                                          |
| Franklin Diversified Balanced<br>Fund                                 |            | 0.55%   |            |         |             |            | 0.55%       |              | 0.85%                                          |
| Franklin Diversified Conservative<br>Fund                             |            | 0.50%   |            |         |             |            | 0.50%       |              | 0.80%                                          |
| Franklin Diversified Dynamic<br>Fund                                  |            | 0.60%   |            |         |             |            | 0.60%       |              | 0.90%                                          |
| Franklin Emerging Market<br>Corporate Debt Fund                       |            | 0.60%   |            |         |             |            | 0.60%       |              | 0.90%                                          |
| Franklin Emerging Market<br>Sovereign Debt Hard Currency<br>Fund*     |            | 0.40%   |            |         |             |            | up to 0.40% |              |                                                |
| Franklin Emerging Markets Debt<br>Opportunities Hard Currency<br>Fund |            | 0.60%   |            |         |             |            | 0.60%       |              |                                                |
| Franklin Euro Government Bond<br>Fund                                 |            | 0.30%   |            |         |             |            |             |              | 0.35%                                          |
| Franklin Euro High Yield Fund                                         |            | 0.60%   |            |         |             |            | 0.60%       |              | 0.80%                                          |
| Franklin Euro Short Duration<br>Bond Fund                             |            | 0.25%   |            |         | up to 0.15% |            | 0.25%       | up to 0.15%  | 0.30%                                          |
| Franklin European Corporate<br>Bond Fund                              |            | 0.40%   |            |         |             |            | 0.40%       |              | 0.45%                                          |
| Franklin European Social<br>Leaders Bond Fund                         |            | 0.30%   |            |         |             |            | 0.30%       |              | 0.35%                                          |
| Franklin European Total Return<br>Fund                                |            | 0.35%   |            |         | up to 0.10% |            | 0.35%       |              | 0.40%                                          |
| Franklin Flexible Alpha Bond<br>Fund                                  |            | 0.35%   |            |         |             |            | 0.35%       |              | 0.75%                                          |
| Franklin Genomic<br>Advancements Fund                                 |            | 0.70%   |            |         |             |            | 0.70%       |              | 1.00%                                          |

**Note 14 - Investment management fees (continued)**

|                                                      | Class A PF | Class I | Class I PF | Class J     | Class S     | Class S PF | Class W     | Class P1/P2* | Other Classes except Class X and Class Y |
|------------------------------------------------------|------------|---------|------------|-------------|-------------|------------|-------------|--------------|------------------------------------------|
| Franklin Global Aggregate Bond Fund*                 |            | 0.40%   |            |             |             |            | 0.40%       | up to 0.40%  | 0.65%                                    |
| Franklin Global Convertible Securities Fund          |            | 0.60%   |            |             |             |            | 0.60%       |              | 0.75%                                    |
| Franklin Global Corporate Investment Grade Bond Fund |            |         |            | up to 0.40% |             |            |             |              |                                          |
| Franklin Global Fundamental Strategies Fund          |            | 0.70%   |            |             |             |            | 0.70%       |              | 1.00%                                    |
| Franklin Global Green Bond Fund                      |            |         |            | up to 0.30% |             |            |             |              |                                          |
| Franklin Global Growth Fund                          |            | 0.70%   |            |             |             |            | 0.70%       |              | 1.00%                                    |
| Franklin Global Income Fund                          |            | 0.60%   |            |             |             |            | 0.60%       |              | 0.85%                                    |
| Franklin Global Multi-Asset Income Fund              |            | 0.60%   |            |             |             |            | 0.60%       |              | 0.85%                                    |
| Franklin Global Real Estate Fund                     |            | 0.70%   |            |             |             |            | 0.70%       |              | 1.00%                                    |
| Franklin Gold and Precious Metals Fund               |            | 0.70%   |            |             |             |            | 0.70%       |              | 1.00%                                    |
| Franklin Gulf Wealth Bond Fund                       |            | 0.55%   |            |             |             |            | 0.55%       |              | 0.75%                                    |
| Franklin High Yield Fund                             |            | 0.60%   |            |             |             |            | 0.60%       |              | 0.80%                                    |
| Franklin Income Fund                                 |            | 0.60%   |            |             |             |            | 0.60%       |              | 0.85%                                    |
| Franklin India Fund                                  |            | 0.70%   |            | up to 0.63% |             |            | 0.70%       |              | 1.00%                                    |
| Franklin Innovation Fund                             |            | 0.70%   |            |             |             |            | 0.70%       |              | 1.00%                                    |
| Franklin Intelligent Machines Fund                   |            | 0.70%   |            |             |             |            | 0.70%       |              | 1.00%                                    |
| Franklin Japan Fund                                  |            | 0.70%   |            |             |             |            | 0.70%       |              | 1.00%                                    |
| Franklin K2 Alternative Strategies Fund              | 1.30%      | 1.75%   | 1.20%      | up to 1.60% | up to 1.15% | 1.75%      |             |              | 2.05%                                    |
| Franklin MENA Fund                                   |            | 1.05%   |            |             |             | 1.05%      |             |              | 1.50%                                    |
| Franklin Mutual European Fund                        |            | 0.70%   |            |             |             | 0.70%      |             |              | 1.00%                                    |
| Franklin Mutual Global Discovery Fund                |            | 0.70%   |            |             |             | 0.70%      |             |              | 1.00%                                    |
| Franklin Mutual U.S. Value Fund                      |            | 0.70%   |            |             |             | 0.70%      |             |              | 1.00%                                    |
| Franklin Natural Resources Fund                      |            | 0.70%   |            |             |             | 0.70%      |             |              | 1.00%                                    |
| Franklin NextStep Balanced Growth Fund               |            |         |            |             |             |            |             |              | 0.85%                                    |
| Franklin NextStep Conservative Fund                  |            |         |            |             |             |            | 0.60%       |              | 0.80%                                    |
| Franklin NextStep Dynamic Growth Fund*               |            |         |            |             |             |            |             |              | 0.85%                                    |
| Franklin NextStep Growth Fund                        |            |         |            |             |             |            | 0.70%       |              | 1.00%                                    |
| Franklin NextStep Moderate Fund                      |            |         |            |             |             |            | 0.65%       |              | 0.95%                                    |
| Franklin NextStep Stable Growth Fund*                |            |         |            |             |             |            |             |              | 0.80%                                    |
| Franklin Sealand China A-Shares Fund                 |            | 1.00%   |            | up to 0.65% |             | 1.00%      | up to 0.65% |              | 1.15%                                    |
| Franklin Strategic Income Fund                       |            | 0.55%   |            |             |             | 0.55%      |             |              | 0.75%                                    |
| Franklin Technology Fund                             |            | 0.70%   |            |             |             | 0.70%      |             |              | 1.00%                                    |
| Franklin U.S. Dollar Short-Term Money Market Fund    |            |         |            |             |             |            | 0.20%       |              | 0.30%                                    |
| Franklin U.S. Government Fund                        |            | 0.40%   |            | up to 0.15% |             | 0.40%      |             |              | 0.65%                                    |
| Franklin U.S. Low Duration Fund                      |            | 0.40%   |            |             |             | 0.40%      |             |              | 0.65%                                    |
| Franklin U.S. Opportunities Fund                     |            | 0.70%   |            | up to 0.60% |             | 0.70%      |             |              | 1.00%                                    |
| Martin Currie UK Equity Income Fund*                 |            | 0.45%   |            |             |             | 0.45%      | up to 0.45% |              | 1.00%                                    |
| Templeton All China Equity Fund                      |            |         |            | up to 1.00% |             |            |             |              |                                          |
| Templeton Asia Equity Total Return Fund              |            |         |            | up to 0.80% |             |            |             |              |                                          |
| Templeton Asian Bond Fund                            |            | 0.55%   |            |             |             | 0.55%      |             |              | 0.75%                                    |
| Templeton Asian Growth Fund                          |            | 0.90%   |            |             |             | 0.90%      |             |              | 1.35%                                    |
| Templeton Asian Smaller Companies Fund               |            | 0.90%   |            | up to 0.75% |             | 0.90%      |             |              | 1.35%                                    |
| Templeton BRIC Fund                                  |            | 1.10%   |            |             |             |            |             |              | 1.60%                                    |
| Templeton China A-Shares Fund                        |            | 1.00%   |            |             |             | 1.00%      |             |              | 1.15%                                    |
| Templeton China Fund                                 |            | 1.10%   |            |             |             | 1.10%      |             |              | 1.60%                                    |
| Templeton Eastern Europe Fund                        |            | 1.10%   |            |             |             | 1.10%      |             |              | 1.60%                                    |
| Templeton Emerging Markets Bond Fund                 |            | 0.70%   |            | up to 0.63% |             | 0.70%      |             |              | 1.00%                                    |
| Templeton Emerging Markets Dynamic Income Fund       |            | 0.75%   |            |             |             |            |             |              | 1.00%                                    |

**Note 14 - Investment management fees (continued)**

|                                                     | Class A PF | Class I | Class I PF | Class J     | Class S | Class S PF | Class W | Class P1/P2* | Other Classes except Class X and Class Y |
|-----------------------------------------------------|------------|---------|------------|-------------|---------|------------|---------|--------------|------------------------------------------|
| Templeton Emerging Markets Fund                     |            | 1.00%   |            | up to 1.00% |         |            | 1.00%   |              | 1.15%                                    |
| Templeton Emerging Markets Local Currency Bond Fund |            | 0.70%   |            |             |         |            | 0.70%   |              | 1.00%                                    |
| Templeton Emerging Markets Smaller Companies Fund   |            | 1.10%   |            |             |         |            | 1.10%   |              | 1.60%                                    |
| Templeton Emerging Markets Sustainability Fund      |            | 0.85%   |            |             |         |            | 0.85%   | up to 0.85%  | 1.05%                                    |
| Templeton Euroland Fund                             |            | 0.70%   |            | up to 0.60% |         |            | 0.70%   |              | 1.00%                                    |
| Templeton European Opportunities Fund               |            | 0.70%   |            |             |         |            | 0.70%   |              | 1.00%                                    |
| Templeton European Small-Mid Cap Fund               |            | 0.70%   |            |             |         |            | 0.70%   |              | 1.00%                                    |
| Templeton European Sustainability Improvers Fund*   |            | 0.70%   |            |             |         |            | 0.70%   |              | 1.00%                                    |
| Templeton Frontier Markets Fund                     |            | 1.10%   |            |             |         |            | 1.10%   |              | 1.60%                                    |
| Templeton Global Balanced Fund                      |            | 0.60%   |            |             |         |            | 0.60%   |              | 0.80%                                    |
| Templeton Global Bond (Euro) Fund                   |            | 0.55%   |            |             |         |            | 0.55%   |              | 0.75%                                    |
| Templeton Global Bond Fund                          |            | 0.55%   |            | up to 0.39% |         |            | 0.55%   |              | 0.75%                                    |
| Templeton Global Climate Change Fund                |            | 0.70%   |            | up to 0.50% |         |            | 0.70%   |              | 1.00%                                    |
| Templeton Global Equity Income Fund                 |            |         |            |             |         |            |         |              | 1.00%                                    |
| Templeton Global Fund                               |            | 0.70%   |            |             |         |            | 0.70%   |              | 1.00%                                    |
| Templeton Global High Yield Fund                    |            | 0.60%   |            |             |         |            |         |              | 0.85%                                    |
| Templeton Global Income Fund                        |            | 0.60%   |            | up to 0.53% |         |            | 0.60%   |              | 0.85%                                    |
| Templeton Global Smaller Companies Fund             |            | 0.70%   |            |             |         |            |         |              | 1.00%                                    |
| Templeton Global Total Return Fund                  |            | 0.55%   |            | up to 0.39% |         |            | 0.55%   |              | 0.75%                                    |
| Templeton Global Total Return II Fund*              |            |         |            |             |         |            |         |              | 0.75%                                    |
| Templeton Growth (Euro) Fund                        |            | 0.70%   |            |             |         |            | 0.70%   |              | 1.00%                                    |
| Templeton Latin America Fund                        |            | 1.00%   |            |             |         |            | 1.00%   |              | 1.40%                                    |

\* Please refer Note 1 for fund events.

**Note 15 - Performance fees**

The Management Company may be entitled to receive from the net assets attributable to a share class an annual performance-based incentive fee (the "Performance Fee") which, if applicable, will be calculated and accrued daily and payable as of the end of each fiscal year.

The performance fee becomes due in the event of outperformance, that is, if the increase in the NAV during the relevant performance period (after deduction of any subscription and/or redemption fees levied) exceeds (i) the increase in the target benchmark over the same period and (ii) the applicable high water mark point as defined in the prospectus.

If Shareholders redeem all or part of their shares before the end of a performance period, any accrued performance fee with respect to such shares will crystallise on that dealing day and will then become payable.

For the purpose of the Performance Fee calculation:

High Water Mark is calculated by reference to (i) the initial launch price or (ii) the NAV as of the last valuation day which formed the basis of an accrual within the relevant performance period, for which a performance fee was paid, whichever is the higher. The high-water mark is the highest peak in value that an investment fund has reached. The high-water mark ensures the fund does not pay for recovery of past performance.

Target NAV is the High Water Mark adjusted by the daily target benchmark return, where the target benchmark is the applicable benchmark as indicated above and is expressed in the currency in which the relevant share class is denominated or hedged into.

### Note 15 - Performance fees (continued)

Performance period refers to each fiscal year, except where a share class with a performance fee is launched during the fiscal year, in which case its first performance period will commence on the launch date. Please refer to the prospectus for more details.

The following performance fees apply in respect of the PF (Performance fee) shares during the year ended June 30, 2024.

| Fund and Share Classes                  | Sub-fund currency | Performance fees | Performance fees (amounts in sub-fund currency) | Percentage of average net assets | Target benchmark     |
|-----------------------------------------|-------------------|------------------|-------------------------------------------------|----------------------------------|----------------------|
| Franklin K2 Alternative Strategies Fund |                   |                  |                                                 |                                  |                      |
| A PF (acc) EUR-H1 (hedged)              | USD               | 15%              | —                                               | —                                | Euro Short-Term Rate |
| A PF (Ydis) EUR-H1 (hedged)             | USD               | 15%              | —                                               | —                                | Euro Short-Term Rate |
| I PF (acc) EUR-H1 (hedged)              | USD               | 15%              | —                                               | —                                | Euro Short-Term Rate |
| I PF (Ydis) EUR-H1 (hedged)             | USD               | 15%              | —                                               | —                                | Euro Short-Term Rate |
| S PF (acc) EUR                          | USD               | 15%              | 63                                              | 0.00%                            | Euro Short-Term Rate |
| S PF (acc) EUR-H1 (hedged)              | USD               | 15%              | 25,409                                          | 0.00%                            | Euro Short-Term Rate |

### Note 16 - Soft commission

Consistent with obtaining best execution, brokerage commissions on portfolio transactions for the Company may be directed by the Investment Managers to broker-dealers in recognition of research services furnished by them as well as for services rendered in the execution of orders by such broker-dealers.

The receipt of investment research and information and related services permits the Investment Managers to supplement their own research and analysis and makes available to them the views and information of individuals and research staffs of other firms.

Such services do not include travel, accommodation, entertainment, general administrative goods or services, general office equipment or premises, membership fees, employee salaries or direct money payment, which are paid for directly by the Investment Managers.

### Note 17 - Connected party transactions

Certain Directors of the Company are or may also be Officers and/or Directors of one or more of the various Investment Managers of the Funds, among others, Franklin Templeton Investments (Brasil) Ltd., Franklin Templeton Investments (Asia) Limited, Templeton Investment Counsel, LLC and Franklin Templeton Institutional, LLC. All transactions with connected parties were entered into in the ordinary course of business and under normal commercial terms. The investment management fees that are accrued by the Company in respect of the Management Company are detailed in note 14 to the financial statements.

There are no connected brokers in Franklin Templeton, and no transactions were entered into with connected brokers during the year ended June 30, 2024.

During the year ended June 30, 2024, the Company accrued administration and transfer agency fees and shares' maintenance and service charges in respect of Franklin Templeton International Services S.à r.l. as Management Company and Principal Distributor of the Funds.

Any investment in Cross Funds as defined in Note 3 or products issued by Franklin Templeton are made at normal market condition.

### Note 18 - Taxation

Under current tax laws and practice, the Company is not liable in the Grand Duchy of Luxembourg to any taxes on income or on realised or unrealised capital gains.

The Company is liable in the Grand Duchy of Luxembourg to a tax of 0.05% per annum, such tax being paid quarterly, and calculated on the net asset value of each Fund at the end of each relevant quarter (except the Franklin U.S. Dollar Short-Term Money Market Fund for which the rate is 0.01%). This tax is not applicable for the portion of the assets of a Fund invested in



**Note 18 - Taxation (continued)**

other undertakings for collective investment that have already been subject to such tax. Class I shares, Class J shares, Class P1 shares, Class X shares and Class Y shares may benefit from a reduced rate of 0.01% per annum if all shareholders of these share classes are institutional investors.

Investment income received or capital gains realised by the Company may be subject to tax in the countries of origin. All liabilities in respect of taxes payable on unrealised capital gains on investments are provided for as soon as there is a reasonable certainty that a liability will crystallise.

No stamp duty or other tax is payable in the Grand Duchy of Luxembourg on the issue of shares in the Company.

The Company is registered for Value Added Tax in the Grand Duchy of Luxembourg and subject to account for Value Added Tax in accordance with current laws.

**Note 19 - Share classes**

Class A shares: are offered at the applicable net asset value, plus an entry charge of up to 5.75% of the total amount invested varying per asset class. In addition, a maintenance charge of up to 0.50% per annum of the applicable average net asset value is deducted and paid to the Principal Distributor. This charge is accrued daily and is deducted and paid monthly to the Principal Distributor. A contingent deferred sales charge of up to 1.00%, retained by the Principal Distributor, applies to certain redemptions on qualified investments of USD 1 million or more within 18 months after repurchase.

Class AS shares: are offered in Singapore to CPF Investors as more fully described in the current prospectus of the Company. Class AS shares are offered at the applicable net asset value and are not subject to an entry charge. In addition, a maintenance charge of up to 0.40% per annum of the applicable average net asset value is deducted and paid to the Principal Distributor. This charge is accrued daily and is deducted and paid monthly to the Principal Distributor.

Class AX shares: are offered at the applicable net asset value, plus an entry charge of up to 5.75% (except for the Franklin Diversified Conservative Fund which has an entry charge of up to 5.00%) of the total amount invested varying per asset class. In addition, a maintenance charge of up to 0.50% per annum of the applicable average net asset value is deducted and paid to the Principal Distributor. This charge is accrued daily and is deducted and paid monthly to the Principal Distributor. A contingent deferred sales charge of up to 1.00% applies to certain redemptions on qualified investments of USD 1 million or more within 18 months after repurchase.

Class B shares: As from April 1, 2016, no additional Class B Shares are issued. Class B Shares purchased by an Investor prior to April 1, 2016 are subject to a contingent deferred sales charge up to 4.00% if such investor sells shares within 4 years of purchase. In addition, a maintenance charge of up to 0.75% per annum of the applicable average net asset value and a servicing charge of 1.06% per annum of the applicable average net asset value are applied. These charges are accrued daily and are deducted and paid monthly to the Principal Distributor and/or other parties. Starting from 2011, shares will be automatically converted into Class A shares of the same Fund 7 years after their purchase as more fully disclosed in the prospectus.

Class C shares: are not subject to an entry charge but are subject to a contingent deferred sales charge of 1.00% if an investor redeems shares within one year of purchase. In addition, a maintenance charge of 1.08% per annum of the applicable average net asset value is deducted. These charges are accrued daily and are deducted and paid monthly to the Principal Distributor and/or other party.

Class F shares: are not subject to an entry charge but are subject to a contingent deferred sales charge of up to 3.00% if an investor redeems shares within three years of purchase. In addition, a maintenance charge of up to 0.50% per annum of the applicable average net asset value and a servicing charge of 1.00% per annum of the applicable average net asset value are applied. These charges are accrued daily and are deducted and paid monthly to the Principal Distributor and/or other parties. Class F shares will be automatically converted into Class A shares of the same Fund free of charge on the monthly scheduled conversion date fixed by the Management Company upon or following the expiry of 36 months after the date of their purchase.

Class G shares: are not subject to an entry charge but are subject to a contingent deferred sales charge of up to 3.00% if an investor redeems shares within three years of purchase. In addition, a maintenance charge of 0.10% per annum of the applicable average net asset value and a servicing charge of 1.00% per annum of the applicable average net asset value are



#### **Note 19 - Share classes (continued)**

applied. These charges are accrued daily and are deducted and paid monthly to the Principal Distributor and/or other parties. Class G shares will be automatically converted into Class A shares of the same Fund free of charge on the monthly scheduled conversion date fixed by the Management Company upon or following the expiry of 36 months after the date of their purchase.

Class I shares: are offered to institutional investors as more fully described in the current prospectus of the Company. Purchases of Class I shares are not subject to an entry sales charge, nor a contingent deferred sales charge or any maintenance or servicing charges.

Class J shares: are offered to institutional investors in certain limited circumstances as more fully described in the current prospectus of the Company. Purchases of Class J shares are not subject to an entry sales charge, nor a contingent deferred sales charge or any maintenance or servicing charges.

Class N shares: are subject to an entry charge of up to 3.00% of the total amount invested. In addition, a maintenance charge of up to 1.25% per annum of the applicable average net asset value is accrued daily and is deducted and paid monthly to the Principal Distributor. Class N shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Class P1 / P2 shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class P1 / P2 shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Class S shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class S shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Class W shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class W shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Class X shares: are not subject to an entry charge and no management fees will be payable by an investor on the acquisition of Class X shares (instead a fee is paid to the Investment Manager or affiliates under an agreement between the Investment Manager and the investor). Class X shares are offered to institutional investors in certain limited circumstances as more fully described in the current prospectus of the Company.

Class Y shares: are not subject to an entry charge and no management, registrar, transfer, corporate, domiciliary or administration fees will be payable by an investor on the acquisition of Class Y shares (instead a fee is paid to the Investment Manager or affiliates under an agreement between the Investment Manager and the investor). Class Y shares are offered to institutional investors in certain limited circumstances as more fully described in the current prospectus of the Company.

Class Z shares: are not subject to an entry charge, contingent deferred sales charge nor any maintenance or servicing charge. Class Z shares may be offered in certain limited circumstances as more fully described in the current prospectus of the Company.

Accumulating shares (acc): do not distribute any dividends but the income attributable is reflected in the increased value of the shares. All other terms and conditions are the same as those which apply to distributing share classes.

Distributing shares: may have different frequencies. (Mdirc) & (Mdis) share classes distribute monthly, (Qdis) share classes distribute quarterly, (Bdis) share classes distribute bi-annually and (Ydis) share classes distribute annually.

Class dirc shares: are distributing share classes with the suffix "dirc" are offered as part of a currency hedged share class.

Class pc shares\*: are distribution share classes designed to offer, under normal market conditions, dividend distribution at a fixed percentage of the Net Asset Value per Share or a fixed amount respectively.

Performance fee classes: are classes that are subject to performance fees and are denoted by the inclusion of "PF" in their names.

Hedged share classes: In respect of hedged share classes, the Company offers the following alternatives:

**Note 19 - Share classes (continued)**

- H1: in order to reduce exchange rate fluctuations and return fluctuations, the base currency exposure of the Fund is hedged into the hedged share class alternative currency.

- H2: a hedging strategy is applied in order to reduce the risk of currency movements between the currency of the hedged share class and other material currencies of the securities and cash held by the Fund.

- H4: where currency controls imposed by a country's monetary authority prevent free movement of currency ("Restricted Currency"), another hedging methodology is used. The share class is denominated in the base currency of the Fund but hedges the Fund's base currency into a specified Restricted Currency for investors in that Restricted Currency.

\*Please refer Note 30 for more information.

**Note 20 - Directors Fees**

For their role and services to the Board, the Independent Directors of the Board are remunerated an aggregate amount of EUR 350,000 per annum and an additional aggregate amount of EUR 30,000 per annum for membership and activities of the Board Committees. The rest of the Board members waive any right to remuneration.

**Note 21 - Expenses reimbursement**

On a daily basis, for share classes where the expenses are capped, the level of expenses is calculated and compared to the cap and where the level of expenses is higher than the cap, this difference is booked as a decrease of expense (the "waiver fees"). The performance fees do not form part of the capped expenses. On a monthly basis the waiver fees are deducted from the fees received by Franklin Templeton International Services S.à r.l.

The amount of waiver fees is disclosed as "Expenses reimbursement" in the "Statement of Operations and Changes in Net Assets".

**Note 22 - Other Charges**

Other expenses mainly consist of conducting officers fees, Shareholders reporting fee, legal fees, registration & filing fees, depository charges, paying agent fees, tax fees and miscellaneous fee/expense.

**Note 23 - Statement of changes in the investment portfolio**

A list, specifying for each Fund total purchases and sales transacted during the year under review, may be obtained, upon request, at the registered office of the Company.

**Note 24 - Transaction costs**

Transaction costs are costs incurred to acquire and dispose of financial assets or liabilities. They include fees and commissions paid to agents, brokers and dealers. During the year ended June 30, 2024, the Company incurred the following transaction costs:

| <b>Fund Name</b>                                                | <b>Currency</b> | <b>Amount#</b> |
|-----------------------------------------------------------------|-----------------|----------------|
| Franklin Biotechnology Discovery Fund                           | USD             | 1,729,709      |
| Franklin Disruptive Commerce Fund                               | USD             | 1,144          |
| Franklin Diversified Balanced Fund                              | EUR             | 82,565         |
| Franklin Diversified Conservative Fund                          | EUR             | 28,030         |
| Franklin Diversified Dynamic Fund                               | EUR             | 82,713         |
| Franklin Emerging Market Corporate Debt Fund                    | USD             | —              |
| Franklin Emerging Market Sovereign Debt Hard Currency Fund*     | USD             | —              |
| Franklin Emerging Markets Debt Opportunities Hard Currency Fund | USD             | —              |
| Franklin Euro Government Bond Fund                              | USD             | 722            |
| Franklin Euro High Yield Fund                                   | EUR             | 6              |
| Franklin Euro Short Duration Bond Fund                          | EUR             | 3,628          |
| Franklin European Corporate Bond Fund                           | EUR             | 76             |
| Franklin European Social Leaders Bond Fund                      | EUR             | 24             |

**Note 24 - Transaction costs (continued)**

| <b>Fund Name</b>                                     | <b>Currency</b> | <b>Amount#</b> |
|------------------------------------------------------|-----------------|----------------|
| Franklin European Total Return Fund                  | EUR             | 15,182         |
| Franklin Flexible Alpha Bond Fund                    | USD             | 1,572          |
| Franklin Genomic Advancements Fund                   | USD             | 1,050          |
| Franklin Global Aggregate Bond Fund*                 | USD             | 44             |
| Franklin Global Convertible Securities Fund          | USD             | 49,482         |
| Franklin Global Corporate Investment Grade Bond Fund | USD             | —              |
| Franklin Global Fundamental Strategies Fund          | USD             | 312,361        |
| Franklin Global Green Bond Fund                      | USD             | 24             |
| Franklin Global Growth Fund                          | USD             | 66,145         |
| Franklin Global Income Fund                          | USD             | 62,060         |
| Franklin Global Multi-Asset Income Fund              | EUR             | 57,726         |
| Franklin Global Real Estate Fund                     | USD             | 93,391         |
| Franklin Gold and Precious Metals Fund               | USD             | 241,299        |
| Franklin Gulf Wealth Bond Fund                       | USD             | —              |
| Franklin High Yield Fund                             | USD             | 2,044          |
| Franklin Income Fund                                 | USD             | 1,237,615      |
| Franklin India Fund                                  | USD             | 5,181,231      |
| Franklin Innovation Fund                             | USD             | 46,148         |
| Franklin Intelligent Machines Fund                   | USD             | 4,012          |
| Franklin Japan Fund                                  | JPY             | 5,614,513      |
| Franklin K2 Alternative Strategies Fund              | USD             | 799,768        |
| Franklin MENA Fund                                   | USD             | 139,676        |
| Franklin Mutual European Fund                        | EUR             | 648,000        |
| Franklin Mutual Global Discovery Fund                | USD             | 658,891        |
| Franklin Mutual U.S. Value Fund                      | USD             | 58,113         |
| Franklin Natural Resources Fund                      | USD             | 117,600        |
| Franklin NextStep Balanced Growth Fund               | USD             | 4,835          |
| Franklin NextStep Conservative Fund                  | USD             | 9,514          |
| Franklin NextStep Dynamic Growth Fund*               | USD             | 587            |
| Franklin NextStep Growth Fund                        | USD             | 4,403          |
| Franklin NextStep Moderate Fund                      | USD             | 16,759         |
| Franklin NextStep Stable Growth Fund*                | USD             | 938            |
| Franklin Sealand China A-Shares Fund                 | USD             | 82,347         |
| Franklin Strategic Income Fund                       | USD             | 4,657          |
| Franklin Technology Fund                             | USD             | 1,568,870      |
| Franklin U.S. Dollar Short-Term Money Market Fund    | USD             | —              |
| Franklin U.S. Government Fund                        | USD             | 5,313          |
| Franklin U.S. Low Duration Fund                      | USD             | 7,404          |
| Franklin U.S. Opportunities Fund                     | USD             | 898,661        |
| Martin Currie UK Equity Income Fund*                 | GBP             | 47,865         |
| Templeton All China Equity Fund                      | USD             | 1,635          |
| Templeton Asia Equity Total Return Fund              | USD             | 22,832         |
| Templeton Asian Bond Fund                            | USD             | —              |
| Templeton Asian Growth Fund                          | USD             | 4,612,407      |
| Templeton Asian Smaller Companies Fund               | USD             | 1,003,387      |
| Templeton BRIC Fund                                  | USD             | 299,710        |
| Templeton China A-Shares Fund                        | USD             | 9,356          |
| Templeton China Fund                                 | USD             | 465,724        |
| Templeton Eastern Europe Fund                        | EUR             | 92,438         |
| Templeton Emerging Markets Bond Fund                 | USD             | —              |
| Templeton Emerging Markets Dynamic Income Fund       | USD             | 49,944         |
| Templeton Emerging Markets Fund                      | USD             | 647,008        |
| Templeton Emerging Markets Local Currency Bond Fund  | USD             | 3              |
| Templeton Emerging Markets Smaller Companies Fund    | USD             | 567,606        |
| Templeton Emerging Markets Sustainability Fund       | USD             | 48,000         |
| Templeton Euroland Fund                              | EUR             | 69,398         |
| Templeton European Opportunities Fund                | EUR             | 141,444        |
| Templeton European Small-Mid Cap Fund                | EUR             | 88,002         |
| Templeton European Sustainability Improvers Fund*    | EUR             | 41,223         |
| Templeton Frontier Markets Fund                      | USD             | 192,258        |
| Templeton Global Balanced Fund                       | USD             | 371,472        |
| Templeton Global Bond (Euro) Fund                    | EUR             | —              |
| Templeton Global Bond Fund                           | USD             | 211            |
| Templeton Global Climate Change Fund                 | EUR             | 531,977        |
| Templeton Global Equity Income Fund                  | USD             | 21,906         |
| Templeton Global Fund                                | USD             | 578,767        |
| Templeton Global High Yield Fund                     | USD             | 162            |

**Note 24 - Transaction costs (continued)**

| <b>Fund Name</b>                                   | <b>Currency</b> | <b>Amount<sup>#</sup></b> |
|----------------------------------------------------|-----------------|---------------------------|
| Templeton Global Income Fund                       | USD             | 51,900                    |
| Templeton Global Smaller Companies Fund            | USD             | 147,815                   |
| Templeton Global Total Return Fund                 | USD             | 189                       |
| Templeton Global Total Return II Fund <sup>*</sup> | USD             | 198                       |
| Templeton Growth (Euro) Fund                       | EUR             | 6,913,586                 |
| Templeton Latin America Fund                       | USD             | 219,569                   |

Please refer Note 1 for fund events.

<sup>#</sup>For debt securities and derivatives, transaction costs are not separately identifiable from the purchase price of the security and therefore cannot be disclosed separately.

**Note 25 - Equalisation**

The Funds use an accounting practice known as equalisation, by which a portion of the proceeds from issues and the costs of sale of shares, equivalent on a per share basis to the amount of undistributed net investment income on the date of the transaction, is credited or charged to undistributed income. As a result, undistributed net investment income per share is unaffected by issues or redemptions of shares. However, in respect of any Fund offering only Accumulation Shares, the Board of Directors and/or the Management Company reserves the right not to apply equalisation.

**Note 26 - Total Expense Ratio**

The Total Expense Ratio ("TER"), expressed as a percentage, represents how the total annualised expenses of each share class relate to the average net assets of each share class for the year ended June 30, 2024. The total expenses comprise the investment management fees, the administration and transfer agency fees, the custodian fees and other expenses. However, TER does not include performance fees as summarised in the "Statement of Operations and Changes in Net Assets."

For share classes launched during the year, the TER is annualised.

**Note 27 - Global Credit facility**

The Company together with other European and U.S. registered investment funds managed by Franklin Templeton (individually, "Borrower"; collectively, "Borrowers"), entered into a joint syndicated senior unsecured credit facility totalling USD 2,675 million (Global Credit Facility) to provide a source of funds to the Borrowers for temporary and emergency purposes, including the ability, to meet future unanticipated or unusually large redemption requests.

Under the terms of the Global Credit Facility, the Company will, in addition to interest charged on any borrowings made by the company and other costs incurred by the Company, pay its share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon its relative share of the aggregate net assets of all of the Borrowers, including an annual commitment fee based upon the unused portion of the Global Credit Facility.

During the financial year ended June 30, 2024, the Company did not use the Global Credit Facility.

**Note 28 - Abbreviations****Countries**

|     |                      |     |                |     |             |     |                     |
|-----|----------------------|-----|----------------|-----|-------------|-----|---------------------|
| AGO | Angola               | EGY | Egypt          | KHM | Cambodia    | RUS | Russia              |
| ARE | United Arab Emirates | ESP | Spain          | KOR | South Korea | SAU | Saudi Arabia        |
| ARG | Argentina            | FIN | Finland        | KWT | Kuwait      | SEN | Senegal             |
| ARM | Armenia              | FRA | France         | LKA | Sri Lanka   | SGP | Singapore           |
| AUS | Australia            | GAB | Gabon          | LUX | Luxembourg  | SLV | El Salvador         |
| AUT | Austria              | GBR | United Kingdom | MAC | Macau       | SP  | Supranational       |
| AZE | Azerbaijan           | GEO | Georgia        | MAR | Morocco     | SRB | Serbia              |
| BEL | Belgium              | GGY | Guernsey       | MEX | Mexico      | SVK | Slovakia            |
| BEN | Benin                | GHA | Ghana          | MKD | Macedonia   | SVN | Slovenia            |
| BFA | Burkina Faso         | GRC | Greece         | MLT | Malta       | SWE | Sweden              |
| BHR | Bahrain              | GRD | Grenada        | MNE | Montenegro  | SYC | Seychelles          |
| BHS | Bahamas              | GTM | Guatemala      | MNG | Mongolia    | THA | Thailand            |
| BLR | Belarus              | HKG | Hong Kong      | MYS | Malaysia    | TTO | Trinidad and Tobago |

## Note 28 - Abbreviations (continued)

### Countries (Continued)

|     |                    |     |            |     |             |     |                          |
|-----|--------------------|-----|------------|-----|-------------|-----|--------------------------|
| BMU | Bermuda            | HND | Honduras   | NAM | Namibia     | TUN | Tunisia                  |
| BRA | Brazil             | HRV | Croatia    | NGA | Nigeria     | TUR | Turkey                   |
| CAN | Canada             | HUN | Hungary    | NLD | Netherlands | TWN | Taiwan                   |
| CHE | Switzerland        | IDN | Indonesia  | NOR | Norway      | UGA | Uganda                   |
| CHL | Chile              | IND | India      | NZL | New Zealand | UKR | Ukraine                  |
| CHN | China              | IRL | Ireland    | OMN | Oman        | URY | Uruguay                  |
| CIV | Ivory Coast        | IRQ | Iraq       | PAK | Pakistan    | USA | United States of America |
| CMR | Cameroon           | ISL | Iceland    | PAN | Panama      | UZB | Uzbekistan               |
| COL | Colombia           | ISR | Israel     | PER | Peru        | VEN | Venezuela                |
| CRI | Costa Rica         | ITA | Italy      | PHL | Philippines | VGB | Virgin Islands (British) |
| CYM | Cayman Islands     | JAM | Jamaica    | POL | Poland      | VNM | Vietnam                  |
| CZE | Czech Republic     | JEY | Jersey     | PRI | Puerto Rico | ZAF | South Africa             |
| DEU | Germany            | JOR | Jordan     | PRT | Portugal    | ZMB | Zambia                   |
| DNK | Denmark            | JPN | Japan      | PRY | Paraguay    |     |                          |
| DOM | Dominican Republic | KAZ | Kazakhstan | QAT | Qatar       |     |                          |
| ECU | Ecuador            | KEN | Kenya      | ROU | Romania     |     |                          |

### Currencies

|         |                             |     |                    |     |                    |     |                    |
|---------|-----------------------------|-----|--------------------|-----|--------------------|-----|--------------------|
| AED     | United Arab Emirates Dirham | GEL | Georgian Lari      | MXN | Mexican Peso       | RUB | Russian Ruble      |
| AUD     | Australian Dollar           | GHS | Ghanaian Cedi      | MYR | Malaysian Ringgit  | SAR | Saudi Rial         |
| BRL     | Brazilian Real              | HKD | Hong Kong Dollar   | NAD | Namibian Dollar    | SEK | Swedish Krona      |
| CAD     | Canadian Dollar             | HUF | Hungarian Forint   | NGN | Nigerian Naira     | SGD | Singapore Dollar   |
| CHF     | Swiss Franc                 | IDR | Indonesian Rupiah  | NOK | Norwegian Krone    | THB | Thai Baht          |
| CLP     | Chilean Peso                | ILS | Israeli New Shekel | NZD | New Zealand Dollar | TRY | Turkish Lira       |
| CNH/CNY | Chinese Yuan Renminbi       | INR | Indian Rupee       | OMR | Omani Rial         | TWD | New Taiwan Dollar  |
| COP     | Colombian Peso              | ISK | Icelandic Krona    | PEN | Peruvian Nuevo Sol | UGX | Ugandan Shilling   |
| CZK     | Czech Koruna                | JPY | Japanese Yen       | PHP | Philippine Peso    | USD | US Dollar          |
| DKK     | Danish Krone                | KES | Kenyan Shilling    | PLN | Polish Zloty       | UYU | Uruguayan Peso     |
| DOP     | Dominican Peso              | KRW | South Korean Won   | PYG | Paraguay Guarani   | UZS | Uzbekistani Som    |
| EGP     | Egyptian Pound              | KWD | Kuwaiti Dinar      | QAR | Qatari Rial        | VND | Vietnamese Dong    |
| EUR     | Euro                        | KZT | Kazakhstani Tenge  | RON | Romanian New Leu   | ZAR | South African Rand |
| GBP     | British Pound Sterling      | MAD | Moroccan Dirham    | RSD | Serbian Dinar      |     |                    |

## Note 29 - Additional Information

Following the invasion of Ukraine by Russia and sanctions that followed, the Russian assets held by the Fund as of February 25, 2022 were segregated from the liquid assets of the Templeton Eastern Europe Fund and allocated to seven share classes newly created on November 11, 2022 (the "Restricted Share Classes"). Shares in such new classes listed below were allocated to shareholders on November 11, 2022 in a manner to reflect their respective percentage holdings in the Fund's total NAV as of February 25, 2022. The Restricted Share Classes are closed to all subscriptions, redemptions, and switches.

Restricted Share Classes - A (acc) EUR RC, A (acc) USD RC, A (Ydis) EUR RC, I (acc) EUR RC, N (acc) EUR RC, W (acc), EUR RC, X (acc) EUR RC.

## Note 30 - Subsequent events

Effective August 16, 2024, Franklin NextStep Balanced Growth Fund was merged into Franklin NextStep Moderate Fund.

Share class name change:

On August 27, 2024, Share Classes with the 'PC' code were renamed to the 'Plus' code, as detailed below.

Class Plus shares are distribution share classes designed to offer, under normal market conditions, dividend distribution at a pre-determined annual percentage of the Net Asset Value per Share that is not linked to income or capital gains.

**Note 30 - Subsequent events (continued)**

| <b>Current share class name</b>                                | <b>Revised share class name</b>                                  |
|----------------------------------------------------------------|------------------------------------------------------------------|
| Franklin Strategic Income Fund A (Mdis-pc) USD                 | Franklin Strategic Income Fund A (Mdis-Plus) USD                 |
| Franklin Strategic Income Fund A (Mdis-pc) SGD-H1              | Franklin Strategic Income Fund A (Mdis-Plus) SGD-H1              |
| Franklin Strategic Income Fund A (Mdis-pc) HKD                 | Franklin Strategic Income Fund A (Mdis-Plus) HKD                 |
| Franklin Strategic Income Fund F (Mdis-pc) USD                 | Franklin Strategic Income Fund F (Mdis-Plus) USD                 |
| Franklin U.S. Government Fund A (Mdis-pc) USD                  | Franklin U.S. Government Fund A (Mdis-Plus) USD                  |
| Franklin U.S. Government Fund A (Mdis-pc) HKD                  | Franklin U.S. Government Fund A (Mdis-Plus) HKD                  |
| Templeton Emerging Markets Dynamic Income Fund A (Mdis-pc) USD | Templeton Emerging Markets Dynamic Income Fund A (Mdis-Plus) USD |
| Templeton Emerging Markets Dynamic Income Fund A (Mdis-pc) HKD | Templeton Emerging Markets Dynamic Income Fund A (Mdis-Plus) HKD |

## Schedule of Investments, June 30, 2024

## Franklin Biotechnology Discovery Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 425,410                           | Amgen, Inc.                                                               | USA             | USD                 | 132,919,354     | 8.12               |
| 114,130                           | Regeneron Pharmaceuticals, Inc.                                           | USA             | USD                 | 119,954,054     | 7.33               |
| 218,474                           | Vertex Pharmaceuticals, Inc.                                              | USA             | USD                 | 102,403,133     | 6.26               |
| 467,498                           | Ascendis Pharma A/S, ADR                                                  | DNK             | USD                 | 63,757,377      | 3.90               |
| 903,300                           | Insmed, Inc.                                                              | USA             | USD                 | 60,521,100      | 3.70               |
| 238,449                           | Biogen, Inc.                                                              | USA             | USD                 | 55,277,247      | 3.38               |
| 917,680                           | Merus NV                                                                  | NLD             | USD                 | 54,299,126      | 3.32               |
| 747,328                           | Gilead Sciences, Inc.                                                     | USA             | USD                 | 51,274,174      | 3.13               |
| 313,140                           | Neurocrine Biosciences, Inc.                                              | USA             | USD                 | 43,109,984      | 2.63               |
| 81,521                            | Argenx SE, ADR                                                            | NLD             | USD                 | 35,057,291      | 2.14               |
| 6,762,248                         | Applied Therapeutics, Inc.                                                | USA             | USD                 | 31,579,698      | 1.93               |
| 385,226                           | Vaxcyte, Inc.                                                             | USA             | USD                 | 29,088,415      | 1.78               |
| 901,831                           | PTC Therapeutics, Inc.                                                    | USA             | USD                 | 27,577,992      | 1.69               |
| 2,869,219                         | Arcutis Biotherapeutics, Inc.                                             | USA             | USD                 | 26,683,737      | 1.63               |
| 155,484                           | Sarepta Therapeutics, Inc.                                                | USA             | USD                 | 24,566,472      | 1.50               |
| 669,990                           | Dyne Therapeutics, Inc.                                                   | USA             | USD                 | 23,643,947      | 1.44               |
| 1,649,991                         | Day One Biopharmaceuticals, Inc.                                          | USA             | USD                 | 22,736,876      | 1.39               |
| 626,252                           | Mirum Pharmaceuticals, Inc.                                               | USA             | USD                 | 21,411,556      | 1.31               |
| 419,719                           | Crinetics Pharmaceuticals, Inc.                                           | USA             | USD                 | 18,799,214      | 1.15               |
| 77,174                            | Alnylam Pharmaceuticals, Inc.                                             | USA             | USD                 | 18,753,282      | 1.15               |
| 1,284,696                         | HilleVax, Inc.                                                            | USA             | USD                 | 18,576,704      | 1.14               |
| 1,022,843                         | Cullinan Therapeutics, Inc.                                               | USA             | USD                 | 17,838,382      | 1.09               |
| 660,570                           | Immunovant, Inc.                                                          | USA             | USD                 | 17,439,048      | 1.07               |
| 1,929,794                         | ARS Pharmaceuticals, Inc.                                                 | USA             | USD                 | 16,422,547      | 1.00               |
| 387,094                           | Apogee Therapeutics, Inc.                                                 | USA             | USD                 | 15,232,149      | 0.93               |
| 655,388                           | Rocket Pharmaceuticals, Inc.                                              | USA             | USD                 | 14,110,504      | 0.86               |
| 628,009                           | Syndax Pharmaceuticals, Inc.                                              | USA             | USD                 | 12,893,025      | 0.79               |
| 914,700                           | Abivax SA, ADR                                                            | FRA             | USD                 | 12,092,334      | 0.74               |
| 252,235                           | Keros Therapeutics, Inc.                                                  | USA             | USD                 | 11,527,139      | 0.70               |
| 363,336                           | CG oncology, Inc.                                                         | USA             | USD                 | 11,470,518      | 0.70               |
| 486,780                           | Spyre Therapeutics, Inc.                                                  | USA             | USD                 | 11,444,198      | 0.70               |
| 964,044                           | Mineralys Therapeutics, Inc.                                              | USA             | USD                 | 11,279,315      | 0.69               |
| 3,176,917                         | Heron Therapeutics, Inc.                                                  | USA             | USD                 | 11,119,209      | 0.68               |
| 533,902                           | Kura Oncology, Inc.                                                       | USA             | USD                 | 10,993,042      | 0.67               |
| 461,670                           | Jasper Therapeutics, Inc.                                                 | USA             | USD                 | 10,479,909      | 0.64               |
| 123,394                           | Nuvalent, Inc. 'A'                                                        | USA             | USD                 | 9,360,669       | 0.57               |
| 100,420                           | BioMarin Pharmaceutical, Inc.                                             | USA             | USD                 | 8,267,579       | 0.51               |
| 1,690,170                         | Achieve Life Sciences, Inc.                                               | USA             | USD                 | 7,943,799       | 0.49               |
| 200,450                           | Xenon Pharmaceuticals, Inc.                                               | CAN             | USD                 | 7,815,546       | 0.48               |
| 1,135,249                         | Adverum Biotechnologies, Inc.                                             | USA             | USD                 | 7,787,808       | 0.48               |
| 304,676                           | AnaptysBio, Inc.                                                          | USA             | USD                 | 7,635,181       | 0.47               |
| 957,137                           | Aura Biosciences, Inc.                                                    | USA             | USD                 | 7,235,956       | 0.44               |
| 670,300                           | Roivant Sciences Ltd.                                                     | USA             | USD                 | 7,085,071       | 0.43               |
| 765,214                           | Centessa Pharmaceuticals plc, ADR                                         | USA             | USD                 | 6,909,882       | 0.42               |
| 155,885                           | Praxis Precision Medicines, Inc.                                          | USA             | USD                 | 6,447,404       | 0.39               |
| 138,207                           | Ultragenyx Pharmaceutical, Inc.                                           | USA             | USD                 | 5,680,308       | 0.35               |
| 146,576                           | Apellis Pharmaceuticals, Inc.                                             | USA             | USD                 | 5,622,655       | 0.34               |
| 546,722                           | 89bio, Inc.                                                               | USA             | USD                 | 4,379,243       | 0.27               |
| 1,064,408                         | Shattuck Labs, Inc.                                                       | USA             | USD                 | 4,108,615       | 0.25               |
| 1,478,586                         | Acumen Pharmaceuticals, Inc.                                              | USA             | USD                 | 3,578,178       | 0.22               |
| 498,376                           | ORIC Pharmaceuticals, Inc.                                                | USA             | USD                 | 3,523,518       | 0.22               |
| 380,600                           | Kyverna Therapeutics, Inc.                                                | USA             | USD                 | 2,854,500       | 0.17               |
| 625,636                           | Alector, Inc.                                                             | USA             | USD                 | 2,840,387       | 0.17               |
| 223,350                           | Benitec Biopharma, Inc.                                                   | AUS             | USD                 | 1,561,216       | 0.10               |
| 33,900                            | GRAIL, Inc.                                                               | USA             | USD                 | 521,043         | 0.03               |
|                                   |                                                                           |                 |                     | 1,277,490,610   | 78.08              |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 704,526                           | Guardant Health, Inc.                                                     | USA             | USD                 | 20,346,711      | 1.24               |
|                                   |                                                                           |                 |                     | 20,346,711      | 1.24               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                 |                 |                     |                 |                    |
| 196,200                           | Illumina, Inc.                                                            | USA             | USD                 | 20,479,356      | 1.25               |
| 713,370                           | Avantor, Inc.                                                             | USA             | USD                 | 15,123,444      | 0.93               |



## Franklin Biotechnology Discovery Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 23,130                            | Thermo Fisher Scientific, Inc.                                                                                            | USA             | USD                 | 12,790,890      | 0.78               |
| 19,700                            | Sartorius AG Preference                                                                                                   | DEU             | EUR                 | 4,612,141       | 0.28               |
| 19,900                            | Sartorius Stedim Biotech                                                                                                  | FRA             | EUR                 | 3,289,164       | 0.20               |
|                                   |                                                                                                                           |                 |                     | 56,294,995      | 3.44               |
|                                   | <b>Pharmaceuticals</b>                                                                                                    |                 |                     |                 |                    |
| 623,280                           | AstraZeneca plc, ADR                                                                                                      | GBR             | USD                 | 48,609,607      | 2.97               |
| 659,037                           | Intra-Cellular Therapies, Inc.                                                                                            | USA             | USD                 | 45,137,444      | 2.76               |
| 395,831                           | Jazz Pharmaceuticals plc                                                                                                  | USA             | USD                 | 42,247,043      | 2.58               |
| 1,543,363                         | EyePoint Pharmaceuticals, Inc.                                                                                            | USA             | USD                 | 13,427,258      | 0.82               |
| 312,116                           | Structure Therapeutics, Inc., ADR                                                                                         | USA             | USD                 | 12,256,795      | 0.75               |
| 3,094,553                         | Revance Therapeutics, Inc.                                                                                                | USA             | USD                 | 7,953,001       | 0.49               |
| 408,033                           | Contineum Therapeutics, Inc. 'A'                                                                                          | USA             | USD                 | 7,185,461       | 0.44               |
| 759,900                           | Ocular Therapeutix, Inc.                                                                                                  | USA             | USD                 | 5,197,716       | 0.32               |
| 745,961                           | Terns Pharmaceuticals, Inc.                                                                                               | USA             | USD                 | 5,079,995       | 0.31               |
| 1,860,300                         | Aquestive Therapeutics, Inc.                                                                                              | USA             | USD                 | 4,836,780       | 0.30               |
| 415,500                           | Alto Neuroscience, Inc.                                                                                                   | USA             | USD                 | 4,441,695       | 0.27               |
| 293,800                           | Pliant Therapeutics, Inc.                                                                                                 | USA             | USD                 | 3,158,350       | 0.19               |
| 2,292,227                         | Marinus Pharmaceuticals, Inc.                                                                                             | USA             | USD                 | 2,681,906       | 0.16               |
| 668,300                           | Relmada Therapeutics, Inc.                                                                                                | USA             | USD                 | 2,004,900       | 0.12               |
|                                   |                                                                                                                           |                 |                     | 204,217,951     | 12.48              |
|                                   | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | 1,558,350,267   | 95.24              |
|                                   | <b>WARRANTS</b>                                                                                                           |                 |                     |                 |                    |
|                                   | <b>Pharmaceuticals</b>                                                                                                    |                 |                     |                 |                    |
| 151,400                           | Nuvation Bio, Inc. 07/07/2027                                                                                             | USA             | USD                 | 24,224          | —                  |
|                                   |                                                                                                                           |                 |                     | 24,224          | —                  |
|                                   | <b>TOTAL WARRANTS</b>                                                                                                     |                 |                     | 24,224          | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                   |                 |                     | 1,558,374,491   | 95.24              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                                                           |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Biotechnology</b>                                                                                                      |                 |                     |                 |                    |
| 659,552                           | Cogent Biosciences, Inc.                                                                                                  | USA             | USD                 | 5,560,023       | 0.34               |
| 527,641                           | Engene Holdings, Inc.                                                                                                     | CAN             | USD                 | 4,975,655       | 0.30               |
|                                   |                                                                                                                           |                 |                     | 10,535,678      | 0.64               |
|                                   | <b>Pharmaceuticals</b>                                                                                                    |                 |                     |                 |                    |
| 359,612                           | Alto Neuroscience, Inc.                                                                                                   | USA             | USD                 | 3,844,252       | 0.24               |
|                                   |                                                                                                                           |                 |                     | 3,844,252       | 0.24               |
|                                   | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | 14,379,930      | 0.88               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                             |                 |                     | 14,379,930      | 0.88               |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Biotechnology</b>                                                                                                      |                 |                     |                 |                    |
| 123,300                           | Zealand Pharma A/S"                                                                                                       | DNK             | DKK                 | 15,763,098      | 0.97               |
| 769,440                           | Oruka Therapeutics, Inc.""                                                                                                | USA             | USD                 | 13,792,548      | 0.84               |
| 177,676                           | Carmot Therapeutics, Inc. Escrow Account"                                                                                 | USA             | USD                 | 863,175         | 0.05               |
|                                   |                                                                                                                           |                 |                     | 30,418,821      | 1.86               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                                                                               |                 |                     |                 |                    |
| 3,323,313                         | Sanofi SA Escrow Account"                                                                                                 | USA             | USD                 | —               | —                  |
|                                   |                                                                                                                           |                 |                     | —               | —                  |
|                                   | <b>Health Care Providers &amp; Services</b>                                                                               |                 |                     |                 |                    |
| 265,046                           | Artiva Biotherapeutics, Inc. 'B' Preference"                                                                              | USA             | USD                 | 1,262,882       | 0.08               |
|                                   |                                                                                                                           |                 |                     | 1,262,882       | 0.08               |
|                                   | <b>Pharmaceuticals</b>                                                                                                    |                 |                     |                 |                    |
| 525,484                           | Contineum Therapeutics, Inc. 'A'""                                                                                        | USA             | USD                 | 9,253,773       | 0.56               |
|                                   |                                                                                                                           |                 |                     | 9,253,773       | 0.56               |

**Franklin Biotechnology Discovery Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                                                                        | Description                                      | Country<br>code | Trading<br>currency | Market<br>value             | % of net<br>assets  |
|------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------|-----------------|---------------------|-----------------------------|---------------------|
| <b>Real Estate Management &amp; Development</b>                                                                                          |                                                  |                 |                     |                             |                     |
| 1,589,570                                                                                                                                | Lycia LLC 'C' Preference <sup>**</sup>           | JPN             | USD                 | 3,245,425                   | 0.20                |
|                                                                                                                                          |                                                  |                 |                     | <u>3,245,425</u>            | <u>0.20</u>         |
|                                                                                                                                          | <b>TOTAL SHARES</b>                              |                 |                     | <u>44,180,901</u>           | <u>2.70</u>         |
| <b>WARRANTS</b>                                                                                                                          |                                                  |                 |                     |                             |                     |
| <b>Biotechnology</b>                                                                                                                     |                                                  |                 |                     |                             |                     |
| 1,243,523                                                                                                                                | Benitec Biopharma, Inc. 08/11/2028 <sup>**</sup> | AUS             | USD                 | 8,692,101                   | 0.53                |
| 1,243,523                                                                                                                                | Benitec Biopharma, Inc. 08/11/2028 <sup>**</sup> | AUS             | USD                 | 4,155,020                   | 0.25                |
| 2,980,527                                                                                                                                | Benitec Biopharma, Inc. 09/14/2027 <sup>**</sup> | AUS             | USD                 | 886,790                     | 0.06                |
|                                                                                                                                          |                                                  |                 |                     | <u>13,733,911</u>           | <u>0.84</u>         |
|                                                                                                                                          | <b>TOTAL WARRANTS</b>                            |                 |                     | <u>13,733,911</u>           | <u>0.84</u>         |
| <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                                                  |                 |                     | 57,914,812                  | 3.54                |
|                                                                                                                                          | <b>TOTAL INVESTMENTS</b>                         |                 |                     | <u><b>1,630,669,233</b></u> | <u><b>99.66</b></u> |

<sup>^</sup> These securities are classed as Private Investments in Public Equities ("PIPEs")

<sup>\*\*</sup>These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Disruptive Commerce Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 1,823                             | Amazon.com, Inc.                                                          | USA             | USD                 | 352,295         | 10.04              |
| 94                                | MercadoLibre, Inc.                                                        | BRA             | USD                 | 154,480         | 4.40               |
| 714                               | PDD Holdings, Inc., ADR                                                   | CHN             | USD                 | 94,926          | 2.71               |
| 1,213                             | Global-e Online Ltd.                                                      | ISR             | USD                 | 43,995          | 1.26               |
| 165                               | Naspers Ltd. 'N'                                                          | ZAF             | ZAR                 | 32,349          | 0.92               |
| 888                               | Prosus NV                                                                 | CHN             | EUR                 | 31,580          | 0.90               |
| 564                               | eBay, Inc.                                                                | USA             | USD                 | 30,298          | 0.86               |
| 512                               | Etsy, Inc.                                                                | USA             | USD                 | 30,198          | 0.86               |
| 2,882                             | Alibaba Group Holding Ltd.                                                | CHN             | HKD                 | 25,975          | 0.74               |
|                                   |                                                                           |                 |                     | 796,096         | 22.69              |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 2,396                             | Copart, Inc.                                                              | USA             | USD                 | 129,767         | 3.70               |
|                                   |                                                                           |                 |                     | 129,767         | 3.70               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 254                               | Costco Wholesale Corp.                                                    | USA             | USD                 | 215,898         | 6.15               |
|                                   |                                                                           |                 |                     | 215,898         | 6.15               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 198                               | Packaging Corp. of America                                                | USA             | USD                 | 36,147          | 1.03               |
| 619                               | Graphic Packaging Holding Co.                                             | USA             | USD                 | 16,224          | 0.46               |
|                                   |                                                                           |                 |                     | 52,371          | 1.49               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 123                               | Netflix, Inc.                                                             | USA             | USD                 | 83,010          | 2.37               |
| 665                               | ROBLOX Corp. 'A'                                                          | USA             | USD                 | 24,745          | 0.70               |
| 1,254                             | Nintendo Co. Ltd., ADR                                                    | JPN             | USD                 | 16,678          | 0.48               |
|                                   |                                                                           |                 |                     | 124,433         | 3.55               |
|                                   | <b>Equity Real Estate Investment Trusts (REITs)</b>                       |                 |                     |                 |                    |
| 367                               | Prologis, Inc.                                                            | USA             | USD                 | 41,218          | 1.18               |
|                                   |                                                                           |                 |                     | 41,218          | 1.18               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 261                               | Mastercard, Inc. 'A'                                                      | USA             | USD                 | 115,143         | 3.28               |
| 405                               | Visa, Inc. 'A'                                                            | USA             | USD                 | 106,300         | 3.03               |
| 3,010                             | Adyen NV, ADR                                                             | NLD             | USD                 | 35,729          | 1.02               |
| 149                               | Jack Henry & Associates, Inc.                                             | USA             | USD                 | 24,737          | 0.71               |
| 253                               | Block, Inc. 'A'                                                           | USA             | USD                 | 16,316          | 0.46               |
| 132                               | PayPal Holdings, Inc.                                                     | USA             | USD                 | 7,660           | 0.22               |
|                                   |                                                                           |                 |                     | 305,885         | 8.72               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 331                               | Freshpet, Inc.                                                            | USA             | USD                 | 42,828          | 1.22               |
|                                   |                                                                           |                 |                     | 42,828          | 1.22               |
|                                   | <b>Ground Transportation</b>                                              |                 |                     |                 |                    |
| 3,523                             | Uber Technologies, Inc.                                                   | USA             | USD                 | 256,052         | 7.30               |
| 396                               | XPO, Inc.                                                                 | USA             | USD                 | 42,035          | 1.20               |
| 209                               | Old Dominion Freight Line, Inc.                                           | USA             | USD                 | 36,909          | 1.05               |
|                                   |                                                                           |                 |                     | 334,996         | 9.55               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 1,529                             | DoorDash, Inc. 'A'                                                        | USA             | USD                 | 166,324         | 4.74               |
| 38                                | Booking Holdings, Inc.                                                    | USA             | USD                 | 150,537         | 4.29               |
| 506                               | Airbnb, Inc. 'A'                                                          | USA             | USD                 | 76,725          | 2.19               |
| 898                               | MakeMyTrip Ltd.                                                           | IND             | USD                 | 75,522          | 2.15               |
| 221                               | Expedia Group, Inc.                                                       | USA             | USD                 | 27,844          | 0.80               |
|                                   |                                                                           |                 |                     | 496,952         | 14.17              |
|                                   | <b>Interactive Media &amp; Services</b>                                   |                 |                     |                 |                    |
| 155                               | Meta Platforms, Inc. 'A'                                                  | USA             | USD                 | 78,154          | 2.23               |
| 214                               | Alphabet, Inc. 'A'                                                        | USA             | USD                 | 38,980          | 1.11               |
| 206                               | Tencent Holdings Ltd.                                                     | CHN             | HKD                 | 9,773           | 0.28               |
|                                   |                                                                           |                 |                     | 126,907         | 3.62               |
|                                   | <b>IT Services</b>                                                        |                 |                     |                 |                    |
| 3,017                             | Shopify, Inc. 'A'                                                         | CAN             | USD                 | 199,273         | 5.68               |
|                                   |                                                                           |                 |                     | 199,273         | 5.68               |

**Franklin Disruptive Commerce Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                       | Description                         | Country<br>code | Trading<br>currency | Market<br>value  | % of net<br>assets |
|-----------------------------------------------------------------------------------------|-------------------------------------|-----------------|---------------------|------------------|--------------------|
| <b>Media</b>                                                                            |                                     |                 |                     |                  |                    |
| 257                                                                                     | Trade Desk, Inc. (The) 'A'          | USA             | USD                 | 25,101           | 0.72               |
|                                                                                         |                                     |                 |                     | 25,101           | 0.72               |
| <b>Professional Services</b>                                                            |                                     |                 |                     |                  |                    |
| 109                                                                                     | TransUnion                          | USA             | USD                 | 8,083            | 0.23               |
|                                                                                         |                                     |                 |                     | 8,083            | 0.23               |
| <b>Real Estate Management &amp; Development</b>                                         |                                     |                 |                     |                  |                    |
| 99                                                                                      | CoStar Group, Inc.                  | USA             | USD                 | 7,340            | 0.21               |
|                                                                                         |                                     |                 |                     | 7,340            | 0.21               |
| <b>Software</b>                                                                         |                                     |                 |                     |                  |                    |
| 424                                                                                     | Manhattan Associates, Inc.          | USA             | USD                 | 104,592          | 2.98               |
| 781                                                                                     | Descartes Systems Group, Inc. (The) | CAN             | USD                 | 75,632           | 2.16               |
| 131                                                                                     | Autodesk, Inc.                      | USA             | USD                 | 32,416           | 0.92               |
| 142                                                                                     | SPS Commerce, Inc.                  | USA             | USD                 | 26,719           | 0.76               |
| 222                                                                                     | AppLovin Corp. 'A'                  | USA             | USD                 | 18,475           | 0.53               |
| 99                                                                                      | Sprout Social, Inc. 'A'             | USA             | USD                 | 3,532            | 0.10               |
|                                                                                         |                                     |                 |                     | 261,366          | 7.45               |
| <b>Specialty Retail</b>                                                                 |                                     |                 |                     |                  |                    |
| 160                                                                                     | ZOZO, Inc.                          | JPN             | JPY                 | 4,001            | 0.11               |
|                                                                                         |                                     |                 |                     | 4,001            | 0.11               |
| <b>Trading Companies &amp; Distributors</b>                                             |                                     |                 |                     |                  |                    |
| 187                                                                                     | WW Grainger, Inc.                   | USA             | USD                 | 168,719          | 4.81               |
| 2,146                                                                                   | Fastenal Co.                        | USA             | USD                 | 134,855          | 3.84               |
|                                                                                         |                                     |                 |                     | 303,574          | 8.65               |
| <b>TOTAL SHARES</b>                                                                     |                                     |                 |                     | 3,476,089        | 99.09              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                                     |                 |                     | 3,476,089        | 99.09              |
| <b>TOTAL INVESTMENTS</b>                                                                |                                     |                 |                     | <b>3,476,089</b> | <b>99.09</b>       |

## Schedule of Investments, June 30, 2024

## Franklin Diversified Balanced Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 2,413                             | Axon Enterprise, Inc.                                                     | USA             | USD                 | 662,871         | 0.36               |
|                                   |                                                                           |                 |                     | 662,871         | 0.36               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 6,187                             | Hankook Tire & Technology Co. Ltd.                                        | KOR             | KRW                 | 188,294         | 0.10               |
|                                   |                                                                           |                 |                     | 188,294         | 0.10               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 22,200                            | Toyota Motor Corp.                                                        | JPN             | JPY                 | 425,318         | 0.23               |
| 4,415                             | Mercedes-Benz Group AG                                                    | DEU             | EUR                 | 285,325         | 0.16               |
| 9,153                             | Stellantis NV                                                             | USA             | EUR                 | 168,956         | 0.09               |
|                                   |                                                                           |                 |                     | 879,599         | 0.48               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 43,549                            | UniCredit SpA                                                             | ITA             | EUR                 | 1,504,809       | 0.82               |
| 283,811                           | Barclays plc                                                              | GBR             | GBP                 | 700,193         | 0.38               |
| 70,733                            | Banco Bilbao Vizcaya Argentaria SA                                        | ESP             | EUR                 | 663,012         | 0.36               |
| 10,256                            | KB Financial Group, Inc.                                                  | KOR             | KRW                 | 543,279         | 0.30               |
| 31,389                            | ABN AMRO Bank NV, Reg. S, 144A                                            | NLD             | EUR                 | 481,370         | 0.26               |
| 82,200                            | Itau Unibanco Holding SA Preference                                       | BRA             | BRL                 | 444,920         | 0.24               |
| 2,071                             | JPMorgan Chase & Co.                                                      | USA             | USD                 | 391,075         | 0.21               |
| 8,619                             | Hana Financial Group, Inc.                                                | KOR             | KRW                 | 353,018         | 0.19               |
| 33,505                            | Bancolombia SA                                                            | COL             | COP                 | 266,027         | 0.15               |
|                                   |                                                                           |                 |                     | 5,347,703       | 2.91               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 76,000                            | Arca Continental SAB de CV                                                | MEX             | MXN                 | 695,899         | 0.38               |
|                                   |                                                                           |                 |                     | 695,899         | 0.38               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 3,292                             | Vertex Pharmaceuticals, Inc.                                              | USA             | USD                 | 1,440,600       | 0.78               |
| 4,215                             | AbbVie, Inc.                                                              | USA             | USD                 | 674,967         | 0.37               |
| 471                               | Regeneron Pharmaceuticals, Inc.                                           | USA             | USD                 | 462,174         | 0.25               |
|                                   |                                                                           |                 |                     | 2,577,741       | 1.40               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 9,731                             | Amazon.com, Inc.                                                          | USA             | USD                 | 1,755,686       | 0.96               |
| 9,400                             | Dollarama, Inc.                                                           | CAN             | CAD                 | 801,208         | 0.43               |
| 6,416                             | Wesfarmers Ltd.                                                           | AUS             | AUD                 | 259,381         | 0.14               |
| 118                               | MercadoLibre, Inc.                                                        | BRA             | USD                 | 181,049         | 0.10               |
|                                   |                                                                           |                 |                     | 2,997,324       | 1.63               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 490                               | Carlisle Cos., Inc.                                                       | USA             | USD                 | 185,373         | 0.10               |
|                                   |                                                                           |                 |                     | 185,373         | 0.10               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 893,406                           | Pantheon Infrastructure plc                                               | GBR             | GBP                 | 843,544         | 0.46               |
| 20,237                            | 3i Group plc                                                              | GBR             | GBP                 | 728,208         | 0.39               |
| 66,300                            | Daiwa Securities Group, Inc.                                              | JPN             | JPY                 | 475,291         | 0.26               |
| 4,216                             | SEI Investments Co.                                                       | USA             | USD                 | 254,629         | 0.14               |
| 212                               | Partners Group Holding AG                                                 | CHE             | CHF                 | 253,471         | 0.14               |
|                                   |                                                                           |                 |                     | 2,555,143       | 1.39               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 1,371                             | Sherwin-Williams Co. (The)                                                | USA             | USD                 | 381,988         | 0.21               |
| 1,449                             | Ecolab, Inc.                                                              | USA             | USD                 | 321,970         | 0.18               |
| 3,600                             | Nitto Denko Corp.                                                         | JPN             | JPY                 | 266,628         | 0.14               |
| 6,700                             | Shin-Etsu Chemical Co. Ltd.                                               | JPN             | JPY                 | 243,252         | 0.13               |
|                                   |                                                                           |                 |                     | 1,213,838       | 0.66               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 674                               | Cintas Corp.                                                              | USA             | USD                 | 440,645         | 0.24               |
|                                   |                                                                           |                 |                     | 440,645         | 0.24               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 1,994                             | Arista Networks, Inc.                                                     | USA             | USD                 | 652,467         | 0.35               |
| 12,390                            | Cisco Systems, Inc.                                                       | USA             | USD                 | 549,574         | 0.30               |
| 555                               | Motorola Solutions, Inc.                                                  | USA             | USD                 | 200,035         | 0.11               |
|                                   |                                                                           |                 |                     | 1,402,076       | 0.76               |

**Franklin Diversified Balanced Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value                         | Description                                 | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------------|---------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Construction Materials</b>                             |                                             |                 |                     |                 |                    |
| 2,477                                                     | CRH plc                                     | USA             | GBP                 | 171,378         | 0.09               |
|                                                           |                                             |                 |                     | 171,378         | 0.09               |
| <b>Consumer Staples Distribution &amp; Retail</b>         |                                             |                 |                     |                 |                    |
| 4,094                                                     | Costco Wholesale Corp.                      | USA             | USD                 | 3,248,865       | 1.77               |
|                                                           |                                             |                 |                     | 3,248,865       | 1.77               |
| <b>Diversified Telecommunication Services</b>             |                                             |                 |                     |                 |                    |
| 35,747                                                    | Saudi Telecom Co.                           | SAU             | SAR                 | 333,576         | 0.18               |
| 22,869                                                    | Hellenic Telecommunications Organization SA | GRC             | EUR                 | 306,936         | 0.17               |
|                                                           |                                             |                 |                     | 640,512         | 0.35               |
| <b>Electric Utilities</b>                                 |                                             |                 |                     |                 |                    |
| 19,431                                                    | Iberdrola SA                                | ESP             | EUR                 | 235,413         | 0.13               |
| 10,512                                                    | Endesa SA                                   | ESP             | EUR                 | 184,425         | 0.10               |
| 30,600                                                    | CPFL Energia SA                             | BRA             | BRL                 | 167,262         | 0.09               |
|                                                           |                                             |                 |                     | 587,100         | 0.32               |
| <b>Electrical Equipment</b>                               |                                             |                 |                     |                 |                    |
| 2,964                                                     | Schneider Electric SE                       | USA             | EUR                 | 663,529         | 0.36               |
| 4,185                                                     | Vertiv Holdings Co. 'A'                     | USA             | USD                 | 338,246         | 0.18               |
| 1,100                                                     | Eaton Corp. plc                             | USA             | USD                 | 322,010         | 0.18               |
| 4,145                                                     | ABB Ltd.                                    | CHE             | CHF                 | 214,599         | 0.12               |
| 25,800                                                    | WEG SA                                      | BRA             | BRL                 | 181,786         | 0.10               |
|                                                           |                                             |                 |                     | 1,720,170       | 0.94               |
| <b>Electronic Equipment, Instruments &amp; Components</b> |                                             |                 |                     |                 |                    |
| 124,000                                                   | Hon Hai Precision Industry Co. Ltd.         | TWN             | TWD                 | 760,677         | 0.41               |
|                                                           |                                             |                 |                     | 760,677         | 0.41               |
| <b>Entertainment</b>                                      |                                             |                 |                     |                 |                    |
| 673                                                       | Netflix, Inc.                               | USA             | USD                 | 424,045         | 0.23               |
| 7,500                                                     | Nintendo Co. Ltd.                           | JPN             | JPY                 | 373,984         | 0.21               |
|                                                           |                                             |                 |                     | 798,029         | 0.44               |
| <b>Financial Services</b>                                 |                                             |                 |                     |                 |                    |
| 4,130                                                     | Visa, Inc. 'A'                              | USA             | USD                 | 1,012,045       | 0.55               |
| 2,411                                                     | Mastercard, Inc. 'A'                        | USA             | USD                 | 993,032         | 0.54               |
| 31,049                                                    | Investor AB 'B'                             | SWE             | SEK                 | 794,531         | 0.44               |
| 636                                                       | Berkshire Hathaway, Inc. 'B'                | USA             | USD                 | 241,551         | 0.13               |
|                                                           |                                             |                 |                     | 3,041,159       | 1.66               |
| <b>Food Products</b>                                      |                                             |                 |                     |                 |                    |
| 9,479                                                     | Associated British Foods plc                | GBR             | GBP                 | 276,335         | 0.15               |
|                                                           |                                             |                 |                     | 276,335         | 0.15               |
| <b>Ground Transportation</b>                              |                                             |                 |                     |                 |                    |
| 11,700                                                    | Central Japan Railway Co.                   | JPN             | JPY                 | 236,824         | 0.13               |
|                                                           |                                             |                 |                     | 236,824         | 0.13               |
| <b>Health Care Equipment &amp; Supplies</b>               |                                             |                 |                     |                 |                    |
| 1,520                                                     | IDEXX Laboratories, Inc.                    | USA             | USD                 | 691,386         | 0.38               |
| 6,362                                                     | Edwards Lifesciences Corp.                  | USA             | USD                 | 548,649         | 0.30               |
| 897                                                       | Stryker Corp.                               | USA             | USD                 | 284,945         | 0.15               |
| 2,361                                                     | Straumann Holding AG                        | CHE             | CHF                 | 272,108         | 0.15               |
| 2,705                                                     | Boston Scientific Corp.                     | USA             | USD                 | 194,484         | 0.11               |
|                                                           |                                             |                 |                     | 1,991,572       | 1.09               |
| <b>Health Care Providers &amp; Services</b>               |                                             |                 |                     |                 |                    |
| 3,208                                                     | Cigna Group (The)                           | USA             | USD                 | 990,074         | 0.54               |
| 1,352                                                     | Elevance Health, Inc.                       | USA             | USD                 | 683,965         | 0.37               |
| 1,801                                                     | HCA Healthcare, Inc.                        | USA             | USD                 | 540,216         | 0.30               |
| 397                                                       | UnitedHealth Group, Inc.                    | USA             | USD                 | 188,756         | 0.10               |
|                                                           |                                             |                 |                     | 2,403,011       | 1.31               |
| <b>Health Care Technology</b>                             |                                             |                 |                     |                 |                    |
| 1,451                                                     | Veeva Systems, Inc. 'A'                     | USA             | USD                 | 247,920         | 0.14               |
|                                                           |                                             |                 |                     | 247,920         | 0.14               |
| <b>Hotels, Restaurants &amp; Leisure</b>                  |                                             |                 |                     |                 |                    |
| 694                                                       | Booking Holdings, Inc.                      | USA             | USD                 | 2,566,783       | 1.40               |
| 4,550                                                     | Chipotle Mexican Grill, Inc. 'A'            | USA             | USD                 | 266,135         | 0.14               |
| 1,718                                                     | DoorDash, Inc. 'A'                          | USA             | USD                 | 174,479         | 0.10               |
|                                                           |                                             |                 |                     | 3,007,397       | 1.64               |

**Franklin Diversified Balanced Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value                            | Description                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|--------------------------------------------------------------|------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Household Durables</b>                                    |                                    |                 |                     |                 |                    |
| 13,116                                                       | DR Horton, Inc.                    | USA             | USD                 | 1,725,738       | 0.94               |
|                                                              |                                    |                 |                     | 1,725,738       | 0.94               |
| <b>Household Products</b>                                    |                                    |                 |                     |                 |                    |
| 10,004                                                       | Procter & Gamble Co. (The)         | USA             | USD                 | 1,540,341       | 0.84               |
| 2,428                                                        | Colgate-Palmolive Co.              | USA             | USD                 | 219,973         | 0.12               |
|                                                              |                                    |                 |                     | 1,760,314       | 0.96               |
| <b>Independent Power and Renewable Electricity Producers</b> |                                    |                 |                     |                 |                    |
| 6,560                                                        | Vistra Corp.                       | USA             | USD                 | 526,588         | 0.29               |
|                                                              |                                    |                 |                     | 526,588         | 0.29               |
| <b>Industrial Conglomerates</b>                              |                                    |                 |                     |                 |                    |
| 2,926                                                        | Siemens AG                         | DEU             | EUR                 | 508,523         | 0.28               |
| 16,500                                                       | Hitachi Ltd.                       | JPN             | JPY                 | 346,912         | 0.19               |
|                                                              |                                    |                 |                     | 855,435         | 0.47               |
| <b>Insurance</b>                                             |                                    |                 |                     |                 |                    |
| 2,180                                                        | Erie Indemnity Co. 'A'             | USA             | USD                 | 737,589         | 0.40               |
| 247,735                                                      | Medibank Pvt. Ltd.                 | AUS             | AUD                 | 573,211         | 0.31               |
| 4,305                                                        | Assured Guaranty Ltd.              | USA             | USD                 | 310,084         | 0.17               |
| 5,137                                                        | NN Group NV                        | NLD             | EUR                 | 222,942         | 0.12               |
|                                                              |                                    |                 |                     | 1,843,826       | 1.00               |
| <b>Interactive Media &amp; Services</b>                      |                                    |                 |                     |                 |                    |
| 20,466                                                       | Alphabet, Inc. 'A'                 | USA             | USD                 | 3,480,424       | 1.90               |
| 2,333                                                        | Meta Platforms, Inc. 'A'           | USA             | USD                 | 1,098,259       | 0.60               |
| 11,374                                                       | Pinterest, Inc. 'A'                | USA             | USD                 | 467,979         | 0.25               |
|                                                              |                                    |                 |                     | 5,046,662       | 2.75               |
| <b>IT Services</b>                                           |                                    |                 |                     |                 |                    |
| 23,131                                                       | Tata Consultancy Services Ltd.     | IND             | INR                 | 1,009,126       | 0.55               |
| 5,095                                                        | VeriSign, Inc.                     | USA             | USD                 | 845,757         | 0.46               |
| 1,668                                                        | Capgemini SE                       | FRA             | EUR                 | 309,377         | 0.17               |
|                                                              |                                    |                 |                     | 2,164,260       | 1.18               |
| <b>Leisure Products</b>                                      |                                    |                 |                     |                 |                    |
| 3,800                                                        | BRP, Inc.                          | USA             | CAD                 | 227,277         | 0.12               |
|                                                              |                                    |                 |                     | 227,277         | 0.12               |
| <b>Life Sciences Tools &amp; Services</b>                    |                                    |                 |                     |                 |                    |
| 509                                                          | Mettler-Toledo International, Inc. | USA             | USD                 | 664,152         | 0.36               |
| 2,319                                                        | Agilent Technologies, Inc.         | USA             | USD                 | 280,657         | 0.16               |
|                                                              |                                    |                 |                     | 944,809         | 0.52               |
| <b>Machinery</b>                                             |                                    |                 |                     |                 |                    |
| 23,327                                                       | Fortive Corp.                      | USA             | USD                 | 1,613,790       | 0.88               |
| 12,600                                                       | Komatsu Ltd.                       | JPN             | JPY                 | 343,663         | 0.19               |
| 12,618                                                       | Atlas Copco AB 'B'                 | SWE             | SEK                 | 190,263         | 0.10               |
| 7,826                                                        | Volvo AB 'B'                       | SWE             | SEK                 | 187,777         | 0.10               |
| 804                                                          | Illinois Tool Works, Inc.          | USA             | USD                 | 177,870         | 0.10               |
| 869                                                          | Lincoln Electric Holdings, Inc.    | USA             | USD                 | 153,047         | 0.08               |
|                                                              |                                    |                 |                     | 2,666,410       | 1.45               |
| <b>Marine Transportation</b>                                 |                                    |                 |                     |                 |                    |
| 14,200                                                       | Kawasaki Kisen Kaisha Ltd.         | JPN             | JPY                 | 193,361         | 0.11               |
|                                                              |                                    |                 |                     | 193,361         | 0.11               |
| <b>Metals &amp; Mining</b>                                   |                                    |                 |                     |                 |                    |
| 47,965                                                       | Fortescue Ltd.                     | AUS             | AUD                 | 637,524         | 0.35               |
| 3,442                                                        | Steel Dynamics, Inc.               | USA             | USD                 | 416,150         | 0.22               |
| 1,513                                                        | Reliance, Inc.                     | USA             | USD                 | 403,429         | 0.22               |
|                                                              |                                    |                 |                     | 1,457,103       | 0.79               |
| <b>Oil, Gas &amp; Consumable Fuels</b>                       |                                    |                 |                     |                 |                    |
| 4,665                                                        | Marathon Petroleum Corp.           | USA             | USD                 | 755,564         | 0.41               |
| 10,615                                                       | TotalEnergies SE                   | FRA             | EUR                 | 663,630         | 0.36               |
| 17,800                                                       | Suncor Energy, Inc.                | CAN             | CAD                 | 633,424         | 0.35               |
| 3,232                                                        | Valero Energy Corp.                | USA             | USD                 | 473,017         | 0.26               |
| 17,877                                                       | Repsol SA                          | ESP             | EUR                 | 264,723         | 0.14               |
| 17,500                                                       | Inpex Corp.                        | JPN             | JPY                 | 239,974         | 0.13               |
| 1,710                                                        | Exxon Mobil Corp.                  | USA             | USD                 | 183,788         | 0.10               |
|                                                              |                                    |                 |                     | 3,214,120       | 1.75               |



**Franklin Diversified Balanced Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value                     | Description                                     | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------|-------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Pharmaceuticals</b>                                |                                                 |                 |                     |                 |                    |
| 4,607                                                 | Johnson & Johnson                               | USA             | USD                 | 628,661         | 0.34               |
| 4,141                                                 | Novo Nordisk A/S 'B'                            | DNK             | DKK                 | 553,263         | 0.30               |
| 1,958                                                 | Roche Holding AG                                | USA             | CHF                 | 506,499         | 0.28               |
| 12,851                                                | Bristol-Myers Squibb Co.                        | USA             | USD                 | 498,275         | 0.27               |
| 14,800                                                | Chugai Pharmaceutical Co. Ltd.                  | JPN             | JPY                 | 492,097         | 0.27               |
| 435                                                   | Eli Lilly & Co.                                 | USA             | USD                 | 367,697         | 0.20               |
| 9,300                                                 | Daiichi Sankyo Co. Ltd.                         | JPN             | JPY                 | 301,802         | 0.17               |
| 20,700                                                | Ono Pharmaceutical Co. Ltd.                     | JPN             | JPY                 | 264,097         | 0.14               |
| 2,011                                                 | Novartis AG                                     | CHE             | CHF                 | 199,913         | 0.11               |
| 9,492                                                 | GSK plc                                         | USA             | GBP                 | 170,459         | 0.09               |
|                                                       |                                                 |                 |                     | 3,982,763       | 2.17               |
| <b>Professional Services</b>                          |                                                 |                 |                     |                 |                    |
| 15,800                                                | Recruit Holdings Co. Ltd.                       | JPN             | JPY                 | 793,843         | 0.43               |
|                                                       |                                                 |                 |                     | 793,843         | 0.43               |
| <b>Real Estate Management &amp; Development</b>       |                                                 |                 |                     |                 |                    |
| 186,901                                               | Emaar Properties PJSC                           | ARE             | AED                 | 389,560         | 0.21               |
| 28,000                                                | Swire Pacific Ltd. 'A'                          | HKG             | HKD                 | 230,792         | 0.13               |
|                                                       |                                                 |                 |                     | 620,352         | 0.34               |
| <b>Semiconductors &amp; Semiconductor Equipment</b>   |                                                 |                 |                     |                 |                    |
| 25,340                                                | NVIDIA Corp.                                    | USA             | USD                 | 2,922,700       | 1.59               |
| 1,205                                                 | Lam Research Corp.                              | USA             | USD                 | 1,197,969       | 0.65               |
| 1,474                                                 | KLA Corp.                                       | USA             | USD                 | 1,134,654       | 0.62               |
| 40,838                                                | Taiwan Semiconductor Manufacturing Co. Ltd.     | TWN             | TWD                 | 1,127,341       | 0.61               |
| 5,077                                                 | Applied Materials, Inc.                         | USA             | USD                 | 1,118,589       | 0.61               |
| 4,409                                                 | QUALCOMM, Inc.                                  | USA             | USD                 | 819,890         | 0.45               |
| 32,000                                                | Novatek Microelectronics Corp.                  | TWN             | TWD                 | 556,056         | 0.30               |
| 541                                                   | ASML Holding NV                                 | NLD             | EUR                 | 514,841         | 0.28               |
| 2,241                                                 | Tokyo Electron Ltd.                             | JPN             | JPY                 | 458,064         | 0.25               |
| 229                                                   | Broadcom, Inc.                                  | USA             | USD                 | 343,260         | 0.19               |
| 1,100                                                 | Lasertec Corp.                                  | JPN             | JPY                 | 230,573         | 0.13               |
|                                                       |                                                 |                 |                     | 10,423,937      | 5.68               |
| <b>Software</b>                                       |                                                 |                 |                     |                 |                    |
| 12,007                                                | Microsoft Corp.                                 | USA             | USD                 | 5,010,297       | 2.73               |
| 1,170                                                 | Adobe, Inc.                                     | USA             | USD                 | 606,836         | 0.33               |
| 725                                                   | ServiceNow, Inc.                                | USA             | USD                 | 532,477         | 0.29               |
| 1,749                                                 | Cadence Design Systems, Inc.                    | USA             | USD                 | 502,525         | 0.27               |
| 304                                                   | Fair Isaac Corp.                                | USA             | USD                 | 422,512         | 0.23               |
| 2,427                                                 | Atlassian Corp. 'A'                             | USA             | USD                 | 400,791         | 0.22               |
| 2,118                                                 | Check Point Software Technologies Ltd.          | ISR             | USD                 | 326,272         | 0.18               |
| 507                                                   | Synopsys, Inc.                                  | USA             | USD                 | 281,669         | 0.15               |
| 1,157                                                 | Autodesk, Inc.                                  | USA             | USD                 | 267,295         | 0.15               |
| 311                                                   | Intuit, Inc.                                    | USA             | USD                 | 190,825         | 0.11               |
|                                                       |                                                 |                 |                     | 8,541,499       | 4.66               |
| <b>Specialty Retail</b>                               |                                                 |                 |                     |                 |                    |
| 7,432                                                 | Home Depot, Inc. (The)                          | USA             | USD                 | 2,388,565       | 1.30               |
|                                                       |                                                 |                 |                     | 2,388,565       | 1.30               |
| <b>Technology Hardware, Storage &amp; Peripherals</b> |                                                 |                 |                     |                 |                    |
| 18,834                                                | Apple, Inc.                                     | USA             | USD                 | 3,703,499       | 2.02               |
| 7,100                                                 | Canon, Inc.                                     | JPN             | JPY                 | 179,849         | 0.10               |
|                                                       |                                                 |                 |                     | 3,883,348       | 2.12               |
| <b>Textiles, Apparel &amp; Luxury Goods</b>           |                                                 |                 |                     |                 |                    |
| 415                                                   | Deckers Outdoor Corp.                           | USA             | USD                 | 375,034         | 0.20               |
| 909                                                   | Lululemon Athletica, Inc.                       | USA             | USD                 | 253,495         | 0.14               |
| 4,321                                                 | Moncler SpA                                     | ITA             | EUR                 | 247,507         | 0.14               |
|                                                       |                                                 |                 |                     | 876,036         | 0.48               |
| <b>Trading Companies &amp; Distributors</b>           |                                                 |                 |                     |                 |                    |
| 924                                                   | WW Grainger, Inc.                               | USA             | USD                 | 778,331         | 0.42               |
| 10,765                                                | Fastenal Co.                                    | USA             | USD                 | 631,568         | 0.35               |
| 8,900                                                 | Mitsubishi Corp.                                | JPN             | JPY                 | 163,367         | 0.09               |
|                                                       |                                                 |                 |                     | 1,573,266       | 0.86               |
| <b>Transportation Infrastructure</b>                  |                                                 |                 |                     |                 |                    |
| 81,350                                                | International Container Terminal Services, Inc. | PHL             | PHP                 | 454,219         | 0.25               |
| 9,200                                                 | Grupo Aeroportuario del Sureste SAB de CV 'B'   | MEX             | MXN                 | 258,624         | 0.14               |

## Franklin Diversified Balanced Fund (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,280                             | Aena SME SA, Reg. S, 144A                                          | ESP             | EUR                 | 242,025         | 0.13               |
|                                   |                                                                    |                 |                     | 954,868         | 0.52               |
|                                   | <b>Wireless Telecommunication Services</b>                         |                 |                     |                 |                    |
| 328,150                           | Vodafone Group plc                                                 | GBR             | GBP                 | 271,097         | 0.15               |
|                                   |                                                                    |                 |                     | 271,097         | 0.15               |
|                                   | <b>TOTAL SHARES</b>                                                |                 |                     | 95,212,932      | 51.89              |
|                                   | <b>BONDS</b>                                                       |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                             |                 |                     |                 |                    |
| 1,300,000                         | Iberdrola International BV, Reg. S 1.45% Perpetual                 | ESP             | EUR                 | 1,211,793       | 0.66               |
| 1,244,000                         | Telia Co. AB, Reg. S 1.375% 05/11/2081                             | SWE             | EUR                 | 1,178,328       | 0.64               |
| 1,004,000                         | DNB Bank ASA, Reg. S 1.375% 12/02/2025                             | NOR             | GBP                 | 1,164,384       | 0.63               |
| 1,200,000                         | Societe Generale SA, Reg. S 1.25% 06/12/2030                       | FRA             | EUR                 | 1,026,852       | 0.56               |
| 866,000                           | M&G plc, Reg. S 3.875% 07/20/2049                                  | GBR             | GBP                 | 1,020,947       | 0.56               |
| 1,177,000                         | Upjohn Finance BV, Reg. S 1.908% 06/23/2032                        | USA             | EUR                 | 987,016         | 0.54               |
| 1,103,000                         | Viterra Finance BV, Reg. S 1% 09/24/2028                           | NLD             | EUR                 | 977,617         | 0.53               |
| 1,000,000                         | ABN AMRO Bank NV, Reg. S 4.375% Perpetual                          | NLD             | EUR                 | 976,342         | 0.53               |
| 1,102,000                         | ASTM SpA, Reg. S 1.5% 01/25/2030                                   | ITA             | EUR                 | 968,272         | 0.53               |
| 942,000                           | Goldman Sachs Group, Inc. (The), Reg. S 2% 03/22/2028              | USA             | EUR                 | 894,926         | 0.49               |
| 986,000                           | Assicurazioni Generali SpA, Reg. S 2.429% 07/14/2031               | ITA             | EUR                 | 867,231         | 0.47               |
| 951,000                           | Autostrade per l'Italia SpA, Reg. S 2% 01/15/2030                  | ITA             | EUR                 | 852,629         | 0.47               |
| 970,000                           | ANZ New Zealand Int'l Ltd., Reg. S 0.375% 09/17/2029               | NZL             | EUR                 | 834,887         | 0.46               |
| 768,000                           | Legal & General Group plc, Reg. S 4.5% 11/01/2050                  | GBR             | GBP                 | 826,030         | 0.45               |
| 861,000                           | Verizon Communications, Inc. 1.375% 10/27/2026                     | USA             | EUR                 | 824,472         | 0.45               |
| 882,000                           | Aeroporti di Roma SpA, Reg. S 1.625% 02/02/2029                    | ITA             | EUR                 | 809,175         | 0.44               |
| 900,000                           | Telefonica Europe BV, Reg. S 2.376% Perpetual                      | ESP             | EUR                 | 803,861         | 0.44               |
| 808,000                           | NE Property BV, Reg. S 3.375% 07/14/2027                           | ROU             | EUR                 | 785,907         | 0.43               |
| 827,000                           | CPI Property Group SA, Reg. S 2.75% 05/12/2026                     | CZE             | EUR                 | 774,916         | 0.42               |
| 756,000                           | Netflix, Inc. 3.625% 05/15/2027                                    | USA             | EUR                 | 760,096         | 0.41               |
| 804,000                           | Westpac Banking Corp., Reg. S 0.766% 05/13/2031                    | AUS             | EUR                 | 751,009         | 0.41               |
| 892,000                           | Simon International Finance SCA, Reg. S 1.125% 03/19/2033          | USA             | EUR                 | 713,914         | 0.39               |
| 760,000                           | Telefonaktiebolaget LM Ericsson, Reg. S 1.125% 02/08/2027          | SWE             | EUR                 | 712,274         | 0.39               |
| 755,000                           | Nordea Bank Abp, Reg. S 0.625% 08/18/2031                          | FIN             | EUR                 | 706,458         | 0.39               |
| 827,000                           | Mercedes-Benz Group AG, Reg. S 1.125% 11/06/2031                   | DEU             | EUR                 | 705,902         | 0.39               |
| 805,000                           | HSBC Holdings plc, Reg. S 0.77% 11/13/2031                         | GBR             | EUR                 | 672,393         | 0.37               |
| 729,000                           | Aker BP ASA, Reg. S 1.125% 05/12/2029                              | NOR             | EUR                 | 646,410         | 0.35               |
| 536,000                           | Barclays plc, Reg. S 3.75% 11/22/2030                              | GBR             | GBP                 | 610,862         | 0.33               |
| 595,000                           | Visa, Inc. 2% 06/15/2029                                           | USA             | EUR                 | 563,262         | 0.31               |
| 527,000                           | Celanese US Holdings LLC 4.777% 07/19/2026                         | USA             | EUR                 | 534,539         | 0.29               |
| 569,000                           | Lloyds Banking Group plc, Reg. S 1.5% 09/12/2027                   | GBR             | EUR                 | 534,039         | 0.29               |
| 647,000                           | Suzano Austria GmbH 3.75% 01/15/2031                               | BRA             | USD                 | 526,677         | 0.29               |
| 533,000                           | UBS Group AG, Reg. S 2.75% 06/15/2027                              | CHE             | EUR                 | 522,053         | 0.28               |
| 544,000                           | Danske Bank A/S, Reg. S 1% 05/15/2031                              | DNK             | EUR                 | 515,257         | 0.28               |
| 578,000                           | UGI International LLC, Reg. S 2.5% 12/01/2029                      | USA             | EUR                 | 514,705         | 0.28               |
| 500,000                           | TotalEnergies Capital International SA, Reg. S 2.5% 03/25/2026     | FRA             | EUR                 | 493,168         | 0.27               |
| 500,000                           | Credit Agricole SA, Reg. S 1.625% 06/05/2030                       | FRA             | EUR                 | 487,350         | 0.27               |
| 500,000                           | ZF Finance GmbH, Reg. S 3.75% 09/21/2028                           | DEU             | EUR                 | 485,013         | 0.26               |
| 500,000                           | BPCE SA, Reg. S 1.375% 03/23/2026                                  | FRA             | EUR                 | 480,449         | 0.26               |
| 500,000                           | EDP - Energias de Portugal SA, Reg. S 1.625% 04/15/2027            | PRT             | EUR                 | 476,558         | 0.26               |
| 530,000                           | FedEx Corp. 0.45% 05/04/2029                                       | USA             | EUR                 | 459,292         | 0.25               |
| 500,000                           | Acciona Energia Financiacion Filiales SA, Reg. S 0.375% 10/07/2027 | ESP             | EUR                 | 448,596         | 0.24               |
| 435,000                           | Statkraft A/S, Reg. S 2.875% 09/13/2029                            | NOR             | EUR                 | 424,570         | 0.23               |
| 351,000                           | ManpowerGroup, Inc., Reg. S 3.5% 06/30/2027                        | USA             | EUR                 | 350,797         | 0.19               |
| 400,000                           | Aroundtown SA, Reg. S 2.875% Perpetual                             | DEU             | EUR                 | 223,390         | 0.12               |
| 252,000                           | WMG Acquisition Corp., Reg. S 2.25% 08/15/2031                     | USA             | EUR                 | 220,336         | 0.12               |
| 178,000                           | Illinois Tool Works, Inc. 2.125% 05/22/2030                        | USA             | EUR                 | 165,979         | 0.09               |
|                                   |                                                                    |                 |                     | 32,490,933      | 17.71              |
|                                   | <b>Government and Municipal Bonds</b>                              |                 |                     |                 |                    |
| 3,774,000                         | UK Treasury, Reg. S 3.75% 10/22/2053                               | GBR             | GBP                 | 3,811,466       | 2.08               |
| 2,070,000                         | US Treasury 2.375% 08/15/2024                                      | USA             | USD                 | 1,925,282       | 1.05               |
| 1,389,000                         | Bundesrepublik Deutschland, Reg. S 4.25% 07/04/2039                | DEU             | EUR                 | 1,657,259       | 0.90               |
| 8,592,730                         | Brazil Notas do Tesouro Nacional 6% 08/15/2050                     | BRA             | BRL                 | 1,368,288       | 0.75               |
| 29,550,000                        | South Africa Government Bond 8.25% 03/31/2032                      | ZAF             | ZAR                 | 1,322,924       | 0.72               |
| 14,000,000,000                    | Indonesia Government Bond 6.375% 08/15/2028                        | IDN             | IDR                 | 786,003         | 0.43               |
| 854,000                           | Power Finance Corp. Ltd., Reg. S 1.841% 09/21/2028                 | IND             | EUR                 | 770,121         | 0.42               |
| 711,000                           | France Government Bond OAT, Reg. S, 144A 2.75% 10/25/2027          | FRA             | EUR                 | 704,384         | 0.38               |

**Franklin Diversified Balanced Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| 732,000                           | TenneT Holding BV, Reg. S 2.75% 05/17/2042                                              | NLD             | EUR                 | 640,046           | 0.35               |
| 622,000                           | Portugal Obrigaçoes do Tesouro, Reg. S, 144A 2.875% 07/21/2026                          | PRT             | EUR                 | 621,247           | 0.34               |
| 586,000                           | Bundesrepublik Deutschland, Reg. S 0.25% 02/15/2027                                     | DEU             | EUR                 | 551,523           | 0.30               |
| 584,000                           | Bonos Y Oblig del Estando, Reg. S, 144A 1.4% 07/30/2028                                 | ESP             | EUR                 | 548,385           | 0.30               |
| 580,000                           | Bonos Y Oblig del Estando, Reg. S, 144A 1.95% 07/30/2030                                | ESP             | EUR                 | 544,647           | 0.30               |
| 690,000                           | France Government Bond OAT, Reg. S, 144A 0% 05/25/2032                                  | FRA             | EUR                 | 541,314           | 0.29               |
| 493,000                           | Bonos Y Oblig del Estando, Reg. S, 144A 4.2% 01/31/2037                                 | ESP             | EUR                 | 525,759           | 0.29               |
| 448,000                           | Bundesrepublik Deutschland, Reg. S 4% 01/04/2037                                        | DEU             | EUR                 | 514,197           | 0.28               |
| 466,000                           | Bundesrepublik Deutschland, Reg. S 5.625% 01/04/2028                                    | DEU             | EUR                 | 513,801           | 0.28               |
| 429,000                           | Bundesrepublik Deutschland, Reg. S 4.75% 07/04/2034                                     | DEU             | EUR                 | 513,773           | 0.28               |
| 433,000                           | Bundesrepublik Deutschland, Reg. S 5.5% 01/04/2031                                      | DEU             | EUR                 | 510,972           | 0.28               |
| 460,000                           | France Government Bond OAT, Reg. S, 144A 5.5% 04/25/2029                                | FRA             | EUR                 | 509,483           | 0.28               |
| 427,000                           | Bundesrepublik Deutschland, Reg. S 6.25% 01/04/2030                                     | DEU             | EUR                 | 509,477           | 0.28               |
| 480,000                           | France Government Bond OAT, Reg. S, 144A 4% 10/25/2038                                  | FRA             | EUR                 | 508,428           | 0.28               |
| 400,000                           | Bundesrepublik Deutschland, Reg. S 4.75% 07/04/2040                                     | DEU             | EUR                 | 506,897           | 0.28               |
| 462,000                           | Bonos Y Oblig del Estando, Reg. S, 144A 1.95% 04/30/2026                                | ESP             | EUR                 | 452,359           | 0.25               |
| 486,000                           | Bonos Y Oblig del Estando, Reg. S, 144A 2.35% 07/30/2033                                | ESP             | EUR                 | 450,407           | 0.24               |
| 518,000                           | Belgium Government Bond, Reg. S, 144A 1.25% 04/22/2033                                  | BEL             | EUR                 | 448,934           | 0.24               |
| 448,000                           | Orsted A/S, Reg. S 2.25% 06/14/2028                                                     | DNK             | EUR                 | 427,554           | 0.23               |
| 527,000                           | France Government Bond OAT, Reg. S, 144A 1.75% 06/25/2039                               | FRA             | EUR                 | 422,555           | 0.23               |
| 389,000                           | Bundesrepublik Deutschland, Reg. S 3.25% 07/04/2042                                     | DEU             | EUR                 | 419,052           | 0.23               |
| 375,000                           | Austria Government Bond, Reg. S, 144A 1.2% 10/20/2025                                   | AUT             | EUR                 | 365,522           | 0.20               |
| 374,000                           | Bundesrepublik Deutschland, Reg. S 1% 08/15/2025                                        | DEU             | EUR                 | 365,473           | 0.20               |
| 367,000                           | Austria Government Bond, Reg. S, 144A 1.65% 10/21/2024                                  | AUT             | EUR                 | 364,915           | 0.20               |
| 440,000                           | Netherlands Government Bond, Reg. S, 144A 0% 07/15/2031                                 | NLD             | EUR                 | 364,550           | 0.20               |
| 432,000                           | Netherlands Government Bond, Reg. S, 144A 0.5% 07/15/2032                               | NLD             | EUR                 | 363,180           | 0.20               |
| 375,000                           | Belgium Government Bond, Reg. S, 144A 2.75% 04/22/2039                                  | BEL             | EUR                 | 348,825           | 0.19               |
| 347,000                           | Permanent TSB Group Holdings plc, Reg. S 5.25% 06/30/2025                               | IRL             | EUR                 | 347,000           | 0.19               |
| 336,000                           | Austria Government Bond, Reg. S, 144A 4.85% 03/15/2026                                  | AUT             | EUR                 | 345,376           | 0.19               |
| 329,000                           | France Government Bond OAT, Reg. S, 144A 6% 10/25/2025                                  | FRA             | EUR                 | 340,324           | 0.18               |
| 286,000                           | Netherlands Government Bond, Reg. S, 144A 0.25% 07/15/2025                              | NLD             | EUR                 | 277,656           | 0.15               |
| 411,000                           | Bonos Y Oblig del Estando, Reg. S, 144A 1% 07/30/2042                                   | ESP             | EUR                 | 263,416           | 0.14               |
| 261,000                           | Finland Government Bond, Reg. S, 144A 4% 07/04/2025                                     | FIN             | EUR                 | 263,017           | 0.14               |
| 331,000                           | France Government Bond OAT, Reg. S, 144A 1.25% 05/25/2036                               | FRA             | EUR                 | 262,974           | 0.14               |
| 227,000                           | France Government Bond OAT, Reg. S, 144A 4.75% 04/25/2035                               | FRA             | EUR                 | 256,198           | 0.14               |
| 326,000                           | France Government Bond OAT, Reg. S, 144A 2% 05/25/2048                                  | FRA             | EUR                 | 241,520           | 0.13               |
|                                   |                                                                                         |                 |                     | <u>27,796,483</u> | <u>15.15</u>       |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | <u>60,287,416</u> | <u>32.86</u>       |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 155,500,348       | 84.75              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                   |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                   |                    |
|                                   | <b>Corporate Bonds</b>                                                                  |                 |                     |                   |                    |
| 435,000                           | SCIH Salt Holdings, Inc., 144A 4.875% 05/01/2028                                        | USA             | USD                 | 378,249           | 0.20               |
| 412,000                           | Ingevity Corp., 144A 3.875% 11/01/2028                                                  | USA             | USD                 | 349,536           | 0.19               |
| 49,320                            | Adient Global Holdings Ltd., 144A 3.5% 08/15/2024                                       | USA             | EUR                 | 49,247            | 0.03               |
|                                   |                                                                                         |                 |                     | <u>777,032</u>    | <u>0.42</u>        |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                   |                    |
| 620,000                           | Ecopetrol SA 4.625% 11/02/2031                                                          | COL             | USD                 | 474,158           | 0.26               |
|                                   |                                                                                         |                 |                     | <u>474,158</u>    | <u>0.26</u>        |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | <u>1,251,190</u>  | <u>0.68</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                 |                     | 1,251,190         | 0.68               |
|                                   | UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS                |                 |                     |                   |                    |
|                                   | <b>COLLECTIVE INVESTMENT SCHEMES - AIF</b>                                              |                 |                     |                   |                    |
|                                   | <b>Financial Services</b>                                                               |                 |                     |                   |                    |
| 373,000                           | 3i Infrastructure plc                                                                   | GBR             | GBP                 | 1,410,589         | 0.77               |
| 699,207                           | Greencoat UK Wind plc                                                                   | GBR             | GBP                 | 1,089,302         | 0.59               |
| 911,315                           | Renewables Infrastructure Group Ltd. (The)                                              | GGY             | GBP                 | 1,025,505         | 0.56               |
| 628,414                           | International Public Partnerships Ltd.                                                  | GGY             | GBP                 | 945,900           | 0.51               |
| 874,009                           | Foresight Solar Fund Ltd.                                                               | GBR             | GBP                 | 929,414           | 0.51               |
| 733,606                           | Bluefield Solar Income Fund Ltd.                                                        | GGY             | GBP                 | 912,028           | 0.50               |

**Franklin Diversified Balanced Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                        | Country<br>code | Trading<br>currency | Market<br>value           | % of net<br>assets  |
|-----------------------------------|------------------------------------------------------------------------------------|-----------------|---------------------|---------------------------|---------------------|
| 540,038                           | BBGI Global Infrastructure SA                                                      | LUX             | GBP                 | 846,430                   | 0.46                |
| 547,156                           | Hicl Infrastructure plc                                                            | GBR             | GBP                 | 802,307                   | 0.44                |
|                                   |                                                                                    |                 |                     | <u>7,961,475</u>          | <u>4.34</u>         |
|                                   | <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - AIF</b>                                   |                 |                     | <u>7,961,475</u>          | <u>4.34</u>         |
|                                   | <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                       |                 |                     |                           |                     |
|                                   | <b>Financial Services</b>                                                          |                 |                     |                           |                     |
| 497,539                           | FTAF Franklin K2 Cat Bond UCITS Fund - Y (Acc) USD                                 | LUX             | USD                 | 5,662,407                 | 3.09                |
| 510,122                           | FTIF Franklin Euro Short Duration Bond Fund - Y (Mdis) EUR                         | LUX             | EUR                 | 5,027,566                 | 2.74                |
| 454,301                           | FTIF Franklin Emerging Market Corporate Debt Fund - Y (Mdis) EUR                   | LUX             | EUR                 | 4,368,882                 | 2.38                |
|                                   |                                                                                    |                 |                     | <u>15,058,855</u>         | <u>8.21</u>         |
|                                   | <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                 |                 |                     | <u>15,058,855</u>         | <u>8.21</u>         |
|                                   | <b>EXCHANGE TRADED FUNDS</b>                                                       |                 |                     |                           |                     |
|                                   | <b>Financial Services</b>                                                          |                 |                     |                           |                     |
| 202,442                           | MSCI China ESG Universal Low Carbon Select Fund                                    | LUX             | EUR                 | 1,493,161                 | 0.81                |
|                                   |                                                                                    |                 |                     | <u>1,493,161</u>          | <u>0.81</u>         |
|                                   | <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                 |                 |                     | <u>1,493,161</u>          | <u>0.81</u>         |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE INVESTMENT UNDERTAKINGS</b> |                 |                     | <u>24,513,491</u>         | <u>13.36</u>        |
|                                   | <b>TOTAL INVESTMENTS</b>                                                           |                 |                     | <u><b>181,265,029</b></u> | <u><b>98.79</b></u> |

## Schedule of Investments, June 30, 2024

## Franklin Diversified Conservative Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 244                               | Axon Enterprise, Inc.                                                     | USA             | USD                 | 67,029          | 0.09               |
|                                   |                                                                           |                 |                     | 67,029          | 0.09               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 625                               | Hankook Tire & Technology Co. Ltd.                                        | KOR             | KRW                 | 19,021          | 0.02               |
|                                   |                                                                           |                 |                     | 19,021          | 0.02               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 2,200                             | Toyota Motor Corp.                                                        | JPN             | JPY                 | 42,149          | 0.06               |
| 446                               | Mercedes-Benz Group AG                                                    | DEU             | EUR                 | 28,823          | 0.04               |
| 925                               | Stellantis NV                                                             | USA             | EUR                 | 17,075          | 0.02               |
|                                   |                                                                           |                 |                     | 88,047          | 0.12               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 4,398                             | UniCredit SpA                                                             | ITA             | EUR                 | 151,970         | 0.20               |
| 28,661                            | Barclays plc                                                              | GBR             | GBP                 | 70,710          | 0.09               |
| 7,144                             | Banco Bilbao Vizcaya Argentaria SA                                        | ESP             | EUR                 | 66,964          | 0.09               |
| 1,036                             | KB Financial Group, Inc.                                                  | KOR             | KRW                 | 54,879          | 0.07               |
| 3,171                             | ABN AMRO Bank NV, Reg. S, 144A                                            | NLD             | EUR                 | 48,629          | 0.06               |
| 8,200                             | Itau Unibanco Holding SA Preference                                       | BRA             | BRL                 | 44,384          | 0.06               |
| 210                               | JPMorgan Chase & Co.                                                      | USA             | USD                 | 39,655          | 0.05               |
| 871                               | Hana Financial Group, Inc.                                                | KOR             | KRW                 | 35,674          | 0.05               |
| 3,384                             | Bancolombia SA                                                            | COL             | COP                 | 26,869          | 0.04               |
|                                   |                                                                           |                 |                     | 539,734         | 0.71               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 7,800                             | Arca Continental SAB de CV                                                | MEX             | MXN                 | 71,421          | 0.09               |
|                                   |                                                                           |                 |                     | 71,421          | 0.09               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 333                               | Vertex Pharmaceuticals, Inc.                                              | USA             | USD                 | 145,723         | 0.19               |
| 426                               | AbbVie, Inc.                                                              | USA             | USD                 | 68,217          | 0.09               |
| 48                                | Regeneron Pharmaceuticals, Inc.                                           | USA             | USD                 | 47,101          | 0.06               |
|                                   |                                                                           |                 |                     | 261,041         | 0.34               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 983                               | Amazon.com, Inc.                                                          | USA             | USD                 | 177,355         | 0.23               |
| 1,000                             | Dollarama, Inc.                                                           | CAN             | CAD                 | 85,235          | 0.11               |
| 648                               | Wesfarmers Ltd.                                                           | AUS             | AUD                 | 26,196          | 0.04               |
| 13                                | MercadoLibre, Inc.                                                        | BRA             | USD                 | 19,946          | 0.03               |
|                                   |                                                                           |                 |                     | 308,732         | 0.41               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 50                                | Carlisle Cos., Inc.                                                       | USA             | USD                 | 18,915          | 0.02               |
|                                   |                                                                           |                 |                     | 18,915          | 0.02               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 300,806                           | Pantheon Infrastructure plc                                               | GBR             | GBP                 | 284,017         | 0.37               |
| 2,044                             | 3i Group plc                                                              | GBR             | GBP                 | 73,551          | 0.10               |
| 6,700                             | Daiwa Securities Group, Inc.                                              | JPN             | JPY                 | 48,031          | 0.06               |
| 22                                | Partners Group Holding AG                                                 | CHE             | CHF                 | 26,304          | 0.04               |
| 426                               | SEI Investments Co.                                                       | USA             | USD                 | 25,729          | 0.03               |
|                                   |                                                                           |                 |                     | 457,632         | 0.60               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 139                               | Sherwin-Williams Co. (The)                                                | USA             | USD                 | 38,728          | 0.05               |
| 147                               | Ecolab, Inc.                                                              | USA             | USD                 | 32,664          | 0.04               |
| 700                               | Shin-Etsu Chemical Co. Ltd.                                               | JPN             | JPY                 | 25,414          | 0.04               |
| 300                               | Nitto Denko Corp.                                                         | JPN             | JPY                 | 22,219          | 0.03               |
|                                   |                                                                           |                 |                     | 119,025         | 0.16               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 68                                | Cintas Corp.                                                              | USA             | USD                 | 44,457          | 0.06               |
|                                   |                                                                           |                 |                     | 44,457          | 0.06               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 202                               | Arista Networks, Inc.                                                     | USA             | USD                 | 66,097          | 0.09               |
| 1,252                             | Cisco Systems, Inc.                                                       | USA             | USD                 | 55,534          | 0.07               |
| 56                                | Motorola Solutions, Inc.                                                  | USA             | USD                 | 20,184          | 0.03               |
|                                   |                                                                           |                 |                     | 141,815         | 0.19               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 250                               | CRH plc                                                                   | USA             | GBP                 | 17,297          | 0.02               |
|                                   |                                                                           |                 |                     | 17,297          | 0.02               |

**Franklin Diversified Conservative Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value                         | Description                                 | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------------|---------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Consumer Staples Distribution &amp; Retail</b>         |                                             |                 |                     |                 |                    |
| 414                                                       | Costco Wholesale Corp.                      | USA             | USD                 | 328,537         | 0.43               |
|                                                           |                                             |                 |                     | 328,537         | 0.43               |
| <b>Diversified Telecommunication Services</b>             |                                             |                 |                     |                 |                    |
| 3,611                                                     | Saudi Telecom Co.                           | SAU             | SAR                 | 33,696          | 0.05               |
| 2,310                                                     | Hellenic Telecommunications Organization SA | GRC             | EUR                 | 31,004          | 0.04               |
|                                                           |                                             |                 |                     | 64,700          | 0.09               |
| <b>Electric Utilities</b>                                 |                                             |                 |                     |                 |                    |
| 1,963                                                     | Iberdrola SA                                | ESP             | EUR                 | 23,783          | 0.03               |
| 1,062                                                     | Endesa SA                                   | ESP             | EUR                 | 18,632          | 0.03               |
| 3,000                                                     | CPFL Energia SA                             | BRA             | BRL                 | 16,398          | 0.02               |
|                                                           |                                             |                 |                     | 58,813          | 0.08               |
| <b>Electrical Equipment</b>                               |                                             |                 |                     |                 |                    |
| 300                                                       | Schneider Electric SE                       | USA             | EUR                 | 67,159          | 0.09               |
| 423                                                       | Vertiv Holdings Co. 'A'                     | USA             | USD                 | 34,188          | 0.04               |
| 100                                                       | Eaton Corp. plc                             | USA             | USD                 | 29,274          | 0.04               |
| 419                                                       | ABB Ltd.                                    | CHE             | CHF                 | 21,693          | 0.03               |
| 2,600                                                     | WEG SA                                      | BRA             | BRL                 | 18,319          | 0.02               |
|                                                           |                                             |                 |                     | 170,633         | 0.22               |
| <b>Electronic Equipment, Instruments &amp; Components</b> |                                             |                 |                     |                 |                    |
| 12,000                                                    | Hon Hai Precision Industry Co. Ltd.         | TWN             | TWD                 | 73,614          | 0.10               |
|                                                           |                                             |                 |                     | 73,614          | 0.10               |
| <b>Entertainment</b>                                      |                                             |                 |                     |                 |                    |
| 68                                                        | Netflix, Inc.                               | USA             | USD                 | 42,846          | 0.06               |
| 700                                                       | Nintendo Co. Ltd.                           | JPN             | JPY                 | 34,905          | 0.04               |
|                                                           |                                             |                 |                     | 77,751          | 0.10               |
| <b>Financial Services</b>                                 |                                             |                 |                     |                 |                    |
| 418                                                       | Visa, Inc. 'A'                              | USA             | USD                 | 102,430         | 0.14               |
| 244                                                       | Mastercard, Inc. 'A'                        | USA             | USD                 | 100,497         | 0.13               |
| 3,136                                                     | Investor AB 'B'                             | SWE             | SEK                 | 80,249          | 0.11               |
| 65                                                        | Berkshire Hathaway, Inc. 'B'                | USA             | USD                 | 24,687          | 0.03               |
|                                                           |                                             |                 |                     | 307,863         | 0.41               |
| <b>Food Products</b>                                      |                                             |                 |                     |                 |                    |
| 957                                                       | Associated British Foods plc                | GBR             | GBP                 | 27,899          | 0.04               |
|                                                           |                                             |                 |                     | 27,899          | 0.04               |
| <b>Ground Transportation</b>                              |                                             |                 |                     |                 |                    |
| 1,200                                                     | Central Japan Railway Co.                   | JPN             | JPY                 | 24,289          | 0.03               |
|                                                           |                                             |                 |                     | 24,289          | 0.03               |
| <b>Health Care Equipment &amp; Supplies</b>               |                                             |                 |                     |                 |                    |
| 154                                                       | IDEXX Laboratories, Inc.                    | USA             | USD                 | 70,048          | 0.09               |
| 643                                                       | Edwards Lifesciences Corp.                  | USA             | USD                 | 55,451          | 0.07               |
| 91                                                        | Stryker Corp.                               | USA             | USD                 | 28,908          | 0.04               |
| 240                                                       | Straumann Holding AG                        | CHE             | CHF                 | 27,660          | 0.04               |
| 273                                                       | Boston Scientific Corp.                     | USA             | USD                 | 19,628          | 0.03               |
|                                                           |                                             |                 |                     | 201,695         | 0.27               |
| <b>Health Care Providers &amp; Services</b>               |                                             |                 |                     |                 |                    |
| 325                                                       | Cigna Group (The)                           | USA             | USD                 | 100,304         | 0.13               |
| 137                                                       | Elevance Health, Inc.                       | USA             | USD                 | 69,307          | 0.09               |
| 182                                                       | HCA Healthcare, Inc.                        | USA             | USD                 | 54,591          | 0.07               |
| 40                                                        | UnitedHealth Group, Inc.                    | USA             | USD                 | 19,018          | 0.03               |
|                                                           |                                             |                 |                     | 243,220         | 0.32               |
| <b>Health Care Technology</b>                             |                                             |                 |                     |                 |                    |
| 147                                                       | Veeva Systems, Inc. 'A'                     | USA             | USD                 | 25,117          | 0.03               |
|                                                           |                                             |                 |                     | 25,117          | 0.03               |
| <b>Hotels, Restaurants &amp; Leisure</b>                  |                                             |                 |                     |                 |                    |
| 70                                                        | Booking Holdings, Inc.                      | USA             | USD                 | 258,897         | 0.34               |
| 500                                                       | Chipotle Mexican Grill, Inc. 'A'            | USA             | USD                 | 29,246          | 0.04               |
| 174                                                       | DoorDash, Inc. 'A'                          | USA             | USD                 | 17,671          | 0.02               |
|                                                           |                                             |                 |                     | 305,814         | 0.40               |
| <b>Household Durables</b>                                 |                                             |                 |                     |                 |                    |
| 1,325                                                     | DR Horton, Inc.                             | USA             | USD                 | 174,337         | 0.23               |
|                                                           |                                             |                 |                     | 174,337         | 0.23               |
| <b>Household Products</b>                                 |                                             |                 |                     |                 |                    |
| 1,010                                                     | Procter & Gamble Co. (The)                  | USA             | USD                 | 155,512         | 0.20               |



**Franklin Diversified Conservative Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                  | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 245                               | Colgate-Palmolive Co.                                        | USA             | USD                 | 22,197          | 0.03               |
|                                   |                                                              |                 |                     | 177,709         | 0.23               |
|                                   | <b>Independent Power and Renewable Electricity Producers</b> |                 |                     |                 |                    |
| 663                               | Vistra Corp.                                                 | USA             | USD                 | 53,221          | 0.07               |
|                                   |                                                              |                 |                     | 53,221          | 0.07               |
|                                   | <b>Industrial Conglomerates</b>                              |                 |                     |                 |                    |
| 296                               | Siemens AG                                                   | DEU             | EUR                 | 51,443          | 0.07               |
| 1,500                             | Hitachi Ltd.                                                 | JPN             | JPY                 | 31,538          | 0.04               |
|                                   |                                                              |                 |                     | 82,981          | 0.11               |
|                                   | <b>Insurance</b>                                             |                 |                     |                 |                    |
| 220                               | Erie Indemnity Co. 'A'                                       | USA             | USD                 | 74,436          | 0.10               |
| 25,018                            | Medibank Pvt. Ltd.                                           | AUS             | AUD                 | 57,887          | 0.07               |
| 435                               | Assured Guaranty Ltd.                                        | USA             | USD                 | 31,332          | 0.04               |
| 519                               | NN Group NV                                                  | NLD             | EUR                 | 22,524          | 0.03               |
|                                   |                                                              |                 |                     | 186,179         | 0.24               |
|                                   | <b>Interactive Media &amp; Services</b>                      |                 |                     |                 |                    |
| 2,067                             | Alphabet, Inc. 'A'                                           | USA             | USD                 | 351,512         | 0.46               |
| 236                               | Meta Platforms, Inc. 'A'                                     | USA             | USD                 | 111,097         | 0.15               |
| 1,149                             | Pinterest, Inc. 'A'                                          | USA             | USD                 | 47,275          | 0.06               |
|                                   |                                                              |                 |                     | 509,884         | 0.67               |
|                                   | <b>IT Services</b>                                           |                 |                     |                 |                    |
| 2,337                             | Tata Consultancy Services Ltd.                               | IND             | INR                 | 101,955         | 0.14               |
| 515                               | VeriSign, Inc.                                               | USA             | USD                 | 85,489          | 0.11               |
| 169                               | Capgemini SE                                                 | FRA             | EUR                 | 31,346          | 0.04               |
|                                   |                                                              |                 |                     | 218,790         | 0.29               |
|                                   | <b>Leisure Products</b>                                      |                 |                     |                 |                    |
| 400                               | BRP, Inc.                                                    | USA             | CAD                 | 23,924          | 0.03               |
|                                   |                                                              |                 |                     | 23,924          | 0.03               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                    |                 |                     |                 |                    |
| 52                                | Mettler-Toledo International, Inc.                           | USA             | USD                 | 67,850          | 0.09               |
| 235                               | Agilent Technologies, Inc.                                   | USA             | USD                 | 28,441          | 0.04               |
|                                   |                                                              |                 |                     | 96,291          | 0.13               |
|                                   | <b>Machinery</b>                                             |                 |                     |                 |                    |
| 2,356                             | Fortive Corp.                                                | USA             | USD                 | 162,991         | 0.21               |
| 1,200                             | Komatsu Ltd.                                                 | JPN             | JPY                 | 32,730          | 0.04               |
| 1,275                             | Atlas Copco AB 'B'                                           | SWE             | SEK                 | 19,225          | 0.03               |
| 791                               | Volvo AB 'B'                                                 | SWE             | SEK                 | 18,979          | 0.03               |
| 82                                | Illinois Tool Works, Inc.                                    | USA             | USD                 | 18,141          | 0.02               |
| 88                                | Lincoln Electric Holdings, Inc.                              | USA             | USD                 | 15,499          | 0.02               |
|                                   |                                                              |                 |                     | 267,565         | 0.35               |
|                                   | <b>Marine Transportation</b>                                 |                 |                     |                 |                    |
| 1,400                             | Kawasaki Kisen Kaisha Ltd.                                   | JPN             | JPY                 | 19,064          | 0.02               |
|                                   |                                                              |                 |                     | 19,064          | 0.02               |
|                                   | <b>Metals &amp; Mining</b>                                   |                 |                     |                 |                    |
| 4,845                             | Fortescue Ltd.                                               | AUS             | AUD                 | 64,397          | 0.08               |
| 348                               | Steel Dynamics, Inc.                                         | USA             | USD                 | 42,075          | 0.06               |
| 153                               | Reliance, Inc.                                               | USA             | USD                 | 40,796          | 0.05               |
|                                   |                                                              |                 |                     | 147,268         | 0.19               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                       |                 |                     |                 |                    |
| 472                               | Marathon Petroleum Corp.                                     | USA             | USD                 | 76,447          | 0.10               |
| 1,072                             | TotalEnergies SE                                             | FRA             | EUR                 | 67,019          | 0.09               |
| 1,700                             | Suncor Energy, Inc.                                          | CAN             | CAD                 | 60,496          | 0.08               |
| 327                               | Valero Energy Corp.                                          | USA             | USD                 | 47,858          | 0.06               |
| 1,806                             | Repsol SA                                                    | ESP             | EUR                 | 26,743          | 0.04               |
| 1,700                             | Inpex Corp.                                                  | JPN             | JPY                 | 23,312          | 0.03               |
| 173                               | Exxon Mobil Corp.                                            | USA             | USD                 | 18,594          | 0.02               |
|                                   |                                                              |                 |                     | 320,469         | 0.42               |
|                                   | <b>Pharmaceuticals</b>                                       |                 |                     |                 |                    |
| 465                               | Johnson & Johnson                                            | USA             | USD                 | 63,453          | 0.08               |
| 419                               | Novo Nordisk A/S 'B'                                         | DNK             | DKK                 | 55,981          | 0.07               |
| 198                               | Roche Holding AG                                             | USA             | CHF                 | 51,219          | 0.07               |
| 1,298                             | Bristol-Myers Squibb Co.                                     | USA             | USD                 | 50,328          | 0.07               |
| 1,400                             | Chugai Pharmaceutical Co. Ltd.                               | JPN             | JPY                 | 46,550          | 0.06               |
| 44                                | Eli Lilly & Co.                                              | USA             | USD                 | 37,192          | 0.05               |
| 900                               | Daiichi Sankyo Co. Ltd.                                      | JPN             | JPY                 | 29,206          | 0.04               |



**Franklin Diversified Conservative Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                           | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 2,000                             | Ono Pharmaceutical Co. Ltd.                           | JPN             | JPY                 | 25,517          | 0.03               |
| 203                               | Novartis AG                                           | CHE             | CHF                 | 20,180          | 0.03               |
| 959                               | GSK plc                                               | USA             | GBP                 | 17,222          | 0.02               |
|                                   |                                                       |                 |                     | 396,848         | 0.52               |
|                                   | <b>Professional Services</b>                          |                 |                     |                 |                    |
| 1,500                             | Recruit Holdings Co. Ltd.                             | JPN             | JPY                 | 75,365          | 0.10               |
|                                   |                                                       |                 |                     | 75,365          | 0.10               |
|                                   | <b>Real Estate Management &amp; Development</b>       |                 |                     |                 |                    |
| 18,875                            | Emaar Properties PJSC                                 | ARE             | AED                 | 39,342          | 0.05               |
| 2,500                             | Swire Pacific Ltd. 'A'                                | HKG             | HKD                 | 20,606          | 0.03               |
|                                   |                                                       |                 |                     | 59,948          | 0.08               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>   |                 |                     |                 |                    |
| 2,560                             | NVIDIA Corp.                                          | USA             | USD                 | 295,269         | 0.39               |
| 122                               | Lam Research Corp.                                    | USA             | USD                 | 121,288         | 0.16               |
| 149                               | KLA Corp.                                             | USA             | USD                 | 114,697         | 0.15               |
| 513                               | Applied Materials, Inc.                               | USA             | USD                 | 113,027         | 0.15               |
| 3,610                             | Taiwan Semiconductor Manufacturing Co. Ltd.           | TWN             | TWD                 | 99,655          | 0.13               |
| 445                               | QUALCOMM, Inc.                                        | USA             | USD                 | 82,751          | 0.11               |
| 55                                | ASML Holding NV                                       | NLD             | EUR                 | 52,341          | 0.07               |
| 3,000                             | Novatek Microelectronics Corp.                        | TWN             | TWD                 | 52,130          | 0.07               |
| 195                               | Tokyo Electron Ltd.                                   | JPN             | JPY                 | 39,858          | 0.05               |
| 23                                | Broadcom, Inc.                                        | USA             | USD                 | 34,476          | 0.04               |
| 100                               | Lasertec Corp.                                        | JPN             | JPY                 | 20,961          | 0.03               |
|                                   |                                                       |                 |                     | 1,026,453       | 1.35               |
|                                   | <b>Software</b>                                       |                 |                     |                 |                    |
| 1,213                             | Microsoft Corp.                                       | USA             | USD                 | 506,162         | 0.67               |
| 118                               | Adobe, Inc.                                           | USA             | USD                 | 61,202          | 0.08               |
| 73                                | ServiceNow, Inc.                                      | USA             | USD                 | 53,615          | 0.07               |
| 177                               | Cadence Design Systems, Inc.                          | USA             | USD                 | 50,856          | 0.07               |
| 31                                | Fair Isaac Corp.                                      | USA             | USD                 | 43,085          | 0.06               |
| 245                               | Atlassian Corp. 'A'                                   | USA             | USD                 | 40,459          | 0.05               |
| 214                               | Check Point Software Technologies Ltd.                | ISR             | USD                 | 32,966          | 0.04               |
| 52                                | Synopsys, Inc.                                        | USA             | USD                 | 28,889          | 0.04               |
| 118                               | Autodesk, Inc.                                        | USA             | USD                 | 27,261          | 0.04               |
| 32                                | Intuit, Inc.                                          | USA             | USD                 | 19,635          | 0.02               |
|                                   |                                                       |                 |                     | 864,130         | 1.14               |
|                                   | <b>Specialty Retail</b>                               |                 |                     |                 |                    |
| 751                               | Home Depot, Inc. (The)                                | USA             | USD                 | 241,363         | 0.32               |
|                                   |                                                       |                 |                     | 241,363         | 0.32               |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b> |                 |                     |                 |                    |
| 1,902                             | Apple, Inc.                                           | USA             | USD                 | 374,007         | 0.49               |
| 700                               | Canon, Inc.                                           | JPN             | JPY                 | 17,732          | 0.03               |
|                                   |                                                       |                 |                     | 391,739         | 0.52               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>           |                 |                     |                 |                    |
| 43                                | Deckers Outdoor Corp.                                 | USA             | USD                 | 38,859          | 0.05               |
| 92                                | Lululemon Athletica, Inc.                             | USA             | USD                 | 25,656          | 0.04               |
| 437                               | Moncler SpA                                           | ITA             | EUR                 | 25,031          | 0.03               |
|                                   |                                                       |                 |                     | 89,546          | 0.12               |
|                                   | <b>Trading Companies &amp; Distributors</b>           |                 |                     |                 |                    |
| 94                                | WW Grainger, Inc.                                     | USA             | USD                 | 79,181          | 0.11               |
| 1,087                             | Fastenal Co.                                          | USA             | USD                 | 63,773          | 0.08               |
| 900                               | Mitsubishi Corp.                                      | JPN             | JPY                 | 16,520          | 0.02               |
|                                   |                                                       |                 |                     | 159,474         | 0.21               |
|                                   | <b>Transportation Infrastructure</b>                  |                 |                     |                 |                    |
| 8,220                             | International Container Terminal Services, Inc.       | PHL             | PHP                 | 45,897          | 0.06               |
| 930                               | Grupo Aeroportuario del Sureste SAB de CV 'B'         | MEX             | MXN                 | 26,143          | 0.04               |
| 130                               | Aena SME SA, Reg. S, 144A                             | ESP             | EUR                 | 24,581          | 0.03               |
|                                   |                                                       |                 |                     | 96,621          | 0.13               |
|                                   | <b>Wireless Telecommunication Services</b>            |                 |                     |                 |                    |
| 33,140                            | Vodafone Group plc                                    | GBR             | GBP                 | 27,378          | 0.04               |
|                                   |                                                       |                 |                     | 27,378          | 0.04               |
|                                   | <b>TOTAL SHARES</b>                                   |                 |                     | 9,770,658       | 12.86              |
|                                   | <b>BONDS</b>                                          |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                |                 |                     |                 |                    |
| 900,000                           | Iberdrola International BV, Reg. S 1.45% Perpetual    | ESP             | EUR                 | 838,934         | 1.10               |

**Franklin Diversified Conservative Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value     | Description                                                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------|--------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 896,000                               | Nordea Bank Abp, Reg. S 0.625% 08/18/2031                          | FIN             | EUR                 | 838,393         | 1.10               |
| 703,000                               | M&G plc, Reg. S 3.875% 07/20/2049                                  | GBR             | GBP                 | 828,783         | 1.09               |
| 861,000                               | Telia Co. AB, Reg. S 1.375% 05/11/2081                             | SWE             | EUR                 | 815,547         | 1.07               |
| 800,000                               | ABN AMRO Bank NV, Reg. S 4.375% Perpetual                          | NLD             | EUR                 | 781,074         | 1.03               |
| 900,000                               | Societe Generale SA, Reg. S 1.25% 06/12/2030                       | FRA             | EUR                 | 770,139         | 1.01               |
| 909,000                               | Upjohn Finance BV, Reg. S 1.908% 06/23/2032                        | USA             | EUR                 | 762,275         | 1.00               |
| 651,000                               | DNB Bank ASA, Reg. S 1.375% 12/02/2025                             | NOR             | GBP                 | 754,994         | 0.99               |
| 851,000                               | ASTM SpA, Reg. S 1.5% 01/25/2030                                   | ITA             | EUR                 | 747,731         | 0.98               |
| 727,000                               | Goldman Sachs Group, Inc. (The), Reg. S 2% 03/22/2028              | USA             | EUR                 | 690,670         | 0.91               |
| 761,000                               | Assicurazioni Generali SpA, Reg. S 2.429% 07/14/2031               | ITA             | EUR                 | 669,334         | 0.88               |
| 734,000                               | Autostrade per l'Italia SpA, Reg. S 2% 01/15/2030                  | ITA             | EUR                 | 658,075         | 0.87               |
| 593,000                               | Legal & General Group plc, Reg. S 4.5% 11/01/2050                  | GBR             | GBP                 | 637,807         | 0.84               |
| 672,000                               | Westpac Banking Corp., Reg. S 0.766% 05/13/2031                    | AUS             | EUR                 | 627,709         | 0.83               |
| 700,000                               | Telefonica Europe BV, Reg. S 2.376% Perpetual                      | ESP             | EUR                 | 625,225         | 0.82               |
| 681,000                               | Aeroporti di Roma SpA, Reg. S 1.625% 02/02/2029                    | ITA             | EUR                 | 624,771         | 0.82               |
| 719,000                               | ANZ New Zealand Int'l Ltd., Reg. S 0.375% 09/17/2029               | NZL             | EUR                 | 618,850         | 0.82               |
| 624,000                               | NE Property BV, Reg. S 3.375% 07/14/2027                           | ROU             | EUR                 | 606,938         | 0.80               |
| 584,000                               | Netflix, Inc. 3.625% 05/15/2027                                    | USA             | EUR                 | 587,164         | 0.77               |
| 623,000                               | Telefonaktiebolaget LM Ericsson, Reg. S 1.125% 02/08/2027          | SWE             | EUR                 | 583,877         | 0.77               |
| 689,000                               | Simon International Finance SCA, Reg. S 1.125% 03/19/2033          | USA             | EUR                 | 551,442         | 0.73               |
| 638,000                               | Mercedes-Benz Group AG, Reg. S 1.125% 11/06/2031                   | DEU             | EUR                 | 544,577         | 0.72               |
| 600,000                               | HSBC Holdings plc, Reg. S 0.77% 11/13/2031                         | GBR             | EUR                 | 501,163         | 0.66               |
| 563,000                               | Aker BP ASA, Reg. S 1.125% 05/12/2029                              | NOR             | EUR                 | 499,216         | 0.66               |
| 413,000                               | Barclays plc, Reg. S 3.75% 11/22/2030                              | GBR             | GBP                 | 470,683         | 0.62               |
| 440,000                               | Lloyds Banking Group plc, Reg. S 1.5% 09/12/2027                   | GBR             | EUR                 | 412,966         | 0.54               |
| 407,000                               | Celanese US Holdings LLC 4.777% 07/19/2026                         | USA             | EUR                 | 412,822         | 0.54               |
| 463,000                               | UGI International LLC, Reg. S 2.5% 12/01/2029                      | USA             | EUR                 | 412,299         | 0.54               |
| 434,000                               | Danske Bank A/S, Reg. S 1% 05/15/2031                              | DNK             | EUR                 | 411,069         | 0.54               |
| 500,000                               | Suzano Austria GmbH 3.75% 01/15/2031                               | BRA             | USD                 | 407,015         | 0.54               |
| 412,000                               | UBS Group AG, Reg. S 2.75% 06/15/2027                              | CHE             | EUR                 | 403,538         | 0.53               |
| 400,000                               | TotalEnergies Capital International SA, Reg. S 2.5% 03/25/2026     | FRA             | EUR                 | 394,534         | 0.52               |
| 400,000                               | Credit Agricole SA, Reg. S 1.625% 06/05/2030                       | FRA             | EUR                 | 389,880         | 0.51               |
| 400,000                               | BPCE SA, Reg. S 1.375% 03/23/2026                                  | FRA             | EUR                 | 384,359         | 0.51               |
| 400,000                               | EDP - Energias de Portugal SA, Reg. S 1.625% 04/15/2027            | PRT             | EUR                 | 381,246         | 0.50               |
| 400,000                               | Acciona Energia Financiacion Filiales SA, Reg. S 0.375% 10/07/2027 | ESP             | EUR                 | 358,877         | 0.47               |
| 402,000                               | FedEx Corp. 0.45% 05/04/2029                                       | USA             | EUR                 | 348,368         | 0.46               |
| 391,000                               | Viterra Finance BV, Reg. S 1% 09/24/2028                           | NLD             | EUR                 | 346,553         | 0.46               |
| 349,000                               | Verizon Communications, Inc. 1.375% 10/27/2026                     | USA             | EUR                 | 334,194         | 0.44               |
| 336,000                               | Statkraft A/S, Reg. S 2.875% 09/13/2029                            | NOR             | EUR                 | 327,943         | 0.43               |
| 319,000                               | CPI Property Group SA, Reg. S 2.75% 05/12/2026                     | CZE             | EUR                 | 298,909         | 0.39               |
| 300,000                               | ZF Finance GmbH, Reg. S 3.75% 09/21/2028                           | DEU             | EUR                 | 291,008         | 0.38               |
| 271,000                               | ManpowerGroup, Inc., Reg. S 3.5% 06/30/2027                        | USA             | EUR                 | 270,843         | 0.36               |
| 276,000                               | WMG Acquisition Corp., Reg. S 2.25% 08/15/2031                     | USA             | EUR                 | 241,321         | 0.32               |
| 308,000                               | Aroundtown SA, Reg. S 2.875% Perpetual                             | DEU             | EUR                 | 172,010         | 0.23               |
| 175,000                               | Visa, Inc. 2% 06/15/2029                                           | USA             | EUR                 | 165,665         | 0.22               |
| 138,000                               | Illinois Tool Works, Inc. 2.125% 05/22/2030                        | USA             | EUR                 | 128,681         | 0.17               |
|                                       |                                                                    |                 |                     | 23,929,471      | 31.49              |
| <b>Government and Municipal Bonds</b> |                                                                    |                 |                     |                 |                    |
| 1,490,000                             | UK Treasury, Reg. S 3.75% 10/22/2053                               | GBR             | GBP                 | 1,504,792       | 1.98               |
| 1,236,656                             | Bundesrepublik Deutschland, Reg. S 4.25% 07/04/2039                | DEU             | EUR                 | 1,475,492       | 1.94               |
| 1,247,972                             | France Government Bond OAT, Reg. S, 144A 2.75% 10/25/2027          | FRA             | EUR                 | 1,236,359       | 1.63               |
| 1,143,590                             | Bundesrepublik Deutschland, Reg. S 0.25% 02/15/2027                | DEU             | EUR                 | 1,076,307       | 1.42               |
| 1,141,000                             | Bonos Y Oblig del Estando, Reg. S, 144A 1.4% 07/30/2028            | ESP             | EUR                 | 1,071,417       | 1.41               |
| 1,066,300                             | Portugal Obrigacoes do Tesouro, Reg. S, 144A 2.875% 07/21/2026     | PRT             | EUR                 | 1,065,009       | 1.40               |
| 1,133,000                             | Bonos Y Oblig del Estando, Reg. S, 144A 1.95% 07/30/2030           | ESP             | EUR                 | 1,063,939       | 1.40               |
| 1,348,343                             | France Government Bond OAT, Reg. S, 144A 0% 05/25/2032             | FRA             | EUR                 | 1,057,794       | 1.39               |
| 963,000                               | Bonos Y Oblig del Estando, Reg. S, 144A 4.2% 01/31/2037            | ESP             | EUR                 | 1,026,989       | 1.35               |
| 910,531                               | Bundesrepublik Deutschland, Reg. S 5.625% 01/04/2028               | DEU             | EUR                 | 1,003,932       | 1.32               |
| 846,370                               | Bundesrepublik Deutschland, Reg. S 5.5% 01/04/2031                 | DEU             | EUR                 | 998,779         | 1.31               |
| 898,267                               | France Government Bond OAT, Reg. S, 144A 5.5% 04/25/2029           | FRA             | EUR                 | 994,896         | 1.31               |
| 833,160                               | Bundesrepublik Deutschland, Reg. S 6.25% 01/04/2030                | DEU             | EUR                 | 994,089         | 1.31               |
| 901,000                               | Bonos Y Oblig del Estando, Reg. S, 144A 1.95% 04/30/2026           | ESP             | EUR                 | 882,198         | 1.16               |
| 949,000                               | Bonos Y Oblig del Estando, Reg. S, 144A 2.35% 07/30/2033           | ESP             | EUR                 | 879,498         | 1.16               |
| 1,010,548                             | Belgium Government Bond, Reg. S, 144A 1.25% 04/22/2033             | BEL             | EUR                 | 875,809         | 1.15               |
| 900,000                               | US Treasury 2.375% 08/15/2024                                      | USA             | USD                 | 837,079         | 1.10               |
| 730,312                               | Bundesrepublik Deutschland, Reg. S 1% 08/15/2025                   | DEU             | EUR                 | 713,662         | 0.94               |
| 717,000                               | Austria Government Bond, Reg. S, 144A 1.65% 10/21/2024             | AUT             | EUR                 | 712,926         | 0.94               |
| 731,000                               | Austria Government Bond, Reg. S, 144A 1.2% 10/20/2025              | AUT             | EUR                 | 712,523         | 0.94               |

## Franklin Diversified Conservative Fund (continued)

(Currency - EUR)

| Number of shares<br>or face value                                                   | Description                                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------------------------------------|------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 858,637                                                                             | Netherlands Government Bond, Reg. S, 144A 0% 07/15/2031          | NLD             | EUR                 | 711,400         | 0.94               |
| 843,540                                                                             | Netherlands Government Bond, Reg. S, 144A 0.5% 07/15/2032        | NLD             | EUR                 | 709,159         | 0.93               |
| 4,296,365                                                                           | Brazil Notas do Tesouro Nacional 6% 08/15/2050                   | BRA             | BRL                 | 684,144         | 0.90               |
| 655,000                                                                             | Austria Government Bond, Reg. S, 144A 4.85% 03/15/2026           | AUT             | EUR                 | 673,278         | 0.89               |
| 641,619                                                                             | France Government Bond OAT, Reg. S, 144A 6% 10/25/2025           | FRA             | EUR                 | 663,704         | 0.87               |
| 660,000                                                                             | Power Finance Corp. Ltd., Reg. S 1.841% 09/21/2028               | IND             | EUR                 | 595,175         | 0.78               |
| 459,512                                                                             | Bundesrepublik Deutschland, Reg. S 4.75% 07/04/2034              | DEU             | EUR                 | 550,314         | 0.72               |
| 517,070                                                                             | France Government Bond OAT, Reg. S, 144A 4% 10/25/2038           | FRA             | EUR                 | 547,694         | 0.72               |
| 431,205                                                                             | Bundesrepublik Deutschland, Reg. S 4.75% 07/04/2040              | DEU             | EUR                 | 546,441         | 0.72               |
| 558,587                                                                             | Netherlands Government Bond, Reg. S, 144A 0.25% 07/15/2025       | NLD             | EUR                 | 542,291         | 0.71               |
| 802,000                                                                             | Bonos Y Oblig del Estando, Reg. S, 144A 1% 07/30/2042            | ESP             | EUR                 | 514,014         | 0.68               |
| 509,000                                                                             | Finland Government Bond, Reg. S, 144A 4% 07/04/2025              | FIN             | EUR                 | 512,933         | 0.68               |
| 645,394                                                                             | France Government Bond OAT, Reg. S, 144A 1.25% 05/25/2036        | FRA             | EUR                 | 512,754         | 0.67               |
| 443,474                                                                             | France Government Bond OAT, Reg. S, 144A 4.75% 04/25/2035        | FRA             | EUR                 | 500,516         | 0.66               |
| 565,000                                                                             | TenneT Holding BV, Reg. S 2.75% 05/17/2042                       | NLD             | EUR                 | 494,025         | 0.65               |
| 414,221                                                                             | Bundesrepublik Deutschland, Reg. S 4% 01/04/2037                 | DEU             | EUR                 | 475,427         | 0.63               |
| 9,950,000                                                                           | South Africa Government Bond 8.25% 03/31/2032                    | ZAF             | ZAR                 | 445,452         | 0.59               |
| 392,519                                                                             | Bundesrepublik Deutschland, Reg. S 3.25% 07/04/2042              | DEU             | EUR                 | 422,843         | 0.56               |
| 346,000                                                                             | Orsted A/S, Reg. S 2.25% 06/14/2028                              | DNK             | EUR                 | 330,209         | 0.43               |
| 334,019                                                                             | Belgium Government Bond, Reg. S, 144A 2.75% 04/22/2039           | BEL             | EUR                 | 310,704         | 0.41               |
| 5,000,000,000                                                                       | Indonesia Government Bond 6.375% 08/15/2028                      | IDN             | IDR                 | 280,715         | 0.37               |
| 268,000                                                                             | Permanent TSB Group Holdings plc, Reg. S 5.25% 06/30/2025        | IRL             | EUR                 | 268,000         | 0.35               |
| 283,068                                                                             | France Government Bond OAT, Reg. S, 144A 2% 05/25/2048           | FRA             | EUR                 | 209,714         | 0.28               |
| 336                                                                                 | France Government Bond OAT, Reg. S, 144A 1.75% 06/25/2039        | FRA             | EUR                 | 269             | —                  |
| <b>TOTAL BONDS</b>                                                                  |                                                                  |                 |                     | 31,684,664      | 41.70              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b> |                                                                  |                 |                     | 55,614,135      | 73.19              |
| TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET                        |                                                                  |                 |                     | 65,384,793      | 86.05              |
| <b>BONDS</b>                                                                        |                                                                  |                 |                     |                 |                    |
| <b>Corporate Bonds</b>                                                              |                                                                  |                 |                     |                 |                    |
| 336,000                                                                             | SCIH Salt Holdings, Inc., 144A 4.875% 05/01/2028                 | USA             | USD                 | 292,165         | 0.38               |
| 318,000                                                                             | Ingevity Corp., 144A 3.875% 11/01/2028                           | USA             | USD                 | 269,787         | 0.36               |
| 40,801                                                                              | Adient Global Holdings Ltd., 144A 3.5% 08/15/2024                | USA             | EUR                 | 40,741          | 0.05               |
|                                                                                     |                                                                  |                 |                     | 602,693         | 0.79               |
| <b>Government and Municipal Bonds</b>                                               |                                                                  |                 |                     |                 |                    |
| 479,000                                                                             | Ecopetrol SA 4.625% 11/02/2031                                   | COL             | USD                 | 366,325         | 0.48               |
|                                                                                     |                                                                  |                 |                     | 366,325         | 0.48               |
| <b>TOTAL BONDS</b>                                                                  |                                                                  |                 |                     | 969,018         | 1.27               |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET</b>           |                                                                  |                 |                     | 969,018         | 1.27               |
| UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE INVESTMENT UNDERTAKINGS               |                                                                  |                 |                     |                 |                    |
| <b>COLLECTIVE INVESTMENT SCHEMES - AIF</b>                                          |                                                                  |                 |                     |                 |                    |
| <b>Financial Services</b>                                                           |                                                                  |                 |                     |                 |                    |
| 126,129                                                                             | 3i Infrastructure plc                                            | GBR             | GBP                 | 476,987         | 0.63               |
| 289,853                                                                             | Greencoat UK Wind plc                                            | GBR             | GBP                 | 451,565         | 0.59               |
| 377,778                                                                             | Renewables Infrastructure Group Ltd. (The)                       | GGY             | GBP                 | 425,114         | 0.56               |
| 362,314                                                                             | Foresight Solar Fund Ltd.                                        | GBR             | GBP                 | 385,282         | 0.51               |
| 304,111                                                                             | Bluefield Solar Income Fund Ltd.                                 | GGY             | GBP                 | 378,074         | 0.50               |
| 227,141                                                                             | International Public Partnerships Ltd.                           | GGY             | GBP                 | 341,897         | 0.45               |
| 182,611                                                                             | BBGI Global Infrastructure SA                                    | LUX             | GBP                 | 286,216         | 0.37               |
| 185,018                                                                             | Hicli Infrastructure plc                                         | GBR             | GBP                 | 271,296         | 0.36               |
|                                                                                     |                                                                  |                 |                     | 3,016,431       | 3.97               |
| <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - AIF</b>                                    |                                                                  |                 |                     | 3,016,431       | 3.97               |
| <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                        |                                                                  |                 |                     |                 |                    |
| <b>Financial Services</b>                                                           |                                                                  |                 |                     |                 |                    |
| 281,555                                                                             | FTAF Franklin K2 Cat Bond UCITS Fund - Y (Acc) USD               | LUX             | USD                 | 3,204,327       | 4.21               |
| 164,938                                                                             | FTIF Franklin Emerging Market Corporate Debt Fund - Y (Mdis) EUR | LUX             | EUR                 | 1,586,162       | 2.09               |
| 46,152                                                                              | FTIF Franklin Euro Short Duration Bond Fund - Y (Mdis) EUR       | LUX             | EUR                 | 454,857         | 0.60               |
|                                                                                     |                                                                  |                 |                     | 5,245,346       | 6.90               |
| <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                  |                                                                  |                 |                     | 5,245,346       | 6.90               |

**Franklin Diversified Conservative Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                            | Country<br>code | Trading<br>currency | Market<br>value          | % of net<br>assets  |
|-----------------------------------|----------------------------------------------------------------------------------------|-----------------|---------------------|--------------------------|---------------------|
| <b>EXCHANGE TRADED FUNDS</b>      |                                                                                        |                 |                     |                          |                     |
|                                   | <b>Financial Services</b>                                                              |                 |                     |                          |                     |
| 20,444                            | MSCI China ESG Universal Low Carbon Select Fund                                        | LUX             | EUR                 | 150,790                  | 0.20                |
|                                   |                                                                                        |                 |                     | <u>150,790</u>           | <u>0.20</u>         |
|                                   | <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                     |                 |                     | <u>150,790</u>           | <u>0.20</u>         |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b> |                 |                     | 8,412,567                | 11.07               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                               |                 |                     | <u><b>74,766,378</b></u> | <u><b>98.39</b></u> |

## Schedule of Investments, June 30, 2024

## Franklin Diversified Dynamic Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 3,057                             | Axon Enterprise, Inc.                                                     | USA             | USD                 | 839,783         | 0.51               |
|                                   |                                                                           |                 |                     | 839,783         | 0.51               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 7,838                             | Hankook Tire & Technology Co. Ltd.                                        | KOR             | KRW                 | 238,540         | 0.14               |
|                                   |                                                                           |                 |                     | 238,540         | 0.14               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 28,200                            | Toyota Motor Corp.                                                        | JPN             | JPY                 | 540,270         | 0.33               |
| 5,592                             | Mercedes-Benz Group AG                                                    | DEU             | EUR                 | 361,390         | 0.22               |
| 11,595                            | Stellantis NV                                                             | USA             | EUR                 | 214,032         | 0.13               |
|                                   |                                                                           |                 |                     | 1,115,692       | 0.68               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 55,162                            | UniCredit SpA                                                             | ITA             | EUR                 | 1,906,089       | 1.16               |
| 359,489                           | Barclays plc                                                              | GBR             | GBP                 | 886,899         | 0.54               |
| 89,594                            | Banco Bilbao Vizcaya Argentaria SA                                        | ESP             | EUR                 | 839,805         | 0.51               |
| 12,992                            | KB Financial Group, Inc.                                                  | KOR             | KRW                 | 688,210         | 0.42               |
| 39,760                            | ABN AMRO Bank NV, Reg. S, 144A                                            | NLD             | EUR                 | 609,744         | 0.37               |
| 104,200                           | Itau Unibanco Holding SA Preference                                       | BRA             | BRL                 | 563,998         | 0.34               |
| 2,624                             | JPMorgan Chase & Co.                                                      | USA             | USD                 | 495,500         | 0.30               |
| 10,918                            | Hana Financial Group, Inc.                                                | KOR             | KRW                 | 447,181         | 0.27               |
| 42,440                            | Bancolombia SA                                                            | COL             | COP                 | 336,970         | 0.21               |
|                                   |                                                                           |                 |                     | 6,774,396       | 4.12               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 96,300                            | Arca Continental SAB de CV                                                | MEX             | MXN                 | 881,778         | 0.54               |
|                                   |                                                                           |                 |                     | 881,778         | 0.54               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 4,170                             | Vertex Pharmaceuticals, Inc.                                              | USA             | USD                 | 1,824,818       | 1.11               |
| 5,339                             | AbbVie, Inc.                                                              | USA             | USD                 | 854,958         | 0.52               |
| 597                               | Regeneron Pharmaceuticals, Inc.                                           | USA             | USD                 | 585,813         | 0.36               |
|                                   |                                                                           |                 |                     | 3,265,589       | 1.99               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 12,326                            | Amazon.com, Inc.                                                          | USA             | USD                 | 2,223,882       | 1.35               |
| 11,800                            | Dollarama, Inc.                                                           | CAN             | CAD                 | 1,005,772       | 0.61               |
| 8,128                             | Wesfarmers Ltd.                                                           | AUS             | AUD                 | 328,592         | 0.20               |
| 149                               | MercadoLibre, Inc.                                                        | BRA             | USD                 | 228,612         | 0.14               |
|                                   |                                                                           |                 |                     | 3,786,858       | 2.30               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 620                               | Carlisle Cos., Inc.                                                       | USA             | USD                 | 234,553         | 0.14               |
|                                   |                                                                           |                 |                     | 234,553         | 0.14               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 25,634                            | 3i Group plc                                                              | GBR             | GBP                 | 922,413         | 0.56               |
| 740,465                           | Pantheon Infrastructure plc                                               | GBR             | GBP                 | 699,138         | 0.42               |
| 84,100                            | Daiwa Securities Group, Inc.                                              | JPN             | JPY                 | 602,896         | 0.37               |
| 5,341                             | SEI Investments Co.                                                       | USA             | USD                 | 322,574         | 0.20               |
| 269                               | Partners Group Holding AG                                                 | CHE             | CHF                 | 321,622         | 0.19               |
|                                   |                                                                           |                 |                     | 2,868,643       | 1.74               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 1,736                             | Sherwin-Williams Co. (The)                                                | USA             | USD                 | 483,685         | 0.29               |
| 1,836                             | Ecolab, Inc.                                                              | USA             | USD                 | 407,962         | 0.25               |
| 4,600                             | Nitto Denko Corp.                                                         | JPN             | JPY                 | 340,691         | 0.21               |
| 8,600                             | Shin-Etsu Chemical Co. Ltd.                                               | JPN             | JPY                 | 312,234         | 0.19               |
|                                   |                                                                           |                 |                     | 1,544,572       | 0.94               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 853                               | Cintas Corp.                                                              | USA             | USD                 | 557,671         | 0.34               |
|                                   |                                                                           |                 |                     | 557,671         | 0.34               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 2,525                             | Arista Networks, Inc.                                                     | USA             | USD                 | 826,218         | 0.50               |
| 15,694                            | Cisco Systems, Inc.                                                       | USA             | USD                 | 696,127         | 0.42               |
| 703                               | Motorola Solutions, Inc.                                                  | USA             | USD                 | 253,378         | 0.16               |
|                                   |                                                                           |                 |                     | 1,775,723       | 1.08               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 3,137                             | CRH plc                                                                   | USA             | GBP                 | 217,042         | 0.13               |
|                                   |                                                                           |                 |                     | 217,042         | 0.13               |

**Franklin Diversified Dynamic Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value                         | Description                                 | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------------|---------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Consumer Staples Distribution &amp; Retail</b>         |                                             |                 |                     |                 |                    |
| 5,185                                                     | Costco Wholesale Corp.                      | USA             | USD                 | 4,114,647       | 2.50               |
|                                                           |                                             |                 |                     | 4,114,647       | 2.50               |
| <b>Diversified Telecommunication Services</b>             |                                             |                 |                     |                 |                    |
| 45,279                                                    | Saudi Telecom Co.                           | SAU             | SAR                 | 422,525         | 0.26               |
| 28,968                                                    | Hellenic Telecommunications Organization SA | GRC             | EUR                 | 388,794         | 0.23               |
|                                                           |                                             |                 |                     | 811,319         | 0.49               |
| <b>Electric Utilities</b>                                 |                                             |                 |                     |                 |                    |
| 24,612                                                    | Iberdrola SA                                | ESP             | EUR                 | 298,183         | 0.18               |
| 13,315                                                    | Endesa SA                                   | ESP             | EUR                 | 233,601         | 0.14               |
| 38,700                                                    | CPFL Energia SA                             | BRA             | BRL                 | 211,538         | 0.13               |
|                                                           |                                             |                 |                     | 743,322         | 0.45               |
| <b>Electrical Equipment</b>                               |                                             |                 |                     |                 |                    |
| 3,754                                                     | Schneider Electric SE                       | USA             | EUR                 | 840,381         | 0.51               |
| 5,301                                                     | Vertiv Holdings Co. 'A'                     | USA             | USD                 | 428,445         | 0.26               |
| 1,400                                                     | Eaton Corp. plc                             | USA             | USD                 | 409,831         | 0.25               |
| 5,250                                                     | ABB Ltd.                                    | CHE             | CHF                 | 271,808         | 0.17               |
| 32,700                                                    | WEG SA                                      | BRA             | BRL                 | 230,403         | 0.14               |
|                                                           |                                             |                 |                     | 2,180,868       | 1.33               |
| <b>Electronic Equipment, Instruments &amp; Components</b> |                                             |                 |                     |                 |                    |
| 158,000                                                   | Hon Hai Precision Industry Co. Ltd.         | TWN             | TWD                 | 969,250         | 0.59               |
|                                                           |                                             |                 |                     | 969,250         | 0.59               |
| <b>Entertainment</b>                                      |                                             |                 |                     |                 |                    |
| 851                                                       | Netflix, Inc.                               | USA             | USD                 | 536,199         | 0.33               |
| 9,630                                                     | Nintendo Co. Ltd.                           | JPN             | JPY                 | 480,195         | 0.29               |
|                                                           |                                             |                 |                     | 1,016,394       | 0.62               |
| <b>Financial Services</b>                                 |                                             |                 |                     |                 |                    |
| 5,232                                                     | Visa, Inc. 'A'                              | USA             | USD                 | 1,282,087       | 0.78               |
| 3,054                                                     | Mastercard, Inc. 'A'                        | USA             | USD                 | 1,257,868       | 0.76               |
| 39,329                                                    | Investor AB 'B'                             | SWE             | SEK                 | 1,006,413       | 0.61               |
| 806                                                       | Berkshire Hathaway, Inc. 'B'                | USA             | USD                 | 306,116         | 0.19               |
|                                                           |                                             |                 |                     | 3,852,484       | 2.34               |
| <b>Food Products</b>                                      |                                             |                 |                     |                 |                    |
| 12,008                                                    | Associated British Foods plc                | GBR             | GBP                 | 350,062         | 0.21               |
|                                                           |                                             |                 |                     | 350,062         | 0.21               |
| <b>Ground Transportation</b>                              |                                             |                 |                     |                 |                    |
| 14,900                                                    | Central Japan Railway Co.                   | JPN             | JPY                 | 301,596         | 0.18               |
|                                                           |                                             |                 |                     | 301,596         | 0.18               |
| <b>Health Care Equipment &amp; Supplies</b>               |                                             |                 |                     |                 |                    |
| 1,925                                                     | IDEXX Laboratories, Inc.                    | USA             | USD                 | 875,605         | 0.53               |
| 8,058                                                     | Edwards Lifesciences Corp.                  | USA             | USD                 | 694,909         | 0.42               |
| 1,136                                                     | Stryker Corp.                               | USA             | USD                 | 360,866         | 0.22               |
| 2,991                                                     | Straumann Holding AG                        | CHE             | CHF                 | 344,716         | 0.21               |
| 3,425                                                     | Boston Scientific Corp.                     | USA             | USD                 | 246,251         | 0.15               |
|                                                           |                                             |                 |                     | 2,522,347       | 1.53               |
| <b>Health Care Providers &amp; Services</b>               |                                             |                 |                     |                 |                    |
| 4,063                                                     | Cigna Group (The)                           | USA             | USD                 | 1,253,950       | 0.76               |
| 1,712                                                     | Elevance Health, Inc.                       | USA             | USD                 | 866,086         | 0.53               |
| 2,281                                                     | HCA Healthcare, Inc.                        | USA             | USD                 | 684,193         | 0.42               |
| 503                                                       | UnitedHealth Group, Inc.                    | USA             | USD                 | 239,154         | 0.14               |
|                                                           |                                             |                 |                     | 3,043,383       | 1.85               |
| <b>Health Care Technology</b>                             |                                             |                 |                     |                 |                    |
| 1,838                                                     | Veeva Systems, Inc. 'A'                     | USA             | USD                 | 314,044         | 0.19               |
|                                                           |                                             |                 |                     | 314,044         | 0.19               |
| <b>Hotels, Restaurants &amp; Leisure</b>                  |                                             |                 |                     |                 |                    |
| 879                                                       | Booking Holdings, Inc.                      | USA             | USD                 | 3,251,012       | 1.98               |
| 5,750                                                     | Chipotle Mexican Grill, Inc. 'A'            | USA             | USD                 | 336,325         | 0.21               |
| 2,177                                                     | DoorDash, Inc. 'A'                          | USA             | USD                 | 221,094         | 0.13               |
|                                                           |                                             |                 |                     | 3,808,431       | 2.32               |
| <b>Household Durables</b>                                 |                                             |                 |                     |                 |                    |
| 16,614                                                    | DR Horton, Inc.                             | USA             | USD                 | 2,185,987       | 1.33               |
|                                                           |                                             |                 |                     | 2,185,987       | 1.33               |
| <b>Household Products</b>                                 |                                             |                 |                     |                 |                    |
| 12,671                                                    | Procter & Gamble Co. (The)                  | USA             | USD                 | 1,950,987       | 1.19               |



## Franklin Diversified Dynamic Fund (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                  | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 3,075                             | Colgate-Palmolive Co.                                        | USA             | USD                 | 278,590         | 0.17               |
|                                   |                                                              |                 |                     | 2,229,577       | 1.36               |
|                                   | <b>Independent Power and Renewable Electricity Producers</b> |                 |                     |                 |                    |
| 8,308                             | Vistra Corp.                                                 | USA             | USD                 | 666,905         | 0.41               |
|                                   |                                                              |                 |                     | 666,905         | 0.41               |
|                                   | <b>Industrial Conglomerates</b>                              |                 |                     |                 |                    |
| 3,706                             | Siemens AG                                                   | DEU             | EUR                 | 644,083         | 0.39               |
| 20,500                            | Hitachi Ltd.                                                 | JPN             | JPY                 | 431,012         | 0.26               |
|                                   |                                                              |                 |                     | 1,075,095       | 0.65               |
|                                   | <b>Insurance</b>                                             |                 |                     |                 |                    |
| 2,761                             | Erie Indemnity Co. 'A'                                       | USA             | USD                 | 934,167         | 0.57               |
| 313,792                           | Medibank Pvt. Ltd.                                           | AUS             | AUD                 | 726,053         | 0.44               |
| 5,453                             | Assured Guaranty Ltd.                                        | USA             | USD                 | 392,773         | 0.24               |
| 6,506                             | NN Group NV                                                  | NLD             | EUR                 | 282,356         | 0.17               |
|                                   |                                                              |                 |                     | 2,335,349       | 1.42               |
|                                   | <b>Interactive Media &amp; Services</b>                      |                 |                     |                 |                    |
| 25,923                            | Alphabet, Inc. 'A'                                           | USA             | USD                 | 4,408,435       | 2.68               |
| 2,955                             | Meta Platforms, Inc. 'A'                                     | USA             | USD                 | 1,391,065       | 0.85               |
| 14,408                            | Pinterest, Inc. 'A'                                          | USA             | USD                 | 592,812         | 0.36               |
|                                   |                                                              |                 |                     | 6,392,312       | 3.89               |
|                                   | <b>IT Services</b>                                           |                 |                     |                 |                    |
| 29,298                            | Tata Consultancy Services Ltd.                               | IND             | INR                 | 1,278,171       | 0.78               |
| 6,453                             | VeriSign, Inc.                                               | USA             | USD                 | 1,071,182       | 0.65               |
| 2,113                             | Capgemini SE                                                 | FRA             | EUR                 | 391,915         | 0.24               |
|                                   |                                                              |                 |                     | 2,741,268       | 1.67               |
|                                   | <b>Leisure Products</b>                                      |                 |                     |                 |                    |
| 4,800                             | BRP, Inc.                                                    | USA             | CAD                 | 287,087         | 0.17               |
|                                   |                                                              |                 |                     | 287,087         | 0.17               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                    |                 |                     |                 |                    |
| 645                               | Mettler-Toledo International, Inc.                           | USA             | USD                 | 841,607         | 0.51               |
| 2,938                             | Agilent Technologies, Inc.                                   | USA             | USD                 | 355,572         | 0.22               |
|                                   |                                                              |                 |                     | 1,197,179       | 0.73               |
|                                   | <b>Machinery</b>                                             |                 |                     |                 |                    |
| 29,547                            | Fortive Corp.                                                | USA             | USD                 | 2,044,097       | 1.24               |
| 16,000                            | Komatsu Ltd.                                                 | JPN             | JPY                 | 436,397         | 0.26               |
| 15,983                            | Atlas Copco AB 'B'                                           | SWE             | SEK                 | 241,003         | 0.15               |
| 9,914                             | Volvo AB 'B'                                                 | SWE             | SEK                 | 237,877         | 0.14               |
| 1,018                             | Illinois Tool Works, Inc.                                    | USA             | USD                 | 225,213         | 0.14               |
| 1,100                             | Lincoln Electric Holdings, Inc.                              | USA             | USD                 | 193,730         | 0.12               |
|                                   |                                                              |                 |                     | 3,378,317       | 2.05               |
|                                   | <b>Marine Transportation</b>                                 |                 |                     |                 |                    |
| 18,000                            | Kawasaki Kisen Kaisha Ltd.                                   | JPN             | JPY                 | 245,106         | 0.15               |
|                                   |                                                              |                 |                     | 245,106         | 0.15               |
|                                   | <b>Metals &amp; Mining</b>                                   |                 |                     |                 |                    |
| 60,755                            | Fortescue Ltd.                                               | AUS             | AUD                 | 807,521         | 0.49               |
| 4,359                             | Steel Dynamics, Inc.                                         | USA             | USD                 | 527,020         | 0.32               |
| 1,917                             | Reliance, Inc.                                               | USA             | USD                 | 511,152         | 0.31               |
|                                   |                                                              |                 |                     | 1,845,693       | 1.12               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                       |                 |                     |                 |                    |
| 5,909                             | Marathon Petroleum Corp.                                     | USA             | USD                 | 957,047         | 0.58               |
| 13,445                            | TotalEnergies SE                                             | FRA             | EUR                 | 840,556         | 0.51               |
| 22,600                            | Suncor Energy, Inc.                                          | CAN             | CAD                 | 804,236         | 0.49               |
| 4,094                             | Valero Energy Corp.                                          | USA             | USD                 | 599,174         | 0.37               |
| 22,645                            | Repsol SA                                                    | ESP             | EUR                 | 335,328         | 0.20               |
| 22,300                            | Inpex Corp.                                                  | JPN             | JPY                 | 305,795         | 0.19               |
| 2,166                             | Exxon Mobil Corp.                                            | USA             | USD                 | 232,798         | 0.14               |
|                                   |                                                              |                 |                     | 4,074,934       | 2.48               |
|                                   | <b>Pharmaceuticals</b>                                       |                 |                     |                 |                    |
| 5,835                             | Johnson & Johnson                                            | USA             | USD                 | 796,232         | 0.49               |
| 5,246                             | Novo Nordisk A/S 'B'                                         | DNK             | DKK                 | 700,897         | 0.43               |
| 2,480                             | Roche Holding AG                                             | USA             | CHF                 | 641,531         | 0.39               |
| 16,277                            | Bristol-Myers Squibb Co.                                     | USA             | USD                 | 631,112         | 0.38               |
| 18,800                            | Chugai Pharmaceutical Co. Ltd.                               | JPN             | JPY                 | 625,096         | 0.38               |
| 551                               | Eli Lilly & Co.                                              | USA             | USD                 | 465,750         | 0.28               |
| 11,700                            | Daiichi Sankyo Co. Ltd.                                      | JPN             | JPY                 | 379,686         | 0.23               |



**Franklin Diversified Dynamic Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                           | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 26,400                            | Ono Pharmaceutical Co. Ltd.                           | JPN             | JPY                 | 336,820         | 0.21               |
| 2,547                             | Novartis AG                                           | CHE             | CHF                 | 253,196         | 0.15               |
| 12,024                            | GSK plc                                               | USA             | GBP                 | 215,929         | 0.13               |
|                                   |                                                       |                 |                     | 5,046,249       | 3.07               |
|                                   | <b>Professional Services</b>                          |                 |                     |                 |                    |
| 19,900                            | Recruit Holdings Co. Ltd.                             | JPN             | JPY                 | 999,840         | 0.61               |
|                                   |                                                       |                 |                     | 999,840         | 0.61               |
|                                   | <b>Real Estate Management &amp; Development</b>       |                 |                     |                 |                    |
| 236,736                           | Emaar Properties PJSC                                 | ARE             | AED                 | 493,432         | 0.30               |
| 35,500                            | Swire Pacific Ltd. 'A'                                | HKG             | HKD                 | 292,611         | 0.18               |
|                                   |                                                       |                 |                     | 786,043         | 0.48               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>   |                 |                     |                 |                    |
| 32,080                            | NVIDIA Corp.                                          | USA             | USD                 | 3,700,087       | 2.25               |
| 1,526                             | Lam Research Corp.                                    | USA             | USD                 | 1,517,096       | 0.92               |
| 52,232                            | Taiwan Semiconductor Manufacturing Co. Ltd.           | TWN             | TWD                 | 1,441,875       | 0.88               |
| 1,867                             | KLA Corp.                                             | USA             | USD                 | 1,437,177       | 0.88               |
| 6,431                             | Applied Materials, Inc.                               | USA             | USD                 | 1,416,910       | 0.86               |
| 5,585                             | QUALCOMM, Inc.                                        | USA             | USD                 | 1,038,577       | 0.63               |
| 42,000                            | Novatek Microelectronics Corp.                        | TWN             | TWD                 | 729,823         | 0.44               |
| 686                               | ASML Holding NV                                       | NLD             | EUR                 | 652,830         | 0.40               |
| 2,838                             | Tokyo Electron Ltd.                                   | JPN             | JPY                 | 580,091         | 0.35               |
| 290                               | Broadcom, Inc.                                        | USA             | USD                 | 434,697         | 0.27               |
| 1,200                             | Lasertec Corp.                                        | JPN             | JPY                 | 251,534         | 0.15               |
|                                   |                                                       |                 |                     | 13,200,697      | 8.03               |
|                                   | <b>Software</b>                                       |                 |                     |                 |                    |
| 15,208                            | Microsoft Corp.                                       | USA             | USD                 | 6,346,014       | 3.86               |
| 1,482                             | Adobe, Inc.                                           | USA             | USD                 | 768,659         | 0.47               |
| 917                               | ServiceNow, Inc.                                      | USA             | USD                 | 673,491         | 0.41               |
| 2,215                             | Cadence Design Systems, Inc.                          | USA             | USD                 | 636,417         | 0.39               |
| 386                               | Fair Isaac Corp.                                      | USA             | USD                 | 536,479         | 0.32               |
| 3,074                             | Atlassian Corp. 'A'                                   | USA             | USD                 | 507,636         | 0.31               |
| 2,682                             | Check Point Software Technologies Ltd.                | ISR             | USD                 | 413,155         | 0.25               |
| 641                               | Synopsys, Inc.                                        | USA             | USD                 | 356,114         | 0.22               |
| 1,465                             | Autodesk, Inc.                                        | USA             | USD                 | 338,450         | 0.20               |
| 393                               | Intuit, Inc.                                          | USA             | USD                 | 241,139         | 0.15               |
|                                   |                                                       |                 |                     | 10,817,554      | 6.58               |
|                                   | <b>Specialty Retail</b>                               |                 |                     |                 |                    |
| 9,413                             | Home Depot, Inc. (The)                                | USA             | USD                 | 3,025,237       | 1.84               |
|                                   |                                                       |                 |                     | 3,025,237       | 1.84               |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b> |                 |                     |                 |                    |
| 23,856                            | Apple, Inc.                                           | USA             | USD                 | 4,691,019       | 2.85               |
| 9,100                             | Canon, Inc.                                           | JPN             | JPY                 | 230,511         | 0.14               |
|                                   |                                                       |                 |                     | 4,921,530       | 2.99               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>           |                 |                     |                 |                    |
| 526                               | Deckers Outdoor Corp.                                 | USA             | USD                 | 475,345         | 0.29               |
| 1,150                             | Lululemon Athletica, Inc.                             | USA             | USD                 | 320,703         | 0.19               |
| 5,473                             | Moncler SpA                                           | ITA             | EUR                 | 313,493         | 0.19               |
|                                   |                                                       |                 |                     | 1,109,541       | 0.67               |
|                                   | <b>Trading Companies &amp; Distributors</b>           |                 |                     |                 |                    |
| 1,170                             | WW Grainger, Inc.                                     | USA             | USD                 | 985,548         | 0.60               |
| 13,635                            | Fastenal Co.                                          | USA             | USD                 | 799,947         | 0.49               |
| 11,200                            | Mitsubishi Corp.                                      | JPN             | JPY                 | 205,586         | 0.12               |
|                                   |                                                       |                 |                     | 1,991,081       | 1.21               |
|                                   | <b>Transportation Infrastructure</b>                  |                 |                     |                 |                    |
| 103,050                           | International Container Terminal Services, Inc.       | PHL             | PHP                 | 575,382         | 0.35               |
| 11,660                            | Grupo Aeroportuario del Sureste SAB de CV 'B'         | MEX             | MXN                 | 327,777         | 0.20               |
| 1,622                             | Aena SME SA, Reg. S, 144A                             | ESP             | EUR                 | 306,691         | 0.19               |
|                                   |                                                       |                 |                     | 1,209,850       | 0.74               |
|                                   | <b>Wireless Telecommunication Services</b>            |                 |                     |                 |                    |
| 415,649                           | Vodafone Group plc                                    | GBR             | GBP                 | 343,383         | 0.21               |
|                                   |                                                       |                 |                     | 343,383         | 0.21               |
|                                   | <b>TOTAL SHARES</b>                                   |                 |                     | 120,234,801     | 73.11              |
|                                   | <b>BONDS</b>                                          |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                |                 |                     |                 |                    |
| 451,000                           | DNB Bank ASA, Reg. S 1.375% 12/02/2025                | NOR             | GBP                 | 523,045         | 0.32               |

**Franklin Diversified Dynamic Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value     | Description                                                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------|--------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 400,000                               | Iberdrola International BV, Reg. S 1.45% Perpetual                 | ESP             | EUR                 | 372,859         | 0.23               |
| 352,000                               | Telia Co. AB, Reg. S 1.375% 05/11/2081                             | SWE             | EUR                 | 333,418         | 0.20               |
| 245,000                               | M&G plc, Reg. S 3.875% 07/20/2049                                  | GBR             | GBP                 | 288,836         | 0.18               |
| 333,000                               | Upjohn Finance BV, Reg. S 1.908% 06/23/2032                        | USA             | EUR                 | 279,249         | 0.17               |
| 312,000                               | Viterra Finance BV, Reg. S 1% 09/24/2028                           | NLD             | EUR                 | 276,534         | 0.17               |
| 312,000                               | ASTM SpA, Reg. S 1.5% 01/25/2030                                   | ITA             | EUR                 | 274,139         | 0.17               |
| 300,000                               | Telefonica Europe BV, Reg. S 2.376% Perpetual                      | ESP             | EUR                 | 267,954         | 0.16               |
| 300,000                               | Societe Generale SA, Reg. S 1.25% 06/12/2030                       | FRA             | EUR                 | 256,713         | 0.16               |
| 266,000                               | Goldman Sachs Group, Inc. (The), Reg. S 2% 03/22/2028              | USA             | EUR                 | 252,707         | 0.15               |
| 279,000                               | Assicurazioni Generali SpA, Reg. S 2.429% 07/14/2031               | ITA             | EUR                 | 245,393         | 0.15               |
| 269,000                               | Autostrade per l'Italia SpA, Reg. S 2% 01/15/2030                  | ITA             | EUR                 | 241,175         | 0.15               |
| 251,000                               | Verizon Communications, Inc. 1.375% 10/27/2026                     | USA             | EUR                 | 240,351         | 0.15               |
| 274,000                               | ANZ New Zealand Int'l Ltd., Reg. S 0.375% 09/17/2029               | NZL             | EUR                 | 235,834         | 0.14               |
| 250,000                               | Aeroporti di Roma SpA, Reg. S 1.625% 02/02/2029                    | ITA             | EUR                 | 229,358         | 0.14               |
| 229,000                               | NE Property BV, Reg. S 3.375% 07/14/2027                           | ROU             | EUR                 | 222,739         | 0.14               |
| 234,000                               | CPI Property Group SA, Reg. S 2.75% 05/12/2026                     | CZE             | EUR                 | 219,263         | 0.13               |
| 200,000                               | Legal & General Group plc, Reg. S 4.5% 11/01/2050                  | GBR             | GBP                 | 215,112         | 0.13               |
| 223,000                               | Telefonaktiebolaget LM Ericsson, Reg. S 1.125% 02/08/2027          | SWE             | EUR                 | 208,996         | 0.13               |
| 234,000                               | Aker BP ASA, Reg. S 1.125% 05/12/2029                              | NOR             | EUR                 | 207,489         | 0.13               |
| 177,000                               | Barclays plc, Reg. S 3.75% 11/22/2030                              | GBR             | GBP                 | 201,721         | 0.12               |
| 252,000                               | Simon International Finance SCA, Reg. S 1.125% 03/19/2033          | USA             | EUR                 | 201,689         | 0.12               |
| 200,000                               | Netflix, Inc. 3.625% 05/15/2027                                    | USA             | EUR                 | 201,084         | 0.12               |
| 234,000                               | Mercedes-Benz Group AG, Reg. S 1.125% 11/06/2031                   | DEU             | EUR                 | 199,735         | 0.12               |
| 200,000                               | UBS Group AG, Reg. S 2.75% 06/15/2027                              | CHE             | EUR                 | 195,892         | 0.12               |
| 200,000                               | ABN AMRO Bank NV, Reg. S 4.375% Perpetual                          | NLD             | EUR                 | 195,268         | 0.12               |
| 200,000                               | Credit Agricole SA, Reg. S 1.625% 06/05/2030                       | FRA             | EUR                 | 194,940         | 0.12               |
| 200,000                               | BPCE SA, Reg. S 1.375% 03/23/2026                                  | FRA             | EUR                 | 192,179         | 0.12               |
| 205,000                               | Westpac Banking Corp., Reg. S 0.766% 05/13/2031                    | AUS             | EUR                 | 191,489         | 0.12               |
| 228,000                               | HSBC Holdings plc, Reg. S 0.77% 11/13/2031                         | GBR             | EUR                 | 190,442         | 0.12               |
| 184,000                               | Nordea Bank Abp, Reg. S 0.625% 08/18/2031                          | FIN             | EUR                 | 172,170         | 0.10               |
| 164,000                               | Visa, Inc. 2% 06/15/2029                                           | USA             | EUR                 | 155,252         | 0.09               |
| 149,000                               | Celanese US Holdings LLC 4.777% 07/19/2026                         | USA             | EUR                 | 151,131         | 0.09               |
| 161,000                               | Lloyds Banking Group plc, Reg. S 1.5% 09/12/2027                   | GBR             | EUR                 | 151,108         | 0.09               |
| 183,000                               | Suzano Austria GmbH 3.75% 01/15/2031                               | BRA             | USD                 | 148,968         | 0.09               |
| 149,000                               | UGI International LLC, Reg. S 2.5% 12/01/2029                      | USA             | EUR                 | 132,684         | 0.08               |
| 123,000                               | Statkraft A/S, Reg. S 2.875% 09/13/2029                            | NOR             | EUR                 | 120,051         | 0.07               |
| 137,000                               | WMG Acquisition Corp., Reg. S 2.25% 08/15/2031                     | USA             | EUR                 | 119,786         | 0.07               |
| 120,000                               | FedEx Corp. 0.45% 05/04/2029                                       | USA             | EUR                 | 103,991         | 0.06               |
| 107,000                               | Danske Bank A/S, Reg. S 1% 05/15/2031                              | DNK             | EUR                 | 101,347         | 0.06               |
| 100,000                               | ManpowerGroup, Inc., Reg. S 3.5% 06/30/2027                        | USA             | EUR                 | 99,942          | 0.06               |
| 100,000                               | TotalEnergies Capital International SA, Reg. S 2.5% 03/25/2026     | FRA             | EUR                 | 98,633          | 0.06               |
| 100,000                               | ZF Finance GmbH, Reg. S 3.75% 09/21/2028                           | DEU             | EUR                 | 97,002          | 0.06               |
| 100,000                               | EDP - Energias de Portugal SA, Reg. S 1.625% 04/15/2027            | PRT             | EUR                 | 95,311          | 0.06               |
| 100,000                               | Illinois Tool Works, Inc. 2.125% 05/22/2030                        | USA             | EUR                 | 93,247          | 0.06               |
| 100,000                               | Acciona Energia Financiacion Filiales SA, Reg. S 0.375% 10/07/2027 | ESP             | EUR                 | 89,719          | 0.05               |
| 115,000                               | Aroundtown SA, Reg. S 2.875% Perpetual                             | DEU             | EUR                 | 64,225          | 0.04               |
|                                       |                                                                    |                 |                     | 9,350,170       | 5.69               |
| <b>Government and Municipal Bonds</b> |                                                                    |                 |                     |                 |                    |
| 1,492,000                             | UK Treasury, Reg. S 3.75% 10/22/2053                               | GBR             | GBP                 | 1,506,812       | 0.92               |
| 1,619,000                             | US Treasury 2.375% 08/15/2024                                      | USA             | USD                 | 1,505,812       | 0.91               |
| 8,592,730                             | Brazil Notas do Tesouro Nacional 6% 08/15/2050                     | BRA             | BRL                 | 1,368,288       | 0.83               |
| 673,000                               | Bundesrepublik Deutschland, Reg. S 4.25% 07/04/2039                | DEU             | EUR                 | 802,977         | 0.49               |
| 360,000                               | France Government Bond OAT, Reg. S, 144A 2.75% 10/25/2027          | FRA             | EUR                 | 356,650         | 0.22               |
| 315,000                               | Portugal Obrigacoes do Tesouro, Reg. S, 144A 2.875% 07/21/2026     | PRT             | EUR                 | 314,619         | 0.19               |
| 296,000                               | Bundesrepublik Deutschland, Reg. S 0.25% 02/15/2027                | DEU             | EUR                 | 278,585         | 0.17               |
| 296,000                               | Bonos Y Oblig del Estando, Reg. S, 144A 1.4% 07/30/2028            | ESP             | EUR                 | 277,949         | 0.17               |
| 293,000                               | Bonos Y Oblig del Estando, Reg. S, 144A 1.95% 07/30/2030           | ESP             | EUR                 | 275,141         | 0.17               |
| 349,000                               | France Government Bond OAT, Reg. S, 144A 0% 05/25/2032             | FRA             | EUR                 | 273,795         | 0.17               |
| 249,000                               | Bonos Y Oblig del Estando, Reg. S, 144A 4.2% 01/31/2037            | ESP             | EUR                 | 265,545         | 0.16               |
| 227,000                               | Bundesrepublik Deutschland, Reg. S 4% 01/04/2037                   | DEU             | EUR                 | 260,542         | 0.16               |
| 236,000                               | Bundesrepublik Deutschland, Reg. S 5.625% 01/04/2028               | DEU             | EUR                 | 260,208         | 0.16               |
| 217,000                               | Bundesrepublik Deutschland, Reg. S 4.75% 07/04/2034                | DEU             | EUR                 | 259,880         | 0.16               |
| 219,000                               | Bundesrepublik Deutschland, Reg. S 5.5% 01/04/2031                 | DEU             | EUR                 | 258,436         | 0.16               |
| 233,000                               | France Government Bond OAT, Reg. S, 144A 5.5% 04/25/2029           | FRA             | EUR                 | 258,064         | 0.16               |
| 216,000                               | Bundesrepublik Deutschland, Reg. S 6.25% 01/04/2030                | DEU             | EUR                 | 257,721         | 0.16               |
| 243,000                               | France Government Bond OAT, Reg. S, 144A 4% 10/25/2038             | FRA             | EUR                 | 257,392         | 0.16               |
| 202,000                               | Bundesrepublik Deutschland, Reg. S 4.75% 07/04/2040                | DEU             | EUR                 | 255,983         | 0.15               |
| 233,000                               | Bonos Y Oblig del Estando, Reg. S, 144A 1.95% 04/30/2026           | ESP             | EUR                 | 228,138         | 0.14               |

**Franklin Diversified Dynamic Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| 246,000                           | Bonos Y Oblig del Estando, Reg. S, 144A 2.35% 07/30/2033                                | ESP             | EUR                 | 227,984           | 0.14               |
| 262,000                           | Belgium Government Bond, Reg. S, 144A 1.25% 04/22/2033                                  | BEL             | EUR                 | 227,067           | 0.14               |
| 242,000                           | Power Finance Corp. Ltd., Reg. S 1.841% 09/21/2028                                      | IND             | EUR                 | 218,231           | 0.13               |
| 267,000                           | France Government Bond OAT, Reg. S, 144A 1.75% 06/25/2039                               | FRA             | EUR                 | 214,084           | 0.13               |
| 197,000                           | Bundesrepublik Deutschland, Reg. S 3.25% 07/04/2042                                     | DEU             | EUR                 | 212,219           | 0.13               |
| 222,000                           | TenneT Holding BV, Reg. S 2.75% 05/17/2042                                              | NLD             | EUR                 | 194,112           | 0.12               |
| 186,000                           | Austria Government Bond, Reg. S, 144A 1.65% 10/21/2024                                  | AUT             | EUR                 | 184,943           | 0.11               |
| 189,000                           | Bundesrepublik Deutschland, Reg. S 1% 08/15/2025                                        | DEU             | EUR                 | 184,691           | 0.11               |
| 189,000                           | Austria Government Bond, Reg. S, 144A 1.2% 10/20/2025                                   | AUT             | EUR                 | 184,223           | 0.11               |
| 222,000                           | Netherlands Government Bond, Reg. S, 144A 0% 07/15/2031                                 | NLD             | EUR                 | 183,932           | 0.11               |
| 218,000                           | Netherlands Government Bond, Reg. S, 144A 0.5% 07/15/2032                               | NLD             | EUR                 | 183,271           | 0.11               |
| 190,000                           | Belgium Government Bond, Reg. S, 144A 2.75% 04/22/2039                                  | BEL             | EUR                 | 176,738           | 0.11               |
| 170,000                           | Austria Government Bond, Reg. S, 144A 4.85% 03/15/2026                                  | AUT             | EUR                 | 174,744           | 0.11               |
| 166,000                           | France Government Bond OAT, Reg. S, 144A 6% 10/25/2025                                  | FRA             | EUR                 | 171,714           | 0.10               |
| 145,000                           | Netherlands Government Bond, Reg. S, 144A 0.25% 07/15/2025                              | NLD             | EUR                 | 140,770           | 0.08               |
| 208,000                           | Bonos Y Oblig del Estando, Reg. S, 144A 1% 07/30/2042                                   | ESP             | EUR                 | 133,310           | 0.08               |
| 132,000                           | Finland Government Bond, Reg. S, 144A 4% 07/04/2025                                     | FIN             | EUR                 | 133,020           | 0.08               |
| 167,000                           | France Government Bond OAT, Reg. S, 144A 1.25% 05/25/2036                               | FRA             | EUR                 | 132,679           | 0.08               |
| 115,000                           | France Government Bond OAT, Reg. S, 144A 4.75% 04/25/2035                               | FRA             | EUR                 | 129,792           | 0.08               |
| 165,000                           | France Government Bond OAT, Reg. S, 144A 2% 05/25/2048                                  | FRA             | EUR                 | 122,242           | 0.07               |
| 127,000                           | Orsted A/S, Reg. S 2.25% 06/14/2028                                                     | DNK             | EUR                 | 121,204           | 0.07               |
| 100,000                           | Permanent TSB Group Holdings plc, Reg. S 5.25% 06/30/2025                               | IRL             | EUR                 | 100,000           | 0.06               |
|                                   |                                                                                         |                 |                     | <u>13,273,507</u> | <u>8.07</u>        |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | <u>22,623,677</u> | <u>13.76</u>       |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     |                   |                    |
|                                   |                                                                                         |                 |                     | 142,858,478       | 86.87              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                   |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                   |                    |
|                                   | <b>Corporate Bonds</b>                                                                  |                 |                     |                   |                    |
| 123,000                           | SCIH Salt Holdings, Inc., 144A 4.875% 05/01/2028                                        | USA             | USD                 | 106,953           | 0.06               |
| 117,000                           | Ingevity Corp., 144A 3.875% 11/01/2028                                                  | USA             | USD                 | 99,262            | 0.06               |
| 14,945                            | Adient Global Holdings Ltd., 144A 3.5% 08/15/2024                                       | USA             | EUR                 | 14,923            | 0.01               |
|                                   |                                                                                         |                 |                     | <u>221,138</u>    | <u>0.13</u>        |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                   |                    |
| 175,000                           | Ecopetrol SA 4.625% 11/02/2031                                                          | COL             | USD                 | 133,835           | 0.08               |
|                                   |                                                                                         |                 |                     | <u>133,835</u>    | <u>0.08</u>        |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | <u>354,973</u>    | <u>0.21</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                 |                     |                   |                    |
|                                   |                                                                                         |                 |                     | 354,973           | 0.21               |
|                                   | UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS                |                 |                     |                   |                    |
|                                   | <b>COLLECTIVE INVESTMENT SCHEMES - AIF</b>                                              |                 |                     |                   |                    |
|                                   | <b>Financial Services</b>                                                               |                 |                     |                   |                    |
| 308,134                           | 3i Infrastructure plc                                                                   | GBR             | GBP                 | 1,165,282         | 0.71               |
| 577,612                           | Greencoat UK Wind plc                                                                   | GBR             | GBP                 | 899,868           | 0.55               |
| 732,190                           | Renewables Infrastructure Group Ltd. (The)                                              | GGY             | GBP                 | 823,935           | 0.50               |
| 522,300                           | International Public Partnerships Ltd.                                                  | GGY             | GBP                 | 786,175           | 0.48               |
| 589,411                           | Bluefield Solar Income Fund Ltd.                                                        | GGY             | GBP                 | 732,763           | 0.45               |
| 671,686                           | Foresight Solar Fund Ltd.                                                               | GBR             | GBP                 | 714,265           | 0.43               |
| 433,890                           | BBGI Global Infrastructure SA                                                           | LUX             | GBP                 | 680,059           | 0.41               |
| 439,609                           | Hicl Infrastructure plc                                                                 | GBR             | GBP                 | 644,609           | 0.39               |
|                                   |                                                                                         |                 |                     | <u>6,446,956</u>  | <u>3.92</u>        |
|                                   | <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - AIF</b>                                        |                 |                     | <u>6,446,956</u>  | <u>3.92</u>        |
|                                   | <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                            |                 |                     |                   |                    |
|                                   | <b>Financial Services</b>                                                               |                 |                     |                   |                    |
| 355,201                           | FTAF Franklin K2 Cat Bond UCITS Fund - Y (Acc) USD                                      | LUX             | USD                 | 4,042,484         | 2.46               |
| 241,479                           | FTIF Franklin Emerging Market Corporate Debt Fund - Y (Mdis) EUR                        | LUX             | EUR                 | 2,322,232         | 1.41               |
|                                   |                                                                                         |                 |                     | <u>6,364,716</u>  | <u>3.87</u>        |
|                                   | <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                      |                 |                     | <u>6,364,716</u>  | <u>3.87</u>        |

**Franklin Diversified Dynamic Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                            | Country<br>code | Trading<br>currency | Market<br>value           | % of net<br>assets  |
|-----------------------------------|----------------------------------------------------------------------------------------|-----------------|---------------------|---------------------------|---------------------|
| <b>EXCHANGE TRADED FUNDS</b>      |                                                                                        |                 |                     |                           |                     |
|                                   | <b>Financial Services</b>                                                              |                 |                     |                           |                     |
| 256,422                           | MSCI China ESG Universal Low Carbon Select Fund                                        | LUX             | EUR                 | 1,891,304                 | 1.15                |
|                                   |                                                                                        |                 |                     | <u>1,891,304</u>          | <u>1.15</u>         |
|                                   | <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                     |                 |                     | <u>1,891,304</u>          | <u>1.15</u>         |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b> |                 |                     | 14,702,976                | 8.94                |
|                                   | <b>TOTAL INVESTMENTS</b>                                                               |                 |                     | <u><b>157,916,427</b></u> | <u><b>96.02</b></u> |

## Schedule of Investments, June 30, 2024

## Franklin Emerging Market Corporate Debt Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Metals &amp; Mining</b>                                                |                 |                     |                 |                    |
| 119,538                           | Petra Diamonds Ltd.                                                       | ZAF             | GBP                 | 60,597          | 0.23               |
|                                   |                                                                           |                 |                     | 60,597          | 0.23               |
|                                   | <b>TOTAL SHARES</b>                                                       |                 |                     | 60,597          | 0.23               |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                    |                 |                     |                 |                    |
| 6,300,000,000                     | Ipoteka-Bank ATIB, Reg. S 20.5% 04/25/2027                                | UZB             | UZS                 | 498,525         | 1.89               |
| 300,000                           | Banca Transilvania SA, Reg. S 8.875% 04/27/2027                           | ROU             | EUR                 | 339,479         | 1.29               |
| 400,000                           | Adani Electricity Mumbai Ltd., Reg. S 3.867% 07/22/2031                   | IND             | USD                 | 327,392         | 1.24               |
| 300,000                           | OTP Bank Nyrt., Reg. S 4.75% 06/12/2028                                   | HUN             | EUR                 | 320,827         | 1.21               |
| 300,000                           | Trident Energy Finance plc, Reg. S 12.5% 11/30/2029                       | BRA             | USD                 | 308,978         | 1.17               |
| 300,000                           | HDFC Bank Ltd., Reg. S 5.196% 02/15/2027                                  | IND             | USD                 | 298,346         | 1.13               |
| 5,500,000                         | America Movil SAB de CV 7.125% 12/09/2024                                 | MEX             | MXN                 | 296,348         | 1.12               |
| 300,000                           | Coca-Cola Icecek A/S, Reg. S 4.5% 01/20/2029                              | TUR             | USD                 | 276,495         | 1.05               |
| 300,000                           | Prosus NV, Reg. S 1.288% 07/13/2029                                       | CHN             | EUR                 | 276,236         | 1.05               |
| 400,000                           | Frigorifico Concepcion SA, Reg. S 7.7% 07/21/2028                         | PRY             | USD                 | 272,387         | 1.03               |
|                                   | Powszechna Kasa Oszczednosci Bank Polski SA, Reg. S                       |                 |                     |                 |                    |
| 250,000                           | 4.5% 03/27/2028                                                           | POL             | EUR                 | 268,254         | 1.02               |
| 300,000                           | MHP Lux SA, Reg. S 6.95% 04/03/2026                                       | UKR             | USD                 | 250,209         | 0.95               |
| 250,000                           | Vestel Elektronik Sanayi ve Ticaret A/S, Reg. S 9.75% 05/15/2029          | TUR             | USD                 | 249,901         | 0.95               |
| 300,000                           | Braskem Idesa SAPI, Reg. S 7.45% 11/15/2029                               | MEX             | USD                 | 244,486         | 0.93               |
| 20,000,000                        | HDFC Bank Ltd., Reg. S 8.1% 03/22/2025                                    | IND             | INR                 | 239,614         | 0.91               |
| 250,000                           | Access Bank plc, Reg. S 6.125% 09/21/2026                                 | NGA             | USD                 | 238,037         | 0.90               |
| 200,000                           | Erste Bank Hungary Zrt., Reg. S 1.25% 02/04/2026                          | HUN             | EUR                 | 210,182         | 0.80               |
| 289,698                           | Petra Diamonds US Treasury plc, Reg. S 9.75% 03/08/2026                   | ZAF             | USD                 | 204,237         | 0.77               |
| 200,000                           | Ardshinbank CJSC Via Dilijan Finance BV, Reg. S 6.5% 01/28/2025           | ARM             | USD                 | 200,524         | 0.76               |
| 200,000                           | Kosmos Energy Ltd., Reg. S 7.75% 05/01/2027                               | GHA             | USD                 | 195,697         | 0.74               |
| 200,000                           | Banco Internacional del Peru SAA Interbank, Reg. S 4% 07/08/2030          | PER             | USD                 | 194,366         | 0.74               |
| 200,000                           | IHS Netherlands Holdco BV, Reg. S 8% 09/18/2027                           | NGA             | USD                 | 194,334         | 0.74               |
| 200,000                           | SF Holding Investment Ltd., Reg. S 2.875% 02/20/2030                      | CHN             | USD                 | 178,015         | 0.67               |
| 200,000                           | Suzano Austria GmbH 3.75% 01/15/2031                                      | BRA             | USD                 | 174,382         | 0.66               |
| 165,780                           | Azure Power Energy Ltd., Reg. S 3.575% 08/19/2026                         | IND             | USD                 | 149,956         | 0.57               |
|                                   |                                                                           |                 |                     | 6,407,207       | 24.29              |
|                                   | <b>Government and Municipal Bonds</b>                                     |                 |                     |                 |                    |
| 250,000                           | Bank Gospodarstwa Krajowego, Reg. S 5.125% 02/22/2033                     | POL             | EUR                 | 289,856         | 1.10               |
| 250,000                           | BOI Finance BV, Reg. S 7.5% 02/16/2027                                    | NGA             | EUR                 | 252,718         | 0.96               |
| 200,000                           | Southern Gas Corridor CJSC, Reg. S 6.875% 03/24/2026                      | AZE             | USD                 | 201,343         | 0.76               |
| 200,000                           | Bank Gospodarstwa Krajowego, Reg. S 5.375% 05/22/2033                     | POL             | USD                 | 198,216         | 0.75               |
|                                   |                                                                           |                 |                     | 942,133         | 3.57               |
|                                   | <b>Quasi-Sovereign Bonds</b>                                              |                 |                     |                 |                    |
| 450,000                           | KazMunayGas National Co. JSC, Reg. S 5.75% 04/19/2047                     | KAZ             | USD                 | 392,749         | 1.49               |
| 400,000                           | Khazanah Capital Ltd., Reg. S 4.876% 06/01/2033                           | MYS             | USD                 | 392,446         | 1.49               |
| 400,000                           | Power Finance Corp. Ltd., Reg. S 3.75% 12/06/2027                         | IND             | USD                 | 378,020         | 1.43               |
| 400,000                           | Autoridad del Canal de Panama, Reg. S 4.95% 07/29/2035                    | PAN             | USD                 | 367,665         | 1.39               |
| 400,000                           | Georgian Railway JSC, Reg. S 4% 06/17/2028                                | GEO             | USD                 | 355,854         | 1.35               |
|                                   | Pakistan Water & Power Development Authority, Reg. S                      |                 |                     |                 |                    |
| 400,000                           | 7.5% 06/04/2031                                                           | PAK             | USD                 | 302,240         | 1.15               |
| 300,000                           | MVM Energetika Zrt., Reg. S 6.5% 03/13/2031                               | HUN             | USD                 | 301,326         | 1.14               |
| 333,678                           | Provincia del Chubut Argentina, Reg. S 7.75% 07/26/2030*                  | ARG             | USD                 | 299,476         | 1.14               |
| 226,443                           | Provincia de Neuquen Argentina, Reg. S 8.625% 05/12/2030*                 | ARG             | USD                 | 228,141         | 0.86               |
| 200,000                           | Istanbul Metropolitan Municipality, Reg. S 10.75% 04/12/2027              | TUR             | USD                 | 214,849         | 0.81               |
| 100,000,000                       | Development Bank of Kazakhstan JSC, Reg. S 13% 04/15/2027                 | KAZ             | KZT                 | 210,247         | 0.80               |
| 200,000                           | MFB Magyar Fejlesztési Bank Zrt., Reg. S 6.5% 06/29/2028                  | HUN             | USD                 | 203,720         | 0.77               |
| 200,000                           | Magyar Export-Import Bank Zrt., Reg. S 6.125% 12/04/2027                  | HUN             | USD                 | 200,914         | 0.76               |
| 200,000                           | SOCAR Turkey Enerji A/S, Reg. S 7.23% 03/17/2026                          | AZE             | USD                 | 199,593         | 0.76               |
| 100,000,000                       | Development Bank of Kazakhstan JSC, Reg. S 10.95% 05/06/2026              | KAZ             | KZT                 | 199,554         | 0.76               |
| 200,000                           | Corp. Financiera de Desarrollo SA, Reg. S 4.75% 07/15/2025                | PER             | USD                 | 197,708         | 0.75               |
| 200,000                           | Pertamina Persero PT, Reg. S 5.625% 05/20/2043                            | IDN             | USD                 | 193,099         | 0.73               |
|                                   | Perusahaan Perseroan Persero PT Perusahaan Listrik Negara, Reg.           |                 |                     |                 |                    |
| 200,000                           | S 3.375% 02/05/2030                                                       | IDN             | USD                 | 178,918         | 0.68               |
| 200,000                           | Development Bank of Belarus JSC, Reg. S 6.75% 05/02/2024*                 | BLR             | USD                 | 91,000          | 0.35               |
| 80,850                            | Provincia de Tierra Del Fuego Argentina, Reg. S 8.95% 01/21/2030*         | ARG             | USD                 | 74,382          | 0.28               |



## Franklin Emerging Market Corporate Debt Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                                                       | Description                                                                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------------------------------------------|------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 60,000                                                                                  | State Savings Bank of Ukraine, Reg. S 9.625% 03/20/2025                            | UKR             | USD                 | 56,228          | 0.21               |
| 200,000,000                                                                             | Bogota Distrito Capital, Reg. S 9.75% 07/26/2028                                   | COL             | COP                 | 44,843          | 0.17               |
|                                                                                         |                                                                                    |                 |                     | 5,082,972       | 19.27              |
| <b>Supranational</b>                                                                    |                                                                                    |                 |                     |                 |                    |
| 450,000                                                                                 | African Export-Import Bank (The), Reg. S 3.798% 05/17/2031                         | SP              | USD                 | 385,510         | 1.46               |
| 300,000                                                                                 | Banque Ouest Africaine de Developpement, Reg. S 4.7% 10/22/2031                    | SP              | USD                 | 262,766         | 1.00               |
| 12,000,000                                                                              | Asian Development Bank 17% 03/25/2025                                              | SP              | EGP                 | 246,497         | 0.93               |
| 200,000                                                                                 | Corp. Andina de Fomento 5% 01/24/2029                                              | SP              | USD                 | 199,667         | 0.76               |
|                                                                                         |                                                                                    |                 |                     | 1,094,440       | 4.15               |
|                                                                                         |                                                                                    |                 |                     | 13,526,752      | 51.28              |
| <b>TOTAL BONDS</b>                                                                      |                                                                                    |                 |                     |                 |                    |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                                                                                    |                 |                     |                 |                    |
|                                                                                         |                                                                                    |                 |                     | 13,587,349      | 51.51              |
| TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                                                                                    |                 |                     |                 |                    |
| <b>BONDS</b>                                                                            |                                                                                    |                 |                     |                 |                    |
| <b>Asset-Backed Securities</b>                                                          |                                                                                    |                 |                     |                 |                    |
| 14,461                                                                                  | Peru Enhanced Pass-Through Finance Ltd., Reg. S 0% 06/02/2025                      | PER             | USD                 | 13,765          | 0.05               |
|                                                                                         |                                                                                    |                 |                     | 13,765          | 0.05               |
| <b>Corporate Bonds</b>                                                                  |                                                                                    |                 |                     |                 |                    |
| 623,878                                                                                 | Chile Electricity PEC SpA, Reg. S 0% 01/25/2028                                    | CHL             | USD                 | 500,662         | 1.90               |
| 400,000                                                                                 | Banco de Occidente SA, Reg. S 10.875% 08/13/2034                                   | COL             | USD                 | 427,416         | 1.62               |
| 400,000                                                                                 | Inversiones CMPC SA, Reg. S 6.125% 02/26/2034                                      | CHL             | USD                 | 408,041         | 1.55               |
| 400,000                                                                                 | Krakatau Posco PT, Reg. S 6.375% 06/11/2027                                        | IDN             | USD                 | 402,353         | 1.53               |
| 400,000                                                                                 | Cencosud SA, Reg. S 5.95% 05/28/2031                                               | CHL             | USD                 | 401,992         | 1.52               |
| 400,000                                                                                 | International Container Terminal Services, Inc., Reg. S<br>4.75% 06/17/2030        | PHL             | USD                 | 384,206         | 1.46               |
| 360,000                                                                                 | Ambipar Lux SARL, Reg. S 9.875% 02/06/2031                                         | BRA             | USD                 | 349,363         | 1.32               |
| 400,000                                                                                 | Tupy Overseas SA, Reg. S 4.5% 02/16/2031                                           | BRA             | USD                 | 344,827         | 1.31               |
| 387,797                                                                                 | UEP Penonome II SA, Reg. S 6.5% 10/01/2038                                         | PAN             | USD                 | 326,299         | 1.24               |
| 300,000                                                                                 | Antofagasta plc, Reg. S 6.25% 05/02/2034                                           | CHL             | USD                 | 310,898         | 1.18               |
| 300,000                                                                                 | Raizen Fuels Finance SA, Reg. S 6.45% 03/05/2034                                   | BRA             | USD                 | 304,927         | 1.16               |
| 300,000                                                                                 | Energo-Pro A/S, Reg. S 8.5% 02/04/2027                                             | CZE             | USD                 | 299,987         | 1.14               |
| 300,000                                                                                 | Bank of Georgia JSC, Reg. S 9.5% Perpetual                                         | GEO             | USD                 | 292,470         | 1.11               |
| 296,984                                                                                 | Limak Iskenderun Uluslararası Liman İşletmeciliği A/S, Reg. S<br>9.5% 07/10/2036   | TUR             | USD                 | 274,497         | 1.04               |
| 300,000                                                                                 | CT Trust, Reg. S 5.125% 02/03/2032                                                 | GTM             | USD                 | 264,542         | 1.00               |
| 300,000                                                                                 | Globo Comunicacao e Participacoes SA, Reg. S 5.5% 01/14/2032                       | BRA             | USD                 | 262,967         | 1.00               |
| 950,000                                                                                 | Banco de Credito del Peru S.A., Reg. S 7.85% 01/11/2029                            | PER             | PEN                 | 257,057         | 0.97               |
| 289,539                                                                                 | AES Panama Generation Holdings SRL, Reg. S 4.375% 05/31/2030                       | PAN             | USD                 | 251,983         | 0.96               |
| 250,000                                                                                 | Telecommunications Services of Trinidad & Tobago Ltd., Reg. S<br>8.875% 10/18/2029 | TTO             | USD                 | 247,868         | 0.94               |
| 250,000                                                                                 | Golomt Bank, Reg. S 11% 05/20/2027                                                 | MNG             | USD                 | 246,472         | 0.93               |
| 250,000                                                                                 | Tullow Oil plc, Reg. S 7% 03/01/2025                                               | GHA             | USD                 | 241,001         | 0.91               |
| 250,000                                                                                 | Braskem Netherlands Finance BV, Reg. S 4.5% 01/31/2030                             | BRA             | USD                 | 211,567         | 0.80               |
| 200,000                                                                                 | Aegea Finance SARL, Reg. S 9% 01/20/2031                                           | BRA             | USD                 | 208,146         | 0.79               |
| 200,000                                                                                 | Aegea Finance SARL, Reg. S 9% 01/20/2031                                           | BRA             | USD                 | 208,146         | 0.79               |
| 200,000                                                                                 | Buffalo Energy Mexico Holdings, Reg. S 7.875% 02/15/2039                           | MEX             | USD                 | 207,993         | 0.79               |
| 200,000                                                                                 | BBVA Bancomer SA, Reg. S 8.45% 06/29/2038                                          | MEX             | USD                 | 206,273         | 0.78               |
| 200,000                                                                                 | TAV Havalimanlari Holding A/S, Reg. S 8.5% 12/07/2028                              | TUR             | USD                 | 204,998         | 0.78               |
| 200,000                                                                                 | AES Andes SA, Reg. S 6.3% 03/15/2029                                               | CHL             | USD                 | 201,556         | 0.76               |
| 200,000                                                                                 | Bangkok Bank PCL, Reg. S 5.5% 09/21/2033                                           | THA             | USD                 | 199,029         | 0.75               |
| 200,000                                                                                 | BDO Unibank, Inc., Reg. S 2.125% 01/13/2026                                        | PHL             | USD                 | 189,852         | 0.72               |
| 200,000                                                                                 | Endeavour Mining plc, Reg. S 5% 10/14/2026                                         | BFA             | USD                 | 189,795         | 0.72               |
| 200,000                                                                                 | Banco Mercantil del Norte SA, Reg. S 5.875% Perpetual                              | MEX             | USD                 | 187,846         | 0.71               |
| 200,000                                                                                 | Sitios Latinoamerica SAB de CV, Reg. S 5.375% 04/04/2032                           | BRA             | USD                 | 186,328         | 0.71               |
| 200,000                                                                                 | Alpek SAB de CV, Reg. S 4.25% 09/18/2029                                           | MEX             | USD                 | 183,928         | 0.70               |
| 200,000                                                                                 | InRetail Consumer, Reg. S 3.25% 03/22/2028                                         | PER             | USD                 | 180,973         | 0.69               |
| 190,150                                                                                 | MC Brazil Downstream Trading SARL, Reg. S 7.25% 06/30/2031                         | BRA             | USD                 | 168,666         | 0.64               |
| 400,000                                                                                 | Country Garden Holdings Co. Ltd., Reg. S 4.2% 02/06/2026 <sup>§</sup>              | CHN             | USD                 | 35,650          | 0.13               |
| 400,000                                                                                 | Shimao Group Holdings Ltd., Reg. S 5.2% 01/16/2027 <sup>§</sup>                    | CHN             | USD                 | 20,700          | 0.08               |
| 200,000                                                                                 | Country Garden Holdings Co. Ltd., Reg. S 7.25% 04/08/2026 <sup>§</sup>             | CHN             | USD                 | 18,120          | 0.07               |
| 300,000                                                                                 | SD International Sukuk II Ltd., Reg. S 6.997% 03/12/2025 <sup>§</sup>              | MYS             | USD                 | 6,000           | 0.02               |
|                                                                                         |                                                                                    |                 |                     | 9,815,394       | 37.22              |

**Franklin Emerging Market Corporate Debt Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                                                                        | Description                                                | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| <b>Quasi-Sovereign Bonds</b>                                                                                                             |                                                            |                 |                     |                   |                    |
| 364,000                                                                                                                                  | Greenko Dutch BV, Reg. S 3.85% 03/29/2026                  | IND             | USD                 | 343,863           | 1.31               |
| 400,000                                                                                                                                  | Ecopetrol SA 4.625% 11/02/2031                             | COL             | USD                 | 327,658           | 1.24               |
| 400,000                                                                                                                                  | Comision Federal de Electricidad, Reg. S 3.875% 07/26/2033 | MEX             | USD                 | 320,094           | 1.21               |
| 275,000                                                                                                                                  | Heritage Petroleum Co. Ltd., Reg. S 9% 08/12/2029          | TTO             | USD                 | 288,338           | 1.09               |
| 333,333                                                                                                                                  | Rutas 2 & 7 Finance Ltd., Reg. S 0% 09/30/2036             | PRY             | USD                 | 229,847           | 0.87               |
| 230,000                                                                                                                                  | CNAC HK Finbridge Co. Ltd., Reg. S 3.875% 06/19/2029       | CHN             | USD                 | 215,054           | 0.82               |
| 200,000                                                                                                                                  | Bank Mandiri Persero Tbk. PT, Reg. S 4.75% 05/13/2025      | IDN             | USD                 | 198,403           | 0.75               |
| 171,665                                                                                                                                  | Lima Metro Line 2 Finance Ltd., Reg. S 5.875% 07/05/2034   | PER             | USD                 | 169,185           | 0.64               |
| 775,371,046                                                                                                                              | Fideicomiso PA Costera, Reg. S 6.25% 01/15/2034            | COL             | COP                 | 163,918           | 0.62               |
| 100,000                                                                                                                                  | CITGO Petroleum Corp., Reg. S 8.375% 01/15/2029            | VEN             | USD                 | 103,158           | 0.39               |
| 70,000                                                                                                                                   | CITGO Petroleum Corp., Reg. S 7% 06/15/2025                | VEN             | USD                 | 70,046            | 0.27               |
|                                                                                                                                          |                                                            |                 |                     | <u>2,429,564</u>  | <u>9.21</u>        |
| <b>TOTAL BONDS</b>                                                                                                                       |                                                            |                 |                     | <u>12,258,723</u> | <u>46.48</u>       |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                                            |                                                            |                 |                     | 12,258,723        | 46.48              |
| TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                                                            |                 |                     |                   |                    |
| <b>SHARES</b>                                                                                                                            |                                                            |                 |                     |                   |                    |
| <b>Broadline Retail</b>                                                                                                                  |                                                            |                 |                     |                   |                    |
| 2,465,385                                                                                                                                | K2016470219 South Africa Ltd. 'A''                         | ZAF             | ZAR                 | —                 | —                  |
| 245,340                                                                                                                                  | K2016470219 South Africa Ltd. 'B''                         | ZAF             | ZAR                 | —                 | —                  |
| 12,138                                                                                                                                   | K2016470219 South Africa Ltd., Escrow Account 'D''         | ZAF             | ZAR                 | —                 | —                  |
|                                                                                                                                          |                                                            |                 |                     | <u>—</u>          | <u>—</u>           |
| <b>TOTAL SHARES</b>                                                                                                                      |                                                            |                 |                     | <u>—</u>          | <u>—</u>           |
| <b>BONDS</b>                                                                                                                             |                                                            |                 |                     |                   |                    |
| <b>Corporate Bonds</b>                                                                                                                   |                                                            |                 |                     |                   |                    |
| 200,000                                                                                                                                  | Alfa Bank AO, Reg. S 5.95% 04/15/2030**§                   | RUS             | USD                 | —                 | —                  |
| 213,655                                                                                                                                  | K2016470219 South Africa Ltd., Reg. S 3% 12/31/2022**§     | ZAF             | USD                 | —                 | —                  |
| 94,116                                                                                                                                   | K2016470260 South Africa Ltd., Reg. S 25% 02/28/2023**§    | ZAF             | USD                 | —                 | —                  |
|                                                                                                                                          |                                                            |                 |                     | <u>—</u>          | <u>—</u>           |
| <b>TOTAL BONDS</b>                                                                                                                       |                                                            |                 |                     | <u>—</u>          | <u>—</u>           |
| <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                                                            |                 |                     | —                 | —                  |
| <b>TOTAL INVESTMENTS</b>                                                                                                                 |                                                            |                 |                     | <u>25,846,072</u> | <u>97.99</u>       |

\* Could also be classified as Municipals

§ These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation



## Schedule of Investments, June 30, 2024

## Franklin Emerging Markets Debt Opportunities Hard Currency Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Metals &amp; Mining</b>                                                |                 |                     |                 |                    |
| 67,377                            | Petra Diamonds Ltd.                                                       | ZAF             | GBP                 | 34,155          | 0.02               |
|                                   |                                                                           |                 |                     | 34,155          | 0.02               |
|                                   | <b>TOTAL SHARES</b>                                                       |                 |                     | 34,155          | 0.02               |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                    |                 |                     |                 |                    |
| 2,500,000                         | Kosmos Energy Ltd., Reg. S 7.75% 05/01/2027                               | GHA             | USD                 | 2,446,217       | 1.19               |
| 1,750,000                         | Banca Transilvania SA, Reg. S 8.875% 04/27/2027                           | ROU             | EUR                 | 1,980,295       | 0.96               |
| 2,500,000                         | Frigorifico Concepcion SA, Reg. S 7.7% 07/21/2028                         | PRY             | USD                 | 1,702,418       | 0.83               |
| 1,593,337                         | Petra Diamonds US Treasury plc, Reg. S 9.75% 03/08/2026                   | ZAF             | USD                 | 1,123,303       | 0.55               |
| 1,000,000                         | IHS Netherlands Holdco BV, Reg. S 8% 09/18/2027                           | NGA             | USD                 | 971,669         | 0.47               |
| 1,100,000                         | Braskem Idesa SAPI, Reg. S 7.45% 11/15/2029                               | MEX             | USD                 | 896,450         | 0.44               |
| 700,000                           | Ardshinbank CJSC Via Dilijan Finance BV, Reg. S 6.5% 01/28/2025           | ARM             | USD                 | 701,834         | 0.34               |
| 2,100,000                         | Sri Rejeki Isman Tbk. PT, Reg. S 7.25% 01/16/2025 <sup>s</sup>            | IDN             | USD                 | 57,960          | 0.03               |
|                                   |                                                                           |                 |                     | 9,880,146       | 4.81               |
|                                   | <b>Government and Municipal Bonds</b>                                     |                 |                     |                 |                    |
| 6,700,000                         | Romania Government Bond, Reg. S 1.375% 12/02/2029                         | ROU             | EUR                 | 5,945,999       | 2.90               |
| 7,500,000                         | Turkey Government Bond 4.875% 04/16/2043                                  | TUR             | USD                 | 5,323,125       | 2.59               |
| 5,562,500                         | Iraq Government Bond, Reg. S 5.8% 01/15/2028                              | IRQ             | USD                 | 5,211,898       | 2.54               |
| 5,550,000                         | South Africa Government Bond 4.3% 10/12/2028                              | ZAF             | USD                 | 5,098,535       | 2.48               |
| 5,400,000                         | Serbia Government Bond, Reg. S 1.5% 06/26/2029                            | SRB             | EUR                 | 4,923,123       | 2.40               |
| 5,300,000                         | Ivory Coast Government Bond, Reg. S 4.875% 01/30/2032                     | CIV             | EUR                 | 4,766,210       | 2.32               |
| 5,875,000                         | Mexico Government Bond 4.6% 01/23/2046                                    | MEX             | USD                 | 4,545,971       | 2.21               |
| 4,200,000                         | Uruguay Government Bond 4.375% 01/23/2031                                 | URY             | USD                 | 4,088,313       | 1.99               |
| 4,500,000                         | Brazil Government Bond 3.875% 06/12/2030                                  | BRA             | USD                 | 3,983,379       | 1.94               |
| 3,850,000                         | Jordan Government Bond, Reg. S 7.5% 01/13/2029                            | JOR             | USD                 | 3,775,406       | 1.84               |
| 4,118,000                         | Benin Government Bond, Reg. S 4.875% 01/19/2032                           | BEN             | EUR                 | 3,706,045       | 1.80               |
| 4,400,000                         | Uzbekistan Government Bond, Reg. S 3.7% 11/25/2030                        | UZB             | USD                 | 3,625,968       | 1.77               |
| 3,800,000                         | Dominican Republic Government Bond, Reg. S 4.875% 09/23/2032              | DOM             | USD                 | 3,410,996       | 1.66               |
| 3,250,000                         | Colombia Government Bond 7.5% 02/02/2034                                  | COL             | USD                 | 3,260,851       | 1.59               |
| 3,700,000                         | Cameroon Government Bond, Reg. S 5.95% 07/07/2032                         | CMR             | EUR                 | 3,085,844       | 1.50               |
| 3,300,000                         | Angola Government Bond, Reg. S 8% 11/26/2029                              | AGO             | USD                 | 2,975,280       | 1.45               |
| 3,050,000                         | Brazil Government Bond 6.125% 03/15/2034                                  | BRA             | USD                 | 2,936,582       | 1.43               |
| 3,300,000                         | Angola Government Bond, Reg. S 8.75% 04/14/2032                           | AGO             | USD                 | 2,928,717       | 1.43               |
| 3,000,000                         | Indonesia Government Bond 4.15% 09/20/2027                                | IDN             | USD                 | 2,916,836       | 1.42               |
| 2,400,000                         | Jamaica Government Bond 7.875% 07/28/2045                                 | JAM             | USD                 | 2,818,704       | 1.37               |
| 2,850,000                         | Egypt Government Bond, Reg. S 7.5% 01/31/2027                             | EGY             | USD                 | 2,745,068       | 1.34               |
| 2,625,000                         | Panama Notas Del Tesoro 3.75% 04/17/2026                                  | PAN             | USD                 | 2,474,220       | 1.20               |
| 2,200,000                         | North Macedonia Government Bond, Reg. S 6.96% 03/13/2027                  | MKD             | EUR                 | 2,447,685       | 1.19               |
| 2,350,000                         | Southern Gas Corridor CJSC, Reg. S 6.875% 03/24/2026                      | AZE             | USD                 | 2,365,780       | 1.15               |
| 2,200,000                         | Costa Rica Government Bond, Reg. S 7.158% 03/12/2045                      | CRI             | USD                 | 2,288,550       | 1.11               |
| 2,600,000                         | Honduras Government Bond, Reg. S 5.625% 06/24/2030                        | HND             | USD                 | 2,223,000       | 1.08               |
| 2,200,000                         | Kazakhstan Government Bond, Reg. S 4.875% 10/14/2044                      | KAZ             | USD                 | 2,136,956       | 1.04               |
| 2,500,000                         | Armenia Government Bond, Reg. S 3.6% 02/02/2031                           | ARM             | USD                 | 2,041,026       | 0.99               |
| 2,750,000                         | Brazil Government Bond 4.75% 01/14/2050                                   | BRA             | USD                 | 1,978,901       | 0.96               |
| 2,725,000                         | Colombia Government Bond 5% 06/15/2045                                    | COL             | USD                 | 1,922,107       | 0.94               |
| 2,300,000                         | Paraguay Government Bond, Reg. S 2.739% 01/29/2033                        | PRY             | USD                 | 1,861,968       | 0.91               |
| 1,900,000                         | Dominican Republic Government Bond, Reg. S 6.4% 06/05/2049                | DOM             | USD                 | 1,785,163       | 0.87               |
| 2,600,000                         | Egypt Government Bond, Reg. S 7.5% 02/16/2061                             | EGY             | USD                 | 1,748,864       | 0.85               |
| 2,100,000                         | Pakistan Government Bond, Reg. S 7.375% 04/08/2031                        | PAK             | USD                 | 1,661,312       | 0.81               |
| 1,800,000                         | Armenia Government Bond, Reg. S 3.95% 09/26/2029                          | ARM             | USD                 | 1,561,500       | 0.76               |
| 2,000,000                         | Peru Government Bond 1.862% 12/01/2032                                    | PER             | USD                 | 1,514,264       | 0.74               |
| 1,500,000                         | Uzbekistan Government Bond, Reg. S 6.9% 02/28/2032                        | UZB             | USD                 | 1,463,267       | 0.71               |
| 2,400,000                         | Peru Government Bond 2.78% 12/01/2060                                     | PER             | USD                 | 1,350,075       | 0.66               |
| 1,300,000                         | Morocco Government Bond, Reg. S 5.95% 03/08/2028                          | MAR             | USD                 | 1,304,791       | 0.64               |
| 2,440,000                         | Ukraine Government Bond, Reg. S, FRN 7.75% 08/01/2041 <sup>s</sup>        | UKR             | USD                 | 1,204,445       | 0.59               |
| 1,100,000                         | Bank Gospodarstwa Krajowego, Reg. S 5.375% 05/22/2033                     | POL             | USD                 | 1,090,189       | 0.53               |
| 1,200,000                         | Jordan Government Bond, Reg. S 7.375% 10/10/2047                          | JOR             | USD                 | 1,024,206       | 0.50               |
| 1,000,000                         | Paraguay Government Bond, Reg. S 4.95% 04/28/2031                         | PRY             | USD                 | 958,516         | 0.47               |
| 750,000                           | Costa Rica Government Bond, Reg. S 7.3% 11/13/2054                        | CRI             | USD                 | 788,395         | 0.38               |
| 1,000,000                         | Mexico Government Bond 4.28% 08/14/2041                                   | MEX             | USD                 | 776,523         | 0.38               |
| 855,000                           | El Salvador Government Bond, Reg. S 7.65% 06/15/2035                      | SLV             | USD                 | 622,273         | 0.30               |

**Franklin Emerging Markets Debt Opportunities Hard Currency Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value     | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 500,000                               | Bank Gospodarstwa Krajowego, Reg. S 6.25% 10/31/2028                                    | POL             | USD                 | 517,759         | 0.25               |
| 500,000                               | Montenegro Government Bond, Reg. S 7.25% 03/12/2031                                     | MNE             | USD                 | 502,375         | 0.24               |
| 550,000                               | Indonesia Government Bond 4.35% 01/11/2048                                              | IDN             | USD                 | 471,194         | 0.23               |
| 500,000                               | Dominican Republic Government Bond, Reg. S 4.5% 01/30/2030                              | DOM             | USD                 | 455,635         | 0.22               |
|                                       |                                                                                         |                 |                     | 124,613,789     | 60.67              |
| <b>Quasi-Sovereign Bonds</b>          |                                                                                         |                 |                     |                 |                    |
| 4,800,000                             | KazMunayGas National Co. JSC, Reg. S 5.75% 04/19/2047                                   | KAZ             | USD                 | 4,189,320       | 2.04               |
| 2,200,000                             | Huarong Finance II Co. Ltd., Reg. S 4.625% 06/03/2026                                   | CHN             | USD                 | 2,120,822       | 1.03               |
| 2,050,000                             | SOCAR Turkey Enerji A/S, Reg. S 7.23% 03/17/2026                                        | AZE             | USD                 | 2,045,834       | 1.00               |
| 1,700,000                             | Istanbul Metropolitan Municipality, Reg. S 10.75% 04/12/2027                            | TUR             | USD                 | 1,826,217       | 0.89               |
| 1,525,000                             | Istanbul Metropolitan Municipality, Reg. S 10.5% 12/06/2028                             | TUR             | USD                 | 1,641,998       | 0.80               |
| 3,500,000                             | Development Bank of Belarus JSC, Reg. S 6.75% 05/02/2024 <sup>s</sup>                   | BLR             | USD                 | 1,592,500       | 0.77               |
| 1,300,000                             | Georgian Railway JSC, Reg. S 4% 06/17/2028                                              | GEO             | USD                 | 1,156,526       | 0.56               |
|                                       |                                                                                         |                 |                     | 14,573,217      | 7.09               |
| <b>Supranational</b>                  |                                                                                         |                 |                     |                 |                    |
| 3,350,000                             | African Export-Import Bank (The), Reg. S 3.994% 09/21/2029                              | SP              | USD                 | 3,011,178       | 1.47               |
| 3,250,000                             | Banque Ouest Africaine de Developpement, Reg. S 4.7% 10/22/2031                         | SP              | USD                 | 2,846,630       | 1.38               |
|                                       |                                                                                         |                 |                     | 5,857,808       | 2.85               |
|                                       | <b>TOTAL BONDS</b>                                                                      |                 |                     | 154,924,960     | 75.42              |
|                                       | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 154,959,115     | 75.44              |
|                                       | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                 |                    |
| <b>BONDS</b>                          |                                                                                         |                 |                     |                 |                    |
| <b>Corporate Bonds</b>                |                                                                                         |                 |                     |                 |                    |
| 3,411,000                             | Adani Electricity Mumbai Ltd., Reg. S 3.949% 02/12/2030                                 | IND             | USD                 | 2,932,960       | 1.43               |
| 3,188,550                             | UEP Penonome II SA, Reg. S 6.5% 10/01/2038                                              | PAN             | USD                 | 2,682,902       | 1.31               |
| 2,600,000                             | Telecommunications Services of Trinidad & Tobago Ltd., Reg. S<br>8.875% 10/18/2029      | TTO             | USD                 | 2,577,822       | 1.25               |
| 2,375,000                             | Energo-Pro A/S, Reg. S 8.5% 02/04/2027                                                  | CZE             | USD                 | 2,374,893       | 1.16               |
| 2,100,000                             | Banco de Occidente SA, Reg. S 10.875% 08/13/2034                                        | COL             | USD                 | 2,243,934       | 1.09               |
| 2,100,000                             | Fidelity Bank plc, Reg. S 7.625% 10/28/2026                                             | NGA             | USD                 | 2,068,500       | 1.01               |
| 2,281,803                             | MC Brazil Downstream Trading SARL, Reg. S 7.25% 06/30/2031                              | BRA             | USD                 | 2,023,987       | 0.99               |
| 2,050,000                             | Ambipar Lux SARL, Reg. S 9.875% 02/06/2031                                              | BRA             | USD                 | 1,989,430       | 0.97               |
| 1,950,000                             | Indonesia Asahan Aluminium PT, Reg. S 5.45% 05/15/2030                                  | IDN             | USD                 | 1,916,076       | 0.93               |
| 1,100,000                             | Banco Mercantil del Norte SA, Reg. S 5.875% Perpetual                                   | MEX             | USD                 | 1,033,156       | 0.50               |
| 900,000                               | Aegea Finance SARL, Reg. S 9% 01/20/2031                                                | BRA             | USD                 | 936,655         | 0.46               |
| 1,050,000                             | Braskem Idesa SAPI, Reg. S 6.99% 02/20/2032                                             | MEX             | USD                 | 797,280         | 0.39               |
| 700,000                               | Aegea Finance SARL, Reg. S 9% 01/20/2031                                                | BRA             | USD                 | 728,510         | 0.35               |
| 600,000                               | Energo-Pro A/S, Reg. S 11% 11/02/2028                                                   | CZE             | USD                 | 639,150         | 0.31               |
| 6,000,000                             | Country Garden Holdings Co. Ltd., Reg. S 7.25% 04/08/2026 <sup>s</sup>                  | CHN             | USD                 | 543,600         | 0.26               |
|                                       |                                                                                         |                 |                     | 25,488,855      | 12.41              |
| <b>Government and Municipal Bonds</b> |                                                                                         |                 |                     |                 |                    |
| 1,115,000                             | FHLB 0% 07/01/2024                                                                      | USA             | USD                 | 1,114,517       | 0.54               |
| 1,091,563                             | Grenada Government Bond, Reg. S 7% 05/12/2030                                           | GRD             | USD                 | 981,315         | 0.48               |
|                                       |                                                                                         |                 |                     | 2,095,832       | 1.02               |
| <b>Quasi-Sovereign Bonds</b>          |                                                                                         |                 |                     |                 |                    |
| 3,000,000                             | Heritage Petroleum Co. Ltd., Reg. S 9% 08/12/2029                                       | TTO             | USD                 | 3,145,500       | 1.53               |
| 3,600,000                             | Petroleos Mexicanos 6.7% 02/16/2032                                                     | MEX             | USD                 | 3,016,453       | 1.47               |
| 3,700,000                             | Comision Federal de Electricidad, Reg. S 3.875% 07/26/2033                              | MEX             | USD                 | 2,960,872       | 1.44               |
| 3,375,000                             | Rutas 2 & 7 Finance Ltd., Reg. S 0% 09/30/2036                                          | PRY             | USD                 | 2,327,196       | 1.13               |
| 1,800,000                             | CNAC HK Finbridge Co. Ltd., Reg. S 3.875% 06/19/2029                                    | CHN             | USD                 | 1,683,031       | 0.82               |
| 1,650,000                             | Ecopetrol SA 4.625% 11/02/2031                                                          | COL             | USD                 | 1,351,590       | 0.66               |
| 1,025,000                             | Ecopetrol SA 6.875% 04/29/2030                                                          | COL             | USD                 | 985,202         | 0.48               |
| 600,000                               | CITGO Petroleum Corp., Reg. S 8.375% 01/15/2029                                         | VEN             | USD                 | 618,950         | 0.30               |
|                                       |                                                                                         |                 |                     | 16,088,794      | 7.83               |
|                                       | <b>TOTAL BONDS</b>                                                                      |                 |                     | 43,673,481      | 21.26              |
|                                       | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                 |                     | 43,673,481      | 21.26              |

**Franklin Emerging Markets Debt Opportunities Hard Currency Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value           | % of net<br>assets  |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|---------------------------|---------------------|
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                           |                     |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                           |                     |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                           |                     |
| 3,700,000                         | Alfa Bank AO, Reg. S 5.95% 04/15/2030**§                                                                                                 | RUS             | USD                 | —                         | —                   |
|                                   |                                                                                                                                          |                 |                     | —                         | —                   |
|                                   | <b>Quasi-Sovereign Bonds</b>                                                                                                             |                 |                     |                           |                     |
| 2,125,000                         | TER Finance Jersey Ltd., Reg. S 8.85% 06/20/2028**                                                                                       | JEY             | EUR                 | 2,273,599                 | 1.10                |
| 1,525,000                         | Russian Railways, Reg. S 5.7% 04/05/2022**§                                                                                              | RUS             | USD                 | 76,250                    | 0.04                |
|                                   |                                                                                                                                          |                 |                     | <u>2,349,849</u>          | <u>1.14</u>         |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | <u>2,349,849</u>          | <u>1.14</u>         |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | <u>2,349,849</u>          | <u>1.14</u>         |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <u><b>200,982,445</b></u> | <u><b>97.84</b></u> |

§ These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Euro Government Bond Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                            | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING              |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                           |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                  |                 |                     |                 |                    |
| 9,000,000                         | Bonos Y Oblig del Estando, Reg. S, 144A 3.55% 10/31/2033                               | ESP             | EUR                 | 9,154,485       | 8.23               |
| 6,900,000                         | Bonos Y Oblig del Estando, Reg. S, 144A 3.25% 04/30/2034                               | ESP             | EUR                 | 6,833,019       | 6.14               |
| 7,200,000                         | Netherlands Government Bond, Reg. S, 144A 0% 01/15/2027                                | NLD             | EUR                 | 6,717,666       | 6.04               |
| 6,000,000                         | Austrian Treasury Bill 0% 08/29/2024                                                   | AUT             | EUR                 | 5,964,827       | 5.36               |
| 5,000,000                         | Bundesrepublik Deutschland, Reg. S 2.3% 02/15/2033                                     | DEU             | EUR                 | 4,947,438       | 4.45               |
| 4,900,000                         | Bundesobligation, Reg. S 2.1% 04/12/2029                                               | DEU             | EUR                 | 4,820,597       | 4.33               |
| 4,700,000                         | Italy Buoni Poliennali Del Tesoro, Reg. S, 144A 4% 04/30/2035                          | ITA             | EUR                 | 4,680,354       | 4.21               |
| 4,500,000                         | Bundesobligation, Reg. S 1.3% 10/15/2027                                               | DEU             | EUR                 | 4,328,719       | 3.89               |
| 4,650,000                         | Bundesrepublik Deutschland, Reg. S 1.8% 08/15/2053                                     | DEU             | EUR                 | 3,839,942       | 3.45               |
| 3,900,000                         | Bundesobligation, Reg. S 0% 10/10/2025                                                 | DEU             | EUR                 | 3,757,513       | 3.38               |
| 2,900,000                         | State of the Grand-Duchy of Luxembourg, Reg. S 3% 03/02/2033                           | LUX             | EUR                 | 2,909,674       | 2.61               |
| 3,300,000                         | France Government Bond OAT, Reg. S, 144A 1.75% 06/25/2039                              | FRA             | EUR                 | 2,645,977       | 2.38               |
| 2,550,000                         | Austria Government Bond, Reg. S, 144A 2.9% 05/23/2029                                  | AUT             | EUR                 | 2,556,962       | 2.30               |
| 2,500,000                         | Iceland Government Bond, Reg. S 3.5% 03/21/2034                                        | ISL             | EUR                 | 2,526,788       | 2.27               |
| 2,500,000                         | Slovakia Government Bond, Reg. S 3.75% 03/06/2034                                      | SVK             | EUR                 | 2,507,455       | 2.25               |
| 2,700,000                         | Ireland Government Bond, Reg. S 1.35% 03/18/2031                                       | IRL             | EUR                 | 2,464,187       | 2.21               |
| 2,600,000                         | Belgium Government Bond, Reg. S, 144A 3.3% 06/22/2054                                  | BEL             | EUR                 | 2,447,172       | 2.20               |
| 2,400,000                         | Region Wallonne Belgium, Reg. S 3.75% 04/22/2039                                       | BEL             | EUR                 | 2,403,996       | 2.16               |
| 2,400,000                         | Austria Government Bond, Reg. S, 144A 2.9% 02/20/2034                                  | AUT             | EUR                 | 2,371,578       | 2.13               |
| 2,300,000                         | Romania Government Bond, Reg. S 5.625% 02/22/2036                                      | ROU             | EUR                 | 2,244,829       | 2.02               |
| 2,150,000                         | Croatia Government Bond, Reg. S 4% 06/14/2035                                          | HRV             | EUR                 | 2,220,278       | 1.99               |
|                                   | Portugal Obrigacoes do Tesouro OT, Reg. S, 144A<br>3.625% 06/12/2054                   | PRT             | EUR                 | 1,641,434       | 1.47               |
| 1,700,000                         | Region Wallonne Belgium, Reg. S 1.05% 06/22/2040                                       | BEL             | EUR                 | 1,616,106       | 1.45               |
| 2,200,000                         | Netherlands Government Bond, Reg. S, 144A 0.5% 01/15/2040                              | NLD             | EUR                 | 1,544,003       | 1.39               |
| 1,500,000                         | France Government Bond OAT, Reg. S 0.75% 02/25/2028                                    | FRA             | EUR                 | 1,383,845       | 1.24               |
| 1,800,000                         | Austria Government Bond, Reg. S, 144A 1.85% 05/23/2049                                 | AUT             | EUR                 | 1,369,076       | 1.23               |
| 2,100,000                         | Bonos Y Oblig del Estando, Reg. S, 144A 1% 07/30/2042                                  | ESP             | EUR                 | 1,345,921       | 1.21               |
| 2,050,000                         | France Government Bond OAT, Reg. S, 144A 0.75% 05/25/2052                              | FRA             | EUR                 | 1,026,053       | 0.92               |
| 1,000,000                         | Iceland Government Bond 3.4% 06/28/2027                                                | ISL             | EUR                 | 999,455         | 0.90               |
| 800,000                           | Communaute Francaise de Belgique, Reg. S 3.75% 06/22/2033                              | BEL             | EUR                 | 819,005         | 0.74               |
| 400,000                           | Ireland Government Bond, Reg. S 3% 10/18/2043                                          | IRL             | EUR                 | 388,964         | 0.35               |
|                                   |                                                                                        |                 |                     | 94,477,318      | 84.90              |
|                                   | <b>Supranational</b>                                                                   |                 |                     |                 |                    |
| 6,500,000                         | European Union, Reg. S 2.75% 02/04/2033                                                | SP              | EUR                 | 6,355,001       | 5.71               |
| 3,850,000                         | European Union, Reg. S 0% 07/04/2035                                                   | SP              | EUR                 | 2,745,179       | 2.47               |
| 2,000,000                         | European Investment Bank, Reg. S 2.75% 01/16/2034                                      | SP              | EUR                 | 1,950,597       | 1.75               |
| 1,900,000                         | European Union, Reg. S 0.3% 11/04/2050                                                 | SP              | EUR                 | 920,079         | 0.83               |
| 400,000                           | European Union, Reg. S 0.75% 01/04/2047                                                | SP              | EUR                 | 240,207         | 0.21               |
|                                   |                                                                                        |                 |                     | 12,211,063      | 10.97              |
|                                   | <b>TOTAL BONDS</b>                                                                     |                 |                     | 106,688,381     | 95.87              |
|                                   | <b>TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>      |                 |                     | 106,688,381     | 95.87              |
|                                   | UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS               |                 |                     |                 |                    |
|                                   | <b>EXCHANGE TRADED FUNDS</b>                                                           |                 |                     |                 |                    |
|                                   | <b>Financial Services</b>                                                              |                 |                     |                 |                    |
| 100,000                           | Franklin Sustainable Euro Green Sovereign Fund                                         | IRL             | EUR                 | 2,640,583       | 2.37               |
|                                   |                                                                                        |                 |                     | 2,640,583       | 2.37               |
|                                   | <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                     |                 |                     | 2,640,583       | 2.37               |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b> |                 |                     | 2,640,583       | 2.37               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                               |                 |                     | 109,328,964     | 98.24              |

## Schedule of Investments, June 30, 2024

## Franklin Euro High Yield Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 2,897                             | Casino Guichard Perrachon SA                                              | FRA             | EUR                 | 10,328          | —                  |
|                                   |                                                                           |                 |                     | 10,328          | —                  |
|                                   | <b>TOTAL SHARES</b>                                                       |                 |                     | 10,328          | —                  |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Convertible Bonds</b>                                                  |                 |                     |                 |                    |
| 3,000,000                         | Nexi SpA, Reg. S 1.75% 04/24/2027                                         | ITA             | EUR                 | 2,782,133       | 1.07               |
|                                   |                                                                           |                 |                     | 2,782,133       | 1.07               |
|                                   | <b>Corporate Bonds</b>                                                    |                 |                     |                 |                    |
| 4,500,000                         | Pinnacle Bidco plc, Reg. S 10% 10/11/2028                                 | GBR             | GBP                 | 5,646,319       | 2.18               |
| 5,500,000                         | Primo Water Holdings, Inc., Reg. S 3.875% 10/31/2028                      | CAN             | EUR                 | 5,223,543       | 2.01               |
| 5,500,000                         | Energizer Gamma Acquisition BV, Reg. S 3.5% 06/30/2029                    | USA             | EUR                 | 5,068,085       | 1.95               |
| 4,800,000                         | Banjay Entertainment SASU, Reg. S 7% 05/01/2029                           | FRA             | EUR                 | 5,016,600       | 1.93               |
| 4,500,000                         | IQVIA, Inc., Reg. S 2.875% 06/15/2028                                     | USA             | EUR                 | 4,253,388       | 1.64               |
| 3,900,000                         | Kapla Holding SAS, Reg. S, FRN 7.219% 07/31/2030                          | FRA             | EUR                 | 3,911,700       | 1.51               |
|                                   | Teva Pharmaceutical Finance Netherlands II BV, Reg. S                     |                 |                     |                 |                    |
| 4,000,000                         | 1.625% 10/15/2028                                                         | ISR             | EUR                 | 3,534,460       | 1.36               |
| 3,500,000                         | Lorca Telecom Bondco SA, Reg. S 4% 09/18/2027                             | ESP             | EUR                 | 3,419,325       | 1.32               |
| 3,500,000                         | Arena Luxembourg Finance SARL, Reg. S 1.875% 02/01/2028                   | ESP             | EUR                 | 3,219,125       | 1.24               |
| 3,000,000                         | IPD 3 BV, Reg. S, FRN 7.086% 06/15/2031                                   | FRA             | EUR                 | 3,000,615       | 1.16               |
| 3,000,000                         | Alpha Services and Holdings SA, Reg. S 5.5% 06/11/2031                    | GRC             | EUR                 | 2,983,125       | 1.15               |
| 3,000,000                         | Matterhorn Telecom SA, Reg. S 3.125% 09/15/2026                           | LUX             | EUR                 | 2,925,804       | 1.13               |
| 3,000,000                         | Forvia SE, Reg. S 2.75% 02/15/2027                                        | FRA             | EUR                 | 2,869,338       | 1.11               |
| 3,000,000                         | Novelis Sheet Ingot GmbH, Reg. S 3.375% 04/15/2029                        | USA             | EUR                 | 2,828,438       | 1.09               |
| 3,000,000                         | Constellium SE, Reg. S 3.125% 07/15/2029                                  | USA             | EUR                 | 2,808,135       | 1.08               |
| 2,758,691                         | TUI Cruises GmbH, Reg. S 6.5% 05/15/2026                                  | DEU             | EUR                 | 2,797,739       | 1.08               |
| 2,500,000                         | Pinewood Finco plc, Reg. S 3.625% 11/15/2027                              | GBR             | GBP                 | 2,721,696       | 1.05               |
| 2,500,000                         | Bank Millennium SA, Reg. S 9.875% 09/18/2027                              | POL             | EUR                 | 2,685,656       | 1.04               |
| 2,500,000                         | mBank SA, Reg. S 8.375% 09/11/2027                                        | POL             | EUR                 | 2,656,944       | 1.02               |
| 2,700,000                         | Avantor Funding, Inc., Reg. S 3.875% 07/15/2028                           | USA             | EUR                 | 2,635,875       | 1.02               |
| 2,500,000                         | Autostrade per l'Italia SpA, Reg. S 5.125% 06/14/2033                     | ITA             | EUR                 | 2,599,770       | 1.00               |
| 2,500,000                         | Deutsche Bank AG, Reg. S 5.625% 05/19/2031                                | DEU             | EUR                 | 2,538,100       | 0.98               |
| 2,500,000                         | Lottomatica SpA, Reg. S, FRN 7.788% 12/15/2030                            | ITA             | EUR                 | 2,537,525       | 0.98               |
| 2,500,000                         | Birkenstock Financing SARL, Reg. S 5.25% 04/30/2029                       | DEU             | EUR                 | 2,533,125       | 0.98               |
| 2,500,000                         | ASR Nederland NV, Reg. S 5.125% 09/29/2045                                | NLD             | EUR                 | 2,521,284       | 0.97               |
| 2,500,000                         | OTP Bank Nyrt., Reg. S 4.75% 06/12/2028                                   | HUN             | EUR                 | 2,496,088       | 0.96               |
| 2,500,000                         | International Game Technology plc, Reg. S 3.5% 06/15/2026                 | USA             | EUR                 | 2,470,625       | 0.95               |
| 2,500,000                         | Avantor Funding, Inc., Reg. S 2.625% 11/01/2025                           | USA             | EUR                 | 2,450,112       | 0.94               |
| 2,500,000                         | ZF Finance GmbH, Reg. S 3.75% 09/21/2028                                  | DEU             | EUR                 | 2,425,062       | 0.93               |
| 2,000,000                         | Kier Group plc, Reg. S 9% 02/15/2029                                      | GBR             | GBP                 | 2,420,589       | 0.93               |
| 2,500,000                         | TeamSystem SpA, Reg. S 3.5% 02/15/2028                                    | ITA             | EUR                 | 2,384,375       | 0.92               |
| 2,500,000                         | IMA Industria Macchine Automatiche SpA, Reg. S 3.75% 01/15/2028           | ITA             | EUR                 | 2,383,988       | 0.92               |
| 2,500,000                         | Logisor Financing SARL, Reg. S 3.25% 11/13/2028                           | LUX             | EUR                 | 2,374,069       | 0.91               |
| 2,400,000                         | Banco Bilbao Vizcaya Argentaria SA, Reg. S 6.875% Perpetual               | ESP             | EUR                 | 2,373,330       | 0.91               |
| 2,500,000                         | Standard Industries, Inc., Reg. S 2.25% 11/21/2026                        | USA             | EUR                 | 2,367,909       | 0.91               |
| 2,500,000                         | PCF GmbH, Reg. S 4.75% 04/15/2026                                         | DEU             | EUR                 | 2,131,875       | 0.82               |
| 2,000,000                         | ONE Hotels GmbH, Reg. S 7.75% 04/02/2031                                  | DEU             | EUR                 | 2,089,350       | 0.81               |
| 2,000,000                         | Mahle GmbH, Reg. S 6.5% 05/02/2031                                        | DEU             | EUR                 | 2,040,250       | 0.79               |
| 2,000,000                         | Mundys SpA, Reg. S 4.75% 01/24/2029                                       | ITA             | EUR                 | 2,019,583       | 0.78               |
| 2,000,000                         | AIB Group plc, Reg. S 7.125% Perpetual                                    | IRL             | EUR                 | 2,002,860       | 0.77               |
| 2,000,000                         | Adler Pelzer Holding GmbH, Reg. S 9.5% 04/01/2027                         | DEU             | EUR                 | 1,997,450       | 0.77               |
| 2,000,000                         | RCI Banque SA, Reg. S 5.5% 10/09/2034                                     | FRA             | EUR                 | 1,996,940       | 0.77               |
| 2,000,000                         | Piraeus Financial Holdings SA, Reg. S 5.5% 02/19/2030                     | GRC             | EUR                 | 1,989,498       | 0.77               |
| 2,000,000                         | Iccrea Banca SpA, Reg. S 2.25% 10/20/2025                                 | ITA             | EUR                 | 1,989,114       | 0.77               |
| 2,000,000                         | FIS Fabbrica Italiana Sintetici SpA, Reg. S 5.625% 08/01/2027             | ITA             | EUR                 | 1,966,911       | 0.76               |
| 1,950,000                         | Multiversity SRL, Reg. S, FRN 8.115% 10/30/2028                           | ITA             | EUR                 | 1,962,431       | 0.76               |
| 2,000,000                         | Abanca Corp. Bancaria SA, Reg. S 6% Perpetual                             | ESP             | EUR                 | 1,960,182       | 0.76               |
| 2,000,000                         | Ibercaja Banco SA, Reg. S 2.75% 07/23/2030                                | ESP             | EUR                 | 1,952,150       | 0.75               |
| 2,000,000                         | Catalent Pharma Solutions, Inc., Reg. S 2.375% 03/01/2028                 | USA             | EUR                 | 1,918,485       | 0.74               |
| 2,000,000                         | Odido Holding BV, Reg. S 3.75% 01/15/2029                                 | NLD             | EUR                 | 1,892,780       | 0.73               |
| 2,000,000                         | WMG Acquisition Corp., Reg. S 2.75% 07/15/2028                            | USA             | EUR                 | 1,891,430       | 0.73               |
| 2,000,000                         | Goodyear Europe BV, Reg. S 2.75% 08/15/2028                               | USA             | EUR                 | 1,816,300       | 0.70               |
| 2,000,000                         | Carnival plc 1% 10/28/2029                                                | USA             | EUR                 | 1,637,600       | 0.63               |
| 1,500,000                         | SCIL IV LLC, Reg. S 9.5% 07/15/2028                                       | USA             | EUR                 | 1,623,366       | 0.63               |
| 1,500,000                         | IHO Verwaltungs GmbH, Reg. S, FRN 8.75% 05/15/2028                        | DEU             | EUR                 | 1,606,450       | 0.62               |



**Franklin Euro High Yield Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                   | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,500,000                         | Sogecap SA, Reg. S 6.5% 05/16/2044                                            | FRA             | EUR                 | 1,604,528       | 0.62               |
| 1,610,000                         | Darling Global Finance BV, Reg. S 3.625% 05/15/2026                           | USA             | EUR                 | 1,596,949       | 0.62               |
| 1,500,000                         | Heathrow Funding Ltd., Reg. S 2.625% 03/16/2028                               | GBR             | GBP                 | 1,590,030       | 0.61               |
| 1,600,000                         | Avis Budget Finance plc, Reg. S 7.25% 07/31/2030                              | USA             | EUR                 | 1,578,000       | 0.61               |
| 1,500,000                         | Telefonica Europe BV, Reg. S 6.135% Perpetual                                 | ESP             | EUR                 | 1,574,537       | 0.61               |
| 1,500,000                         | Crelan SA, Reg. S 5.25% 01/23/2032                                            | BEL             | EUR                 | 1,568,546       | 0.60               |
| 1,500,000                         | Raiffeisen Bank International AG, Reg. S 7.375% 12/20/2032                    | AUT             | EUR                 | 1,568,153       | 0.60               |
| 1,500,000                         | Banca Transilvania SA, Reg. S 7.25% 12/07/2028                                | ROU             | EUR                 | 1,563,643       | 0.60               |
| 1,500,000                         | Veolia Environnement SA, Reg. S 5.993% Perpetual                              | FRA             | EUR                 | 1,561,773       | 0.60               |
| 1,500,000                         | EVOCA SpA, Reg. S, FRN 9.135% 04/09/2029                                      | ITA             | EUR                 | 1,526,625       | 0.59               |
| 1,500,000                         | Techem Verwaltungsgesellschaft 675 mbH, Reg. S 5.375% 07/15/2029              | DEU             | EUR                 | 1,515,188       | 0.58               |
| 1,500,000                         | Eramet SA, Reg. S 6.5% 11/30/2029                                             | FRA             | EUR                 | 1,509,062       | 0.58               |
| 1,500,000                         | Volvo Car AB, Reg. S 4.75% 05/08/2030                                         | SWE             | EUR                 | 1,504,594       | 0.58               |
| 1,500,000                         | Tereos Finance Groupe I SA, Reg. S 5.875% 04/30/2030                          | FRA             | EUR                 | 1,502,681       | 0.58               |
| 1,500,000                         | IWG US Finance LLC, Reg. S 6.5% 06/28/2030                                    | USA             | EUR                 | 1,501,418       | 0.58               |
| 1,500,000                         | EDP - Energias de Portugal SA, Reg. S 4.75% 05/29/2054                        | PRT             | EUR                 | 1,492,500       | 0.58               |
| 1,500,000                         | Unicaja Banco SA, Reg. S 5.5% 06/22/2034                                      | ESP             | EUR                 | 1,492,212       | 0.58               |
| 1,500,000                         | Webuild SpA, Reg. S 5.375% 06/20/2029                                         | ITA             | EUR                 | 1,491,990       | 0.57               |
| 1,500,000                         | OI European Group BV, Reg. S 2.875% 02/15/2025                                | USA             | EUR                 | 1,486,489       | 0.57               |
| 1,400,000                         | Ibercaja Banco SA, Reg. S 9.125% Perpetual                                    | ESP             | EUR                 | 1,476,738       | 0.57               |
| 1,500,000                         | HT Troplast GmbH, Reg. S 9.375% 07/15/2028                                    | DEU             | EUR                 | 1,474,472       | 0.57               |
| 1,500,000                         | Banco de Credito Social Cooperativo SA, Reg. S 5.25% 11/27/2031               | ESP             | EUR                 | 1,471,946       | 0.57               |
| 1,500,000                         | Teva Pharmaceutical Finance Netherlands II BV 3.75% 05/09/2027                | ISR             | EUR                 | 1,467,406       | 0.57               |
| 1,600,000                         | Grifols SA, Reg. S 2.25% 11/15/2027                                           | ESP             | EUR                 | 1,436,978       | 0.55               |
| 1,400,000                         | La Doria SpA, Reg. S, FRN 8.328% 11/12/2029                                   | ITA             | EUR                 | 1,427,213       | 0.55               |
| 1,500,000                         | Eurobank SA, Reg. S 2.25% 03/14/2028                                          | GRC             | EUR                 | 1,421,229       | 0.55               |
| 1,200,000                         | Aston Martin Capital Holdings Ltd., Reg. S 10.375% 03/31/2029                 | JEY             | GBP                 | 1,409,392       | 0.54               |
| 1,500,000                         | ZF Finance GmbH, Reg. S 2% 05/06/2027                                         | DEU             | EUR                 | 1,402,959       | 0.54               |
| 1,400,000                         | TenneT Holding BV, Reg. S 4.875% Perpetual                                    | NLD             | EUR                 | 1,397,480       | 0.54               |
| 1,500,000                         | TI Automotive Finance plc, Reg. S 3.75% 04/15/2029                            | CHN             | EUR                 | 1,393,020       | 0.54               |
| 1,500,000                         | Mundys SpA, Reg. S 1.875% 02/12/2028                                          | ITA             | EUR                 | 1,378,095       | 0.53               |
| 1,500,000                         | Iberdrola International BV, Reg. S 2.25% Perpetual                            | ESP             | EUR                 | 1,358,393       | 0.52               |
| 1,500,000                         | Ziggo BV, Reg. S 2.875% 01/15/2030                                            | NLD             | EUR                 | 1,316,756       | 0.51               |
| 1,300,000                         | Abanca Corp. Bancaria SA, Reg. S 4.625% 04/07/2030                            | ESP             | EUR                 | 1,295,929       | 0.50               |
| 1,500,000                         | Ardagh Packaging Finance plc, Reg. S 2.125% 08/15/2026                        | USA             | EUR                 | 1,249,890       | 0.48               |
| 1,330,000                         | Aroundtown SA, Reg. S 3.625% 04/10/2031                                       | DEU             | GBP                 | 1,232,264       | 0.47               |
| 1,200,000                         | Aroundtown SA, Reg. S 3% 10/16/2029                                           | DEU             | GBP                 | 1,131,148       | 0.44               |
| 1,000,000                         | Allwyn Entertainment Financing UK plc, Reg. S 7.25% 04/30/2030                | CZE             | EUR                 | 1,059,144       | 0.41               |
| 1,000,000                         | Unicaja Banco SA, Reg. S 6.5% 09/11/2028                                      | ESP             | EUR                 | 1,055,379       | 0.41               |
| 1,500,000                         | Altice France SA, Reg. S 3.375% 01/15/2028                                    | FRA             | EUR                 | 1,053,240       | 0.41               |
| 1,000,000                         | Goldstory SAS, Reg. S 6.75% 02/01/2030                                        | FRA             | EUR                 | 1,015,625       | 0.39               |
| 1,000,000                         | CaixaBank SA, Reg. S 4.625% 05/16/2027                                        | ESP             | EUR                 | 1,015,521       | 0.39               |
| 1,000,000                         | Koninklijke KPN NV, Reg. S 4.875% Perpetual                                   | NLD             | EUR                 | 1,009,500       | 0.39               |
| 1,000,000                         | Virgin Media Secured Finance plc, Reg. S 4.25% 01/15/2030                     | GBR             | GBP                 | 1,006,151       | 0.39               |
| 1,000,000                         | Netflix, Inc. 3.625% 05/15/2027                                               | USA             | EUR                 | 1,005,418       | 0.39               |
| 1,000,000                         | Piraeus Financial Holdings SA, Reg. S 8.75% Perpetual                         | GRC             | EUR                 | 1,003,800       | 0.39               |
| 1,000,000                         | Jaguar Land Rover Automotive plc, Reg. S 4.5% 07/15/2028                      | GBR             | EUR                 | 1,000,375       | 0.39               |
| 1,500,000                         | Garfunkelux Holdco 3 SA, Reg. S 6.75% 11/01/2025                              | LUX             | EUR                 | 999,562         | 0.39               |
| 1,000,000                         | CECONOMY AG, Reg. S 6.25% 07/15/2029                                          | DEU             | EUR                 | 995,075         | 0.38               |
| 1,000,000                         | Commerzbank AG, Reg. S 6.125% Perpetual                                       | DEU             | EUR                 | 992,187         | 0.38               |
| 1,000,000                         | Unicaja Banco SA, Reg. S 2.875% 11/13/2029                                    | ESP             | EUR                 | 990,825         | 0.38               |
| 1,000,000                         | RCI Banque SA, Reg. S 2.625% 02/18/2030                                       | FRA             | EUR                 | 985,104         | 0.38               |
| 1,000,000                         | Vmed O2 UK Financing I plc, Reg. S 4.5% 07/15/2031                            | GBR             | GBP                 | 976,497         | 0.38               |
| 1,000,000                         | BFF Bank SpA, Reg. S 4.75% 03/20/2029                                         | ITA             | EUR                 | 963,196         | 0.37               |
| 1,000,000                         | Green Bidco SA, Reg. S 10.25% 07/15/2028                                      | ESP             | EUR                 | 957,275         | 0.37               |
| 1,000,000                         | Q-Park Holding I BV, Reg. S 2% 03/01/2027                                     | NLD             | EUR                 | 943,280         | 0.36               |
| 1,000,000                         | Abertis Infraestructuras Finance BV, Reg. S 2.625% Perpetual                  | ESP             | EUR                 | 938,869         | 0.36               |
| 1,000,000                         | DVI Deutsche Vermoögens- & Immobilienverwaltungs GmbH, Reg. S 2.5% 01/25/2027 | DEU             | EUR                 | 924,286         | 0.36               |
| 1,000,000                         | Unicaja Banco SA, Reg. S 4.875% Perpetual                                     | ESP             | EUR                 | 911,530         | 0.35               |
| 819,000                           | Telecom Italia SpA, Reg. S 7.875% 07/31/2028                                  | ITA             | EUR                 | 895,228         | 0.34               |
| 909,000                           | Mundys SpA, Reg. S 1.625% 02/03/2025                                          | ITA             | EUR                 | 894,776         | 0.34               |
| 1,000,000                         | Aroundtown SA, Reg. S 1.625% 01/31/2028                                       | DEU             | EUR                 | 875,552         | 0.34               |
| 1,000,000                         | Lune Holdings SARL, Reg. S 5.625% 11/15/2028                                  | FRA             | EUR                 | 859,456         | 0.33               |
| 800,000                           | Carnival Corp., Reg. S 5.75% 01/15/2030                                       | USA             | EUR                 | 828,125         | 0.32               |
| 1,000,000                         | Grifols SA, Reg. S 3.875% 10/15/2028                                          | ESP             | EUR                 | 823,281         | 0.32               |
| 800,000                           | Q-Park Holding I BV, Reg. S 5.125% 03/01/2029                                 | NLD             | EUR                 | 803,652         | 0.31               |

## Franklin Euro High Yield Fund (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
| 1,000,000                         | Altice Financing SA, Reg. S 3% 01/15/2028                                                                                                | LUX             | EUR                 | 776,400            | 0.30               |
| 1,000,000                         | Altice France SA, Reg. S 5.875% 02/01/2027                                                                                               | FRA             | EUR                 | 757,032            | 0.29               |
| 600,000                           | Deutsche Bank AG, Reg. S 8.125% Perpetual                                                                                                | DEU             | EUR                 | 604,635            | 0.23               |
| 500,000                           | CPI Property Group SA, Reg. S 7% 05/07/2029                                                                                              | CZE             | EUR                 | 491,934            | 0.19               |
| 1,000,000                         | Altice France Holding SA, Reg. S 4% 02/15/2028                                                                                           | LUX             | EUR                 | 296,250            | 0.11               |
|                                   |                                                                                                                                          |                 |                     | <u>230,245,252</u> | <u>88.76</u>       |
|                                   | <b>Government and Municipal Bonds</b>                                                                                                    |                 |                     |                    |                    |
| 2,100,000                         | Orsted A/S, Reg. S 5.125% 03/14/3024                                                                                                     | DNK             | EUR                 | 2,119,897          | 0.82               |
| 2,000,000                         | Permanent TSB Group Holdings plc, Reg. S 6.625% 04/25/2028                                                                               | IRL             | EUR                 | 2,108,825          | 0.81               |
| 1,500,000                         | Vattenfall AB, Reg. S 2.5% 06/29/2083                                                                                                    | SWE             | GBP                 | 1,531,045          | 0.59               |
| 1,500,000                         | de Volksbank NV, Reg. S 7% Perpetual                                                                                                     | NLD             | EUR                 | 1,497,525          | 0.58               |
| 1,200,000                         | Electricite de France SA, Reg. S 3.375% Perpetual                                                                                        | FRA             | EUR                 | 1,049,364          | 0.40               |
| 1,000,000                         | Electricite de France SA, Reg. S 2.625% Perpetual                                                                                        | FRA             | EUR                 | 903,994            | 0.35               |
|                                   |                                                                                                                                          |                 |                     | <u>9,210,650</u>   | <u>3.55</u>        |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | <u>242,238,035</u> | <u>93.38</u>       |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                                  |                 |                     | <u>242,248,363</u> | <u>93.38</u>       |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                                                                          |                 |                     |                    |                    |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                    |                    |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                    |                    |
| 4,000,000                         | Energo-Pro A/S, Reg. S 8.5% 02/04/2027                                                                                                   | CZE             | USD                 | 3,734,311          | 1.44               |
| 3,000,000                         | Kedrion SpA, Reg. S 6.5% 09/01/2029                                                                                                      | ITA             | USD                 | 2,571,013          | 0.99               |
| 2,000,000                         | Telecom Italia SpA, Reg. S 2.375% 10/12/2027                                                                                             | ITA             | EUR                 | 1,869,901          | 0.72               |
| 1,181,000                         | Telecom Italia SpA, Reg. S 7.875% 07/31/2028                                                                                             | ITA             | EUR                 | 1,304,984          | 0.50               |
| 1,000,000                         | Altice Financing SA, 144A 5% 01/15/2028                                                                                                  | LUX             | USD                 | 711,077            | 0.28               |
| 500,000                           | Alexandrite Monnet UK Holdco plc, Reg. S 10.5% 05/15/2029                                                                                | GBR             | EUR                 | 518,921            | 0.20               |
|                                   |                                                                                                                                          |                 |                     | <u>10,710,207</u>  | <u>4.13</u>        |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | <u>10,710,207</u>  | <u>4.13</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                                            |                 |                     | <u>10,710,207</u>  | <u>4.13</u>        |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                    |                    |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                    |                    |
|                                   | <b>Broadline Retail</b>                                                                                                                  |                 |                     |                    |                    |
| 43,144,236                        | K2016470219 South Africa Ltd. 'A''                                                                                                       | ZAF             | ZAR                 | —                  | —                  |
| 24,182,306                        | K2016470219 South Africa Ltd. 'B''                                                                                                       | ZAF             | ZAR                 | —                  | —                  |
| 301,449                           | K2016470219 South Africa Ltd., Escrow Account 'D''                                                                                       | ZAF             | ZAR                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | <u>—</u>           | <u>—</u>           |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | <u>—</u>           | <u>—</u>           |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                    |                    |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                    |                    |
| 3,000,000                         | Abengoa Finance SA, Reg. S 0% 03/31/2027**                                                                                               | ESP             | EUR                 | —                  | —                  |
| 3,738,976                         | K2016470219 South Africa Ltd., Reg. S 3% 12/31/2022**§                                                                                   | ZAF             | USD                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | <u>—</u>           | <u>—</u>           |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | <u>—</u>           | <u>—</u>           |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | <u>—</u>           | <u>—</u>           |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <u>252,958,570</u> | <u>97.51</u>       |

\*\*These securities are submitted to a Fair Valuation

§ These Bonds are currently in default



## Schedule of Investments, June 30, 2024

## Franklin Euro Short Duration Bond Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                                                  | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING                                    |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                                                 |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                                                       |                 |                     |                 |                    |
| 12,000,000                        | Barry Callebaut Services NV, Reg. S 4% 06/14/2029                                                            | BEL             | EUR                 | 12,040,440      | 0.46               |
| 12,000,000                        | AT&T, Inc., FRN 4.172% 03/06/2025                                                                            | USA             | EUR                 | 12,027,015      | 0.46               |
| 12,000,000                        | Schneider Electric SE, Reg. S 3.375% 04/06/2025                                                              | USA             | EUR                 | 11,964,720      | 0.45               |
| 12,000,000                        | Dell Bank International DAC, Reg. S 3.625% 06/24/2029                                                        | IRL             | EUR                 | 11,941,457      | 0.45               |
| 12,000,000                        | Morgan Stanley 2.103% 05/08/2026                                                                             | USA             | EUR                 | 11,831,436      | 0.45               |
| 12,000,000                        | Nykredit Realkredit A/S, Reg. S 0.625% 01/17/2025                                                            | DNK             | EUR                 | 11,796,026      | 0.45               |
| 12,000,000                        | Parker-Hannifin Corp. 1.125% 03/01/2025                                                                      | USA             | EUR                 | 11,776,110      | 0.45               |
| 12,000,000                        | National Grid Electricity Transmission plc, Reg. S 0.19% 01/20/2025                                          | GBR             | EUR                 | 11,768,268      | 0.45               |
| 12,000,000                        | BMW Finance NV, Reg. S 0.5% 02/22/2025                                                                       | DEU             | EUR                 | 11,760,885      | 0.45               |
| 12,000,000                        | American Medical Systems Europe BV 0.75% 03/08/2025                                                          | USA             | EUR                 | 11,755,164      | 0.45               |
| 12,000,000                        | Zimmer Biomet Holdings, Inc. 2.425% 12/13/2026                                                               | USA             | EUR                 | 11,703,774      | 0.44               |
| 12,000,000                        | NTT Finance Corp., Reg. S 0.082% 12/13/2025                                                                  | JPN             | EUR                 | 11,422,368      | 0.43               |
| 12,000,000                        | Suez SACA, Reg. S 1.875% 05/24/2027                                                                          | FRA             | EUR                 | 11,398,572      | 0.43               |
| 10,000,000                        | ASR Nederland NV, Reg. S 3.625% 12/12/2028                                                                   | NLD             | EUR                 | 10,015,675      | 0.38               |
| 10,000,000                        | Novo Nordisk Finance Netherlands BV, Reg. S 3.375% 05/21/2026                                                | DNK             | EUR                 | 10,006,450      | 0.38               |
| 10,000,000                        | Ayvens SA, Reg. S 3.875% 01/24/2028                                                                          | FRA             | EUR                 | 10,000,080      | 0.38               |
| 10,000,000                        | Mercedes-Benz Finance Canada, Inc., Reg. S 3% 02/23/2027                                                     | DEU             | EUR                 | 9,912,420       | 0.38               |
| 10,000,000                        | BNP Paribas SA, Reg. S 1.25% 03/19/2025                                                                      | FRA             | EUR                 | 9,824,217       | 0.37               |
| 10,000,000                        | AbbVie, Inc. 2.625% 11/15/2028                                                                               | USA             | EUR                 | 9,722,545       | 0.37               |
| 10,000,000                        | Visa, Inc. 1.5% 06/15/2026                                                                                   | USA             | EUR                 | 9,665,560       | 0.37               |
| 10,000,000                        | Haleon Netherlands Capital BV, Reg. S 1.25% 03/29/2026                                                       | USA             | EUR                 | 9,595,895       | 0.36               |
| 10,000,000                        | Stryker Corp. 2.125% 11/30/2027                                                                              | USA             | EUR                 | 9,576,909       | 0.36               |
| 10,000,000                        | Enel Finance International NV, Reg. S 0.25% 05/28/2026                                                       | ITA             | EUR                 | 9,405,245       | 0.36               |
| 10,000,000                        | Nationwide Building Society, Reg. S 0.625% 03/25/2027                                                        | GBR             | EUR                 | 9,313,675       | 0.35               |
| 10,000,000                        | Booking Holdings, Inc. 0.5% 03/08/2028                                                                       | USA             | EUR                 | 9,009,138       | 0.34               |
| 10,000,000                        | Barclays plc, Reg. S 0.577% 08/09/2029                                                                       | GBR             | EUR                 | 8,767,395       | 0.33               |
| 10,000,000                        | Allianz SE, Reg. S 1.301% 09/25/2049                                                                         | DEU             | EUR                 | 8,637,095       | 0.33               |
| 8,000,000                         | BPCE SA, Reg. S 5.75% 06/01/2033                                                                             | FRA             | EUR                 | 8,392,104       | 0.32               |
| 8,000,000                         | Netflix, Inc. 4.625% 05/15/2029                                                                              | USA             | EUR                 | 8,373,322       | 0.32               |
| 8,000,000                         | Banco de Sabadell SA, Reg. S 5.25% 02/07/2029                                                                | ESP             | EUR                 | 8,310,520       | 0.31               |
| 8,000,000                         | Skandinaviska Enskilda Banken AB, Reg. S 4.125% 06/29/2027                                                   | SWE             | EUR                 | 8,174,472       | 0.31               |
| 8,000,000                         | KBC Group NV, Reg. S 4.25% 11/28/2029                                                                        | BEL             | EUR                 | 8,151,678       | 0.31               |
| 8,000,000                         | Banco Santander SA, Reg. S 4.625% 10/18/2027                                                                 | ESP             | EUR                 | 8,146,305       | 0.31               |
| 8,000,000                         | BAWAG PSK Bank fuer Arbeit und Wirtschaft und Oesterreichische<br>Postsparkasse AG, Reg. S 4.125% 01/18/2027 | AUT             | EUR                 | 8,125,023       | 0.31               |
| 8,000,000                         | RCI Banque SA, Reg. S 4.625% 10/02/2026                                                                      | FRA             | EUR                 | 8,124,780       | 0.31               |
| 8,000,000                         | CaixaBank SA, Reg. S 4.625% 05/16/2027                                                                       | ESP             | EUR                 | 8,124,170       | 0.31               |
| 8,000,000                         | Pernod Ricard SA, Reg. S 3.75% 09/15/2027                                                                    | FRA             | EUR                 | 8,078,182       | 0.31               |
| 8,000,000                         | Logicor Financing SARL, Reg. S 4.625% 07/25/2028                                                             | LUX             | EUR                 | 8,055,860       | 0.31               |
| 8,000,000                         | Goldman Sachs Group, Inc. (The), Reg. S, FRN 4.711% 03/19/2026                                               | USA             | EUR                 | 8,050,240       | 0.31               |
| 8,000,000                         | Robert Bosch GmbH, Reg. S 3.625% 06/02/2027                                                                  | DEU             | EUR                 | 8,047,280       | 0.31               |
| 8,000,000                         | Barclays plc, Reg. S, FRN 4.806% 05/12/2026                                                                  | GBR             | EUR                 | 8,047,246       | 0.30               |
| 8,000,000                         | NatWest Markets plc, Reg. S, FRN 4.485% 01/09/2026                                                           | GBR             | EUR                 | 8,035,880       | 0.30               |
| 8,000,000                         | Reckitt Benckiser Treasury Services plc, Reg. S 3.625% 06/20/2029                                            | GBR             | EUR                 | 8,028,908       | 0.30               |
| 8,000,000                         | OP Mortgage Bank, Reg. S 3.375% 02/15/2027                                                                   | FIN             | EUR                 | 8,025,200       | 0.30               |
| 8,000,000                         | Societe Generale SA, Reg. S, FRN 4.395% 01/19/2026                                                           | FRA             | EUR                 | 8,022,864       | 0.30               |
| 8,000,000                         | Toronto-Dominion Bank (The), Reg. S, FRN 4.303% 04/16/2026                                                   | CAN             | EUR                 | 8,005,860       | 0.30               |
| 8,000,000                         | Aviva plc, Reg. S 3.875% 07/03/2044                                                                          | GBR             | EUR                 | 8,001,168       | 0.30               |
| 8,000,000                         | AIB Group plc, Reg. S 3.625% 07/04/2026                                                                      | IRL             | EUR                 | 7,982,936       | 0.30               |
| 8,000,000                         | Lloyds Banking Group plc, Reg. S 3.5% 04/01/2026                                                             | GBR             | EUR                 | 7,981,328       | 0.30               |
| 8,000,000                         | PVH Corp. 4.125% 07/16/2029                                                                                  | USA             | EUR                 | 7,974,512       | 0.30               |
| 8,000,000                         | SpareBank 1 SMN, Reg. S 3.5% 05/23/2029                                                                      | NOR             | EUR                 | 7,974,484       | 0.30               |
| 8,000,000                         | Argentum Netherlands BV for Swiss Life AG, Reg. S<br>4.375% Perpetual                                        | CHE             | EUR                 | 7,971,570       | 0.30               |
| 8,000,000                         | Statkraft A/S, Reg. S 3.125% 12/13/2026                                                                      | NOR             | EUR                 | 7,956,444       | 0.30               |
| 8,000,000                         | Thermo Fisher Scientific, Inc. 3.2% 01/21/2026                                                               | USA             | EUR                 | 7,952,293       | 0.30               |
| 8,000,000                         | Argentum Netherlands BV for Zurich Insurance Co. Ltd., Reg. S<br>3.5% 10/01/2046                             | CHE             | EUR                 | 7,902,146       | 0.30               |
| 8,000,000                         | ING Groep NV, Reg. S 0.125% 11/29/2025                                                                       | NLD             | EUR                 | 7,877,650       | 0.30               |
| 8,000,000                         | Bank of America Corp., Reg. S 0.808% 05/09/2026                                                              | USA             | EUR                 | 7,799,096       | 0.30               |
| 8,000,000                         | Credit Agricole SA, Reg. S 1% 09/18/2025                                                                     | FRA             | EUR                 | 7,755,834       | 0.29               |
| 8,000,000                         | Segro Capital SARL, Reg. S 1.25% 03/23/2026                                                                  | GBR             | EUR                 | 7,681,544       | 0.29               |

## Franklin Euro Short Duration Bond Fund (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 8,000,000                         | JPMorgan Chase & Co., Reg. S 1.5% 10/29/2026                       | USA             | EUR                 | 7,674,100       | 0.29               |
| 8,000,000                         | Verizon Communications, Inc. 1.375% 10/27/2026                     | USA             | EUR                 | 7,660,598       | 0.29               |
| 8,000,000                         | Danske Bank A/S, Reg. S 1% 05/15/2031                              | DNK             | EUR                 | 7,577,316       | 0.29               |
| 8,000,000                         | ASTM SpA, Reg. S 1% 11/25/2026                                     | ITA             | EUR                 | 7,505,272       | 0.28               |
| 8,000,000                         | Santander UK plc, Reg. S 0.05% 01/12/2027                          | GBR             | EUR                 | 7,365,463       | 0.28               |
| 8,000,000                         | Asahi Group Holdings Ltd., Reg. S 0.336% 04/19/2027                | JPN             | EUR                 | 7,334,488       | 0.28               |
| 7,620,000                         | Canadian Imperial Bank of Commerce, Reg. S 0.375% 03/10/2026       | CAN             | EUR                 | 7,252,983       | 0.27               |
| 8,000,000                         | Acciona Energia Financiacion Filiales SA, Reg. S 0.375% 10/07/2027 | ESP             | EUR                 | 7,177,540       | 0.27               |
| 7,000,000                         | Crelan SA, Reg. S 5.375% 10/31/2025                                | BEL             | EUR                 | 7,138,086       | 0.27               |
| 6,000,000                         | ABN AMRO Bank NV, Reg. S 5.25% 05/26/2026                          | NLD             | GBP                 | 7,099,107       | 0.27               |
| 7,200,000                         | DNB Bank ASA, Reg. S 1.625% 05/31/2026                             | NOR             | EUR                 | 7,066,107       | 0.27               |
| 7,000,000                         | Citigroup, Inc., Reg. S 3.713% 09/22/2028                          | USA             | EUR                 | 7,026,397       | 0.27               |
| 7,000,000                         | Sydbank A/S, Reg. S 4.75% 09/30/2025                               | DNK             | EUR                 | 7,011,532       | 0.27               |
| 8,000,000                         | Hannover Rueck SE, Reg. S 1.125% 10/09/2039                        | DEU             | EUR                 | 6,895,952       | 0.26               |
| 7,000,000                         | UBS Group AG, Reg. S 2.125% 10/13/2026                             | CHE             | EUR                 | 6,841,354       | 0.26               |
| 7,000,000                         | Citigroup, Inc., Reg. S 1.25% 07/06/2026                           | USA             | EUR                 | 6,827,275       | 0.26               |
| 7,300,000                         | Bank of Montreal, Reg. S 0.125% 01/26/2027                         | CAN             | EUR                 | 6,730,702       | 0.26               |
| 6,000,000                         | Abanca Corp. Bancaria SA, Reg. S 8.375% 09/23/2033                 | ESP             | EUR                 | 6,661,788       | 0.25               |
| 7,000,000                         | Bank of Ireland Group plc, Reg. S 1.375% 08/11/2031                | IRL             | EUR                 | 6,618,134       | 0.25               |
| 7,000,000                         | Orange SA, Reg. S 0% 09/04/2026                                    | FRA             | EUR                 | 6,503,141       | 0.25               |
| 6,200,000                         | Logicor Financing SARL, Reg. S 0.75% 07/15/2024                    | LUX             | EUR                 | 6,191,866       | 0.23               |
| 5,000,000                         | Santander UK Group Holdings plc, Reg. S 7.098% 11/16/2027          | GBR             | GBP                 | 6,073,993       | 0.23               |
| 6,000,000                         | Swedbank AB, Reg. S 3.75% 11/14/2025                               | SWE             | EUR                 | 6,006,966       | 0.23               |
| 5,900,000                         | DNB Bank ASA, Reg. S 4.625% 02/28/2033                             | NOR             | EUR                 | 5,983,327       | 0.23               |
| 6,200,000                         | Autostrade per l'Italia SpA, Reg. S 1.75% 06/26/2026               | ITA             | EUR                 | 5,967,872       | 0.23               |
| 6,000,000                         | ABB Finance BV, Reg. S 3.125% 01/15/2029                           | CHE             | EUR                 | 5,960,124       | 0.23               |
| 6,000,000                         | Santander UK plc, Reg. S 3% 03/12/2029                             | GBR             | EUR                 | 5,949,276       | 0.23               |
| 6,000,000                         | Jyske Bank A/S, Reg. S 0.375% 10/15/2025                           | DNK             | EUR                 | 5,941,032       | 0.23               |
| 5,900,000                         | Jyske Bank A/S, Reg. S 4.125% 09/06/2030                           | DNK             | EUR                 | 5,935,397       | 0.22               |
| 6,000,000                         | SSE plc, Reg. S 0.875% 09/06/2025                                  | GBR             | EUR                 | 5,812,452       | 0.22               |
| 5,500,000                         | Banca Comerciala Romana SA, Reg. S 7.625% 05/19/2027               | ROU             | EUR                 | 5,775,536       | 0.22               |
| 6,000,000                         | Telia Co. AB, Reg. S 1.375% 05/11/2081                             | SWE             | EUR                 | 5,683,255       | 0.22               |
| 5,900,000                         | Bank of Nova Scotia (The), Reg. S 0.45% 03/16/2026                 | CAN             | EUR                 | 5,616,909       | 0.21               |
| 40,000,000                        | Nykredit Realkredit A/S, Reg. S 1% 07/01/2024                      | DNK             | DKK                 | 5,363,396       | 0.20               |
| 5,300,000                         | Sydbank A/S, Reg. S 4.125% 09/30/2027                              | DNK             | EUR                 | 5,324,939       | 0.20               |
|                                   | BAWAG PSK Bank fuer Arbeit und Wirtschaft und Oesterreichische     |                 |                     |                 |                    |
| 5,300,000                         | Postsparkasse AG, Reg. S 3% 05/17/2027                             | AUT             | EUR                 | 5,248,866       | 0.20               |
| 5,000,000                         | OTP Bank Nyrt., Reg. S 7.35% 03/04/2026                            | HUN             | EUR                 | 5,081,356       | 0.19               |
| 5,000,000                         | ABN AMRO Bank NV, Reg. S, FRN 4.506% 01/15/2027                    | NLD             | EUR                 | 5,029,035       | 0.19               |
| 5,000,000                         | Danske Bank A/S, Reg. S, FRN 4.552% 04/10/2027                     | DNK             | EUR                 | 5,006,300       | 0.19               |
| 5,000,000                         | Universal Music Group NV, Reg. S 3% 06/30/2027                     | NLD             | EUR                 | 4,936,787       | 0.19               |
| 5,000,000                         | RCI Banque SA, Reg. S 2.625% 02/18/2030                            | FRA             | EUR                 | 4,925,520       | 0.19               |
| 5,000,000                         | JPMorgan Chase & Co., Reg. S 2.875% 05/24/2028                     | USA             | EUR                 | 4,905,212       | 0.19               |
| 5,000,000                         | Credit Agricole SA, Reg. S 1% 04/22/2026                           | FRA             | EUR                 | 4,885,637       | 0.19               |
| 4,000,000                         | Heathrow Funding Ltd., Reg. S 6.75% 12/03/2028                     | GBR             | GBP                 | 4,873,739       | 0.18               |
| 5,000,000                         | UBS AG, Reg. S 0.45% 05/19/2025                                    | CHE             | EUR                 | 4,862,537       | 0.18               |
| 4,000,000                         | Sky Ltd. 6% 05/21/2027                                             | GBR             | GBP                 | 4,844,725       | 0.18               |
| 5,000,000                         | Carrefour Banque SA, Reg. S 0.107% 06/14/2025                      | FRA             | EUR                 | 4,826,650       | 0.18               |
| 5,000,000                         | Arion Banki HF, Reg. S 0.375% 07/14/2025                           | ISL             | EUR                 | 4,818,189       | 0.18               |
| 5,000,000                         | Nordea Bank Abp, Reg. S 0.375% 05/28/2026                          | FIN             | EUR                 | 4,732,525       | 0.18               |
| 4,600,000                         | Swedbank AB, Reg. S 4.625% 05/30/2026                              | SWE             | EUR                 | 4,633,540       | 0.18               |
| 4,650,000                         | SpareBank 1 SMN, Reg. S 3.125% 12/22/2025                          | NOR             | EUR                 | 4,617,077       | 0.17               |
| 4,500,000                         | Leasys SpA, Reg. S 4.5% 07/26/2026                                 | ITA             | EUR                 | 4,553,777       | 0.17               |
| 4,500,000                         | Carrefour Banque SA, Reg. S 4.079% 05/05/2027                      | FRA             | EUR                 | 4,532,022       | 0.17               |
| 4,750,000                         | Novo Nordisk Finance Netherlands BV, Reg. S 1.125% 09/30/2027      | DNK             | EUR                 | 4,456,239       | 0.17               |
| 4,300,000                         | NIBC Bank NV, Reg. S 6.375% 12/01/2025                             | NLD             | EUR                 | 4,435,927       | 0.17               |
| 5,000,000                         | Engie SA, Reg. S 1.5% Perpetual                                    | FRA             | EUR                 | 4,430,300       | 0.17               |
| 4,600,000                         | Sparebank 1 Oestlandet, Reg. S 1.75% 04/27/2027                    | NOR             | EUR                 | 4,382,558       | 0.17               |
| 4,700,000                         | DZ HYP AG, Reg. S 0.01% 10/26/2026                                 | DEU             | EUR                 | 4,361,189       | 0.17               |
| 4,300,000                         | Medtronic Global Holdings SCA 2.625% 10/15/2025                    | USA             | EUR                 | 4,238,549       | 0.16               |
| 4,000,000                         | Unicaja Banco SA, Reg. S 6.5% 09/11/2028                           | ESP             | EUR                 | 4,221,517       | 0.16               |
| 4,000,000                         | Ibercaja Banco SA, Reg. S 9.125% Perpetual                         | ESP             | EUR                 | 4,219,250       | 0.16               |
| 4,100,000                         | Nationwide Building Society, Reg. S 4.5% 11/01/2026                | GBR             | EUR                 | 4,186,170       | 0.16               |
| 4,400,000                         | Lunar Funding V for Swisscom AG, Reg. S 1.125% 10/12/2026          | CHE             | EUR                 | 4,184,620       | 0.16               |
| 4,184,000                         | Swedbank AB, Reg. S 3.625% 08/23/2032                              | SWE             | EUR                 | 4,113,918       | 0.16               |
| 4,000,000                         | EnBW Energie Baden-Wuerttemberg AG, Reg. S 5.25% 01/23/2084        | DEU             | EUR                 | 4,113,250       | 0.16               |
| 4,000,000                         | Landsbankinn HF, Reg. S 5% 05/13/2028                              | ISL             | EUR                 | 4,096,548       | 0.16               |

**Franklin Euro Short Duration Bond Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value     | Description                                                         | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------|---------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 4,300,000                             | National Grid North America, Inc., Reg. S 0.41% 01/20/2026          | USA             | EUR                 | 4,090,275       | 0.15               |
| 4,000,000                             | Ibercaja Banco SA, Reg. S 4.375% 07/30/2028                         | ESP             | EUR                 | 4,043,157       | 0.15               |
| 4,000,000                             | Arion Banki HF, Reg. S 4.625% 11/21/2028                            | ISL             | EUR                 | 4,036,789       | 0.15               |
| 4,000,000                             | ASR Nederland NV, Reg. S 5.125% 09/29/2045                          | NLD             | EUR                 | 4,034,055       | 0.15               |
| 4,000,000                             | Lloyds Banking Group plc, Reg. S 4.5% 03/18/2030                    | GBR             | EUR                 | 3,994,920       | 0.15               |
| 4,000,000                             | OTP Bank Nyrt., Reg. S 4.75% 06/12/2028                             | HUN             | EUR                 | 3,993,740       | 0.15               |
| 4,000,000                             | Iccrea Banca SpA, Reg. S 4.125% 11/28/2029                          | ITA             | EUR                 | 3,973,516       | 0.15               |
| 4,000,000                             | ELM BV for Firmenich International SA, Reg. S 3.75% Perpetual       | CHE             | EUR                 | 3,958,595       | 0.15               |
| 4,000,000                             | Asahi Group Holdings Ltd., Reg. S 0.155% 10/23/2024                 | JPN             | EUR                 | 3,954,800       | 0.15               |
| 4,000,000                             | Intesa Sanpaolo SpA, Reg. S 0.75% 12/04/2024                        | ITA             | EUR                 | 3,949,122       | 0.15               |
| 4,000,000                             | Air France-KLM, Reg. S 4.625% 05/23/2029                            | FRA             | EUR                 | 3,944,620       | 0.15               |
| 4,000,000                             | Nationwide Building Society, Reg. S 1.5% 03/08/2026                 | GBR             | EUR                 | 3,935,812       | 0.15               |
| 3,800,000                             | Assa Abloy AB, Reg. S 3.75% 09/13/2026                              | SWE             | EUR                 | 3,831,907       | 0.15               |
| 3,900,000                             | Toronto-Dominion Bank (The), Reg. S 1.707% 07/28/2025               | CAN             | EUR                 | 3,831,200       | 0.15               |
| 4,000,000                             | Intesa Sanpaolo SpA, Reg. S 5.5% Perpetual                          | ITA             | EUR                 | 3,831,120       | 0.15               |
| 4,000,000                             | Intesa Sanpaolo SpA, Reg. S 0.625% 02/24/2026                       | ITA             | EUR                 | 3,795,500       | 0.14               |
| 4,000,000                             | Chorus Ltd., Reg. S 0.875% 12/05/2026                               | NZL             | EUR                 | 3,745,077       | 0.14               |
| 4,000,000                             | ING Bank NV, Reg. S 0.5% 02/17/2027                                 | NLD             | EUR                 | 3,728,216       | 0.14               |
| 3,700,000                             | Nykredit Realkredit A/S, Reg. S 3.875% 07/05/2027                   | DNK             | EUR                 | 3,715,103       | 0.14               |
| 3,700,000                             | Cloverie Plc for Zurich Insurance Co. Ltd., Reg. S 1.75% 09/16/2024 | CHE             | EUR                 | 3,683,571       | 0.14               |
| 4,000,000                             | Mundys SpA, Reg. S 1.875% 02/12/2028                                | ITA             | EUR                 | 3,674,920       | 0.14               |
| 4,000,000                             | Enel Finance International NV, Reg. S 0.25% 06/17/2027              | ITA             | EUR                 | 3,637,194       | 0.14               |
| 4,000,000                             | OP Corporate Bank plc, Reg. S 0.375% 12/08/2028                     | FIN             | EUR                 | 3,471,936       | 0.13               |
| 3,000,000                             | NatWest Group plc, Reg. S 5.763% 02/28/2034                         | GBR             | EUR                 | 3,138,109       | 0.12               |
| 3,000,000                             | Ceska sporitelna A/S, Reg. S 5.737% 03/08/2028                      | CZE             | EUR                 | 3,100,193       | 0.12               |
| 2,500,000                             | Lloyds Banking Group plc 8.5% Perpetual                             | GBR             | GBP                 | 3,022,509       | 0.11               |
| 3,000,000                             | UBS Group AG, Reg. S 3.25% 04/02/2026                               | CHE             | EUR                 | 2,983,290       | 0.11               |
| 3,000,000                             | John Deere Bank SA, Reg. S 2.5% 09/14/2026                          | USA             | EUR                 | 2,943,721       | 0.11               |
| 3,000,000                             | Natixis Pfandbriefbank AG 0.5% 05/23/2025                           | DEU             | EUR                 | 2,915,910       | 0.11               |
| 3,100,000                             | Coventry Building Society, Reg. S 0.125% 06/20/2026                 | GBR             | EUR                 | 2,903,498       | 0.11               |
| 3,000,000                             | Elia Transmission Belgium SA, Reg. S 1.375% 01/14/2026              | BEL             | EUR                 | 2,903,263       | 0.11               |
| 3,000,000                             | Viterra Finance BV, Reg. S 0.375% 09/24/2025                        | NLD             | EUR                 | 2,872,484       | 0.11               |
| 2,900,000                             | Nordea Kiinnitysluottopankki OYJ, Reg. S 0.625% 05/23/2025          | FIN             | EUR                 | 2,827,479       | 0.11               |
| 24,496,492                            | Nykredit Realkredit A/S, Reg. S 1% 10/01/2040                       | DNK             | DKK                 | 2,785,554       | 0.11               |
| 2,000,000                             | EDP - Energias de Portugal SA, Reg. S 5.943% 04/23/2083             | PRT             | EUR                 | 2,086,285       | 0.08               |
| 2,000,000                             | CNP Assurances SACA, Reg. S 4.5% 06/10/2047                         | FRA             | EUR                 | 2,004,020       | 0.08               |
| 2,000,000                             | BNP Paribas SA, Reg. S 1.5% 11/17/2025                              | FRA             | EUR                 | 1,942,056       | 0.07               |
| 2,000,000                             | Credit Agricole SA, Reg. S 0.375% 10/21/2025                        | FRA             | EUR                 | 1,917,230       | 0.07               |
| 2,000,000                             | Dell Bank International DAC, Reg. S 0.5% 10/27/2026                 | IRL             | EUR                 | 1,865,546       | 0.07               |
| 2,000,000                             | Arena Luxembourg Finance SARL, Reg. S 1.875% 02/01/2028             | ESP             | EUR                 | 1,839,500       | 0.07               |
| 1,564,000                             | Aareal Bank AG, Reg. S 0.375% 07/30/2024                            | DEU             | EUR                 | 1,560,067       | 0.06               |
| 1,500,000                             | NatWest Group plc, Reg. S 0.75% 11/15/2025                          | GBR             | EUR                 | 1,483,009       | 0.06               |
| 1,500,000                             | Verizon Communications, Inc. 0.875% 04/08/2027                      | USA             | EUR                 | 1,405,399       | 0.05               |
| 1,300,000                             | Alliander NV, Reg. S 0.875% 04/22/2026                              | NLD             | EUR                 | 1,242,241       | 0.05               |
| 1,000,000                             | DSV A/S, Reg. S 1.75% 09/20/2024                                    | DNK             | EUR                 | 994,536         | 0.04               |
| 600,000                               | Virgin Money UK plc, Reg. S 7.625% 08/23/2029                       | GBR             | GBP                 | 764,192         | 0.03               |
|                                       |                                                                     |                 |                     | 1,056,431,873   | 40.08              |
| <b>Government and Municipal Bonds</b> |                                                                     |                 |                     |                 |                    |
| 210,000,000                           | Austria Government Bond, Reg. S, 144A 2.9% 05/23/2029               | AUT             | EUR                 | 210,573,300     | 7.99               |
| 198,600,000                           | Bonos Y Oblig del Estando, Reg. S, 144A 1.45% 04/30/2029            | ESP             | EUR                 | 184,828,083     | 7.01               |
| 147,000,000                           | Bundesobligation, Reg. S 0% 10/10/2025                              | DEU             | EUR                 | 141,629,355     | 5.37               |
| 83,800,000                            | Kreditanstalt fuer Wiederaufbau, Reg. S 0.01% 05/05/2027            | DEU             | EUR                 | 77,200,817      | 2.93               |
| 68,000,000                            | Austrian Treasury Bill 0% 08/29/2024                                | AUT             | EUR                 | 67,601,377      | 2.56               |
| 70,000,000                            | Kreditanstalt fuer Wiederaufbau, Reg. S 0% 09/15/2028               | DEU             | EUR                 | 62,113,187      | 2.36               |
| 60,000,000                            | Belgium Treasury Bill 0% 05/08/2025                                 | BEL             | EUR                 | 58,282,274      | 2.21               |
| 54,700,000                            | Denmark Government Bond, Reg. S 2.5% 11/18/2024                     | DNK             | EUR                 | 54,468,004      | 2.07               |
| 50,000,000                            | UK Treasury, Reg. S 0.125% 01/31/2028                               | GBR             | GBP                 | 51,319,582      | 1.95               |
| 40,000,000                            | Deutschland Inflation Linked Bond, Reg. S 0.1% 04/15/2026           | DEU             | EUR                 | 49,297,083      | 1.87               |
| 36,000,000                            | Slovakia Government Bond, Reg. S 3% 02/07/2028                      | SVK             | EUR                 | 35,698,167      | 1.35               |
| 33,000,000                            | Instituto de Credito Oficial, Reg. S 1.3% 10/31/2026                | ESP             | EUR                 | 31,611,624      | 1.20               |
| 32,000,000                            | Caisse d'Amortissement de la Dette Sociale, Reg. S 0% 02/25/2026    | FRA             | EUR                 | 30,311,824      | 1.15               |
| 30,000,000                            | Bundesschatzanweisungen, Reg. S 2.9% 06/18/2026                     | DEU             | EUR                 | 30,043,316      | 1.14               |
| 30,000,000                            | Bundesschatzanweisungen, Reg. S 3.1% 12/12/2025                     | DEU             | EUR                 | 30,042,720      | 1.14               |
| 24,800,000                            | Iceland Government Bond 3.4% 06/28/2027                             | ISL             | EUR                 | 24,786,484      | 0.94               |
| 25,000,000                            | Bpifrance SACA, Reg. S 1% 05/25/2027                                | FRA             | EUR                 | 23,438,888      | 0.89               |
| 20,000,000                            | Nederlandse Waterschapsbank NV, Reg. S 0% 11/16/2026                | NLD             | EUR                 | 18,618,350      | 0.71               |

**Franklin Euro Short Duration Bond Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value                                                   | Description                                                   | Country<br>code | Trading<br>currency | Market<br>value      | % of net<br>assets |
|-------------------------------------------------------------------------------------|---------------------------------------------------------------|-----------------|---------------------|----------------------|--------------------|
| 15,900,000                                                                          | Romania Government Bond, Reg. S 5% 09/27/2026                 | ROU             | EUR                 | 16,245,825           | 0.62               |
| 14,300,000                                                                          | Korea Housing Finance Corp., Reg. S 0.01% 06/29/2026          | KOR             | EUR                 | 13,365,431           | 0.51               |
| 12,000,000                                                                          | Caixa Geral de Depositos SA, Reg. S 1.25% 11/25/2024          | PRT             | EUR                 | 11,876,808           | 0.45               |
| 12,000,000                                                                          | de Volksbank NV, Reg. S 1.75% 10/22/2030                      | NLD             | EUR                 | 11,569,464           | 0.44               |
| 12,500,000                                                                          | Bpifrance SACA, Reg. S 0% 05/25/2028                          | FRA             | EUR                 | 11,052,000           | 0.42               |
| 11,000,000                                                                          | Belgium Treasury Bill 0% 01/09/2025                           | BEL             | EUR                 | 10,799,593           | 0.41               |
| 10,000,000                                                                          | Romania Government Bond, Reg. S 6.625% 09/27/2029             | ROU             | EUR                 | 10,717,862           | 0.41               |
| 10,000,000                                                                          | Orsted A/S, Reg. S 3.625% 03/01/2026                          | DNK             | EUR                 | 10,017,992           | 0.38               |
| 8,500,000                                                                           | SNCF Reseau, Reg. S 2.625% 12/29/2025                         | FRA             | EUR                 | 8,391,604            | 0.32               |
| 8,000,000                                                                           | Belfius Bank SA, Reg. S 3.125% 05/11/2026                     | BEL             | EUR                 | 7,874,988            | 0.30               |
| 8,000,000                                                                           | TenneT Holding BV, Reg. S 1.625% 11/17/2026                   | NLD             | EUR                 | 7,686,878            | 0.29               |
| 6,000,000                                                                           | Power Finance Corp. Ltd., Reg. S 1.841% 09/21/2028            | IND             | EUR                 | 5,410,686            | 0.20               |
| 5,000,000                                                                           | TenneT Holding BV 4.625% Perpetual                            | NLD             | EUR                 | 4,979,275            | 0.19               |
| 5,000,000                                                                           | Korea Housing Finance Corp., Reg. S 0.723% 03/22/2025         | KOR             | EUR                 | 4,897,000            | 0.18               |
| 5,000,000                                                                           | SBAB Bank AB, Reg. S 1.875% 12/10/2025                        | SWE             | EUR                 | 4,883,168            | 0.18               |
| 5,000,000                                                                           | HOWOGE Wohnungsbaugesellschaft mbH, Reg. S 0.625% 11/01/2028  | DEU             | EUR                 | 4,418,470            | 0.17               |
| 2,000,000                                                                           | Electricite de France SA, Reg. S 5% Perpetual                 | FRA             | EUR                 | 1,987,795            | 0.07               |
| 1,400,000                                                                           | HOWOGE Wohnungsbaugesellschaft mbH, Reg. S 0% 11/01/2024      | DEU             | EUR                 | 1,381,044            | 0.05               |
| 1,542,000                                                                           | Iceland Government Bond, Reg. S 0% 04/15/2028                 | ISL             | EUR                 | 1,363,301            | 0.05               |
|                                                                                     |                                                               |                 |                     | <u>1,330,783,619</u> | <u>50.48</u>       |
| <b>Supranational</b>                                                                |                                                               |                 |                     |                      |                    |
| 58,500,000                                                                          | European Union, Reg. S 0% 11/04/2025                          | SP              | EUR                 | 56,108,388           | 2.13               |
| 50,000,000                                                                          | European Union, Reg. S 0% 06/02/2028                          | SP              | EUR                 | 44,682,000           | 1.69               |
| 15,500,000                                                                          | European Financial Stability Facility, Reg. S 0.4% 02/17/2025 | SP              | EUR                 | 15,206,973           | 0.58               |
| 8,000,000                                                                           | African Development Bank 5.5% 08/13/2025                      | SP              | GBP                 | 9,490,133            | 0.36               |
| 1,000,000                                                                           | IDB Trust Services Ltd., Reg. S 0.037% 12/04/2024             | SP              | EUR                 | 983,540              | 0.04               |
|                                                                                     |                                                               |                 |                     | <u>126,471,034</u>   | <u>4.80</u>        |
| <b>TOTAL BONDS</b>                                                                  |                                                               |                 |                     | <u>2,513,686,526</u> | <u>95.36</u>       |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b> |                                                               |                 |                     | 2,513,686,526        | 95.36              |
| TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET                        |                                                               |                 |                     |                      |                    |
| <b>CERTIFICATES OF DEPOSIT</b>                                                      |                                                               |                 |                     |                      |                    |
| <b>Banks</b>                                                                        |                                                               |                 |                     |                      |                    |
| 500,000                                                                             | Lloyds Bank plc 0% 07/11/2024                                 | GBR             | EUR                 | 499,360              | 0.02               |
|                                                                                     |                                                               |                 |                     | <u>499,360</u>       | <u>0.02</u>        |
| <b>TOTAL CERTIFICATES OF DEPOSIT</b>                                                |                                                               |                 |                     | <u>499,360</u>       | <u>0.02</u>        |
| <b>COMMERCIAL PAPERS</b>                                                            |                                                               |                 |                     |                      |                    |
| <b>Banks</b>                                                                        |                                                               |                 |                     |                      |                    |
| 8,000,000                                                                           | DNB Bank ASA 0% 10/11/2024                                    | NOR             | EUR                 | 7,916,907            | 0.30               |
| 5,000,000                                                                           | Svenska Handelsbanken AB 0% 10/23/2024                        | SWE             | EUR                 | 4,940,458            | 0.19               |
| 3,000,000                                                                           | Caixabank SA 0% 12/17/2024                                    | ESP             | EUR                 | 2,948,314            | 0.11               |
|                                                                                     |                                                               |                 |                     | <u>15,805,679</u>    | <u>0.60</u>        |
| <b>Food Products</b>                                                                |                                                               |                 |                     |                      |                    |
| 10,000,000                                                                          | Nestle Finance International Ltd. 0% 08/14/2024               | USA             | EUR                 | 9,952,320            | 0.38               |
|                                                                                     |                                                               |                 |                     | <u>9,952,320</u>     | <u>0.38</u>        |
| <b>Insurance</b>                                                                    |                                                               |                 |                     |                      |                    |
| 10,000,000                                                                          | AXA SA 0% 10/15/2024                                          | FRA             | EUR                 | 9,892,453            | 0.37               |
|                                                                                     |                                                               |                 |                     | <u>9,892,453</u>     | <u>0.37</u>        |
| <b>TOTAL COMMERCIAL PAPERS</b>                                                      |                                                               |                 |                     | <u>35,650,452</u>    | <u>1.35</u>        |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET</b>           |                                                               |                 |                     | 36,149,812           | 1.37               |

**Franklin Euro Short Duration Bond Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                            | Country<br>code | Trading<br>currency | Market<br>value             | % of net<br>assets  |
|-----------------------------------|----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------------------|---------------------|
|                                   | UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS               |                 |                     |                             |                     |
|                                   | <b>EXCHANGE TRADED FUNDS</b>                                                           |                 |                     |                             |                     |
|                                   | <b>Financial Services</b>                                                              |                 |                     |                             |                     |
| 240,000                           | Franklin Sustainable Euro Green Corp. 1-5 Year Fund                                    | IRL             | EUR                 | 6,278,534                   | 0.24                |
|                                   |                                                                                        |                 |                     | <u>6,278,534</u>            | <u>0.24</u>         |
|                                   | <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                     |                 |                     | <u>6,278,534</u>            | <u>0.24</u>         |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b> |                 |                     | <u>6,278,534</u>            | <u>0.24</u>         |
|                                   | <b>TOTAL INVESTMENTS</b>                                                               |                 |                     | <u><b>2,556,114,872</b></u> | <u><b>96.97</b></u> |



## Schedule of Investments, June 30, 2024

## Franklin European Corporate Bond Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|----------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING        |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                     |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                           |                 |                     |                 |                    |
| 500,000                           | KBC Group NV, Reg. S 4.375% 12/06/2031                                           | BEL             | EUR                 | 520,577         | 1.29               |
| 500,000                           | Banco Santander SA, Reg. S 5% 04/22/2034                                         | ESP             | EUR                 | 508,894         | 1.26               |
| 500,000                           | Credit Mutuel Arkea SA, Reg. S 3.875% 05/22/2028                                 | FRA             | EUR                 | 504,972         | 1.25               |
| 500,000                           | Reckitt Benckiser Treasury Services plc, Reg. S 3.625% 06/20/2029                | GBR             | EUR                 | 501,807         | 1.24               |
| 500,000                           | Barry Callebaut Services NV, Reg. S 4% 06/14/2029                                | BEL             | EUR                 | 501,685         | 1.24               |
| 500,000                           | Netflix, Inc., Reg. S 3.625% 06/15/2030                                          | USA             | EUR                 | 499,464         | 1.24               |
| 500,000                           | Lloyds Banking Group plc, Reg. S 3.125% 08/24/2030                               | GBR             | EUR                 | 483,086         | 1.20               |
| 500,000                           | AXA SA, Reg. S 3.25% 05/28/2049                                                  | FRA             | EUR                 | 476,990         | 1.18               |
| 500,000                           | Morgan Stanley 0.406% 10/29/2027                                                 | USA             | EUR                 | 464,506         | 1.15               |
| 500,000                           | JPMorgan Chase & Co., Reg. S 1.963% 03/23/2030                                   | USA             | EUR                 | 463,117         | 1.15               |
| 500,000                           | CaixaBank SA, Reg. S 0.75% 05/26/2028                                            | ESP             | EUR                 | 461,346         | 1.14               |
| 500,000                           | Suez SACA, Reg. S 2.375% 05/24/2030                                              | FRA             | EUR                 | 461,023         | 1.14               |
| 500,000                           | Goldman Sachs Group, Inc. (The), Reg. S 1.25% 02/07/2029                         | USA             | EUR                 | 450,527         | 1.12               |
| 500,000                           | Acciona Energia Financiacion Filiales SA, Reg. S 0.375% 10/07/2027               | ESP             | EUR                 | 448,596         | 1.11               |
| 500,000                           | ING Groep NV, Reg. S 1.75% 02/16/2031                                            | NLD             | EUR                 | 447,494         | 1.11               |
| 500,000                           | American Medical Systems Europe BV 1.625% 03/08/2031                             | USA             | EUR                 | 442,453         | 1.10               |
| 500,000                           | In'li SA, Reg. S 1.125% 07/02/2029                                               | FRA             | EUR                 | 437,357         | 1.08               |
| 500,000                           | Enel Finance International NV, Reg. S 0.625% 05/28/2029                          | ITA             | EUR                 | 434,606         | 1.08               |
| 500,000                           | Coca-Cola Europacific Partners plc, Reg. S 0.2% 12/02/2028                       | GBR             | EUR                 | 433,395         | 1.07               |
| 400,000                           | NN Group NV, Reg. S 6% 11/03/2043                                                | NLD             | EUR                 | 432,468         | 1.07               |
| 400,000                           | Bank of Ireland Group plc, Reg. S 5% 07/04/2031                                  | IRL             | EUR                 | 423,861         | 1.05               |
| 400,000                           | Banco de Sabadell SA, Reg. S 5.125% 11/10/2028                                   | ESP             | EUR                 | 417,291         | 1.03               |
| 400,000                           | Commerzbank AG, Reg. S 5.125% 01/18/2030                                         | DEU             | EUR                 | 416,443         | 1.03               |
| 400,000                           | Fiserv, Inc. 4.5% 05/24/2031                                                     | USA             | EUR                 | 415,858         | 1.03               |
| 400,000                           | Ceska sporitelna A/S, Reg. S 5.737% 03/08/2028                                   | CZE             | EUR                 | 413,359         | 1.02               |
| 400,000                           | Swedbank AB, Reg. S 4.375% 09/05/2030                                            | SWE             | EUR                 | 413,296         | 1.02               |
| 400,000                           | AIB Group plc, Reg. S 4.625% 07/23/2029                                          | IRL             | EUR                 | 412,145         | 1.02               |
| 400,000                           | DNB Bank ASA, Reg. S 4.5% 07/19/2028                                             | NOR             | EUR                 | 409,841         | 1.01               |
| 400,000                           | Skandinaviska Enskilda Banken AB, Reg. S 4.125% 06/29/2027                       | SWE             | EUR                 | 408,724         | 1.01               |
| 400,000                           | BPCE SA, Reg. S 4.125% 07/10/2028                                                | FRA             | EUR                 | 408,154         | 1.01               |
| 400,000                           | SSE plc, Reg. S 4% 09/05/2031                                                    | GBR             | EUR                 | 407,864         | 1.01               |
| 400,000                           | Citigroup, Inc., Reg. S 4.112% 09/22/2033                                        | USA             | EUR                 | 406,702         | 1.01               |
| 400,000                           | RCI Banque SA, Reg. S 4.625% 10/02/2026                                          | FRA             | EUR                 | 406,239         | 1.01               |
| 400,000                           | ABN AMRO Bank NV, Reg. S 4% 01/16/2028                                           | NLD             | EUR                 | 404,885         | 1.00               |
| 400,000                           | Leasys SpA, Reg. S 4.5% 07/26/2026                                               | ITA             | EUR                 | 404,780         | 1.00               |
| 400,000                           | Ibercaja Banco SA, Reg. S 4.375% 07/30/2028                                      | ESP             | EUR                 | 404,316         | 1.00               |
| 400,000                           | Medtronic, Inc. 3.65% 10/15/2029                                                 | USA             | EUR                 | 404,276         | 1.00               |
| 400,000                           | NatWest Group plc, Reg. S 4.067% 09/06/2028                                      | GBR             | EUR                 | 404,219         | 1.00               |
| 400,000                           | Holding d'Infrastructures de Transport SASU, Reg. S<br>4.25% 03/18/2030          | FRA             | EUR                 | 404,212         | 1.00               |
| 400,000                           | Pernod Ricard SA, Reg. S 3.75% 09/15/2027                                        | FRA             | EUR                 | 403,909         | 1.00               |
| 400,000                           | Jyske Bank A/S, Reg. S 4.125% 09/06/2030                                         | DNK             | EUR                 | 402,400         | 1.00               |
| 400,000                           | Vesteda Finance BV, Reg. S 4% 05/07/2032                                         | NLD             | EUR                 | 401,735         | 0.99               |
| 500,000                           | Prologis Euro Finance LLC 0.625% 09/10/2031                                      | USA             | EUR                 | 401,671         | 0.99               |
| 400,000                           | Mondi Finance plc, Reg. S 3.75% 05/31/2032                                       | AUT             | EUR                 | 400,685         | 0.99               |
| 400,000                           | ASR Nederland NV, Reg. S 3.625% 12/12/2028                                       | NLD             | EUR                 | 400,627         | 0.99               |
| 400,000                           | Ayvens SA, Reg. S 3.875% 01/24/2028                                              | FRA             | EUR                 | 400,003         | 0.99               |
| 400,000                           | LKQ Dutch Bond BV 4.125% 03/13/2031                                              | USA             | EUR                 | 399,758         | 0.99               |
| 400,000                           | Novo Nordisk Finance Netherlands BV, Reg. S 3.25% 01/21/2031                     | DNK             | EUR                 | 399,693         | 0.99               |
| 400,000                           | Credit Agricole SA, Reg. S 3.75% 01/22/2034                                      | FRA             | EUR                 | 399,545         | 0.99               |
| 400,000                           | Amprion GmbH, Reg. S 3.625% 05/21/2031                                           | DEU             | EUR                 | 399,502         | 0.99               |
| 400,000                           | Anheuser-Busch InBev SA/NV, Reg. S 3.45% 09/22/2031                              | BEL             | EUR                 | 399,332         | 0.99               |
| 400,000                           | PVH Corp. 4.125% 07/16/2029                                                      | USA             | EUR                 | 398,726         | 0.99               |
| 400,000                           | Swisscom Finance BV, Reg. S 3.625% 11/29/2036                                    | CHE             | EUR                 | 397,112         | 0.98               |
| 400,000                           | Engie SA, Reg. S 3.875% 03/06/2036                                               | FRA             | EUR                 | 396,224         | 0.98               |
| 400,000                           | Edenred SE, Reg. S 3.625% 06/13/2031                                             | FRA             | EUR                 | 396,004         | 0.98               |
| 400,000                           | Banque Federative du Credit Mutuel SA, Reg. S 3.5% 05/15/2031                    | FRA             | EUR                 | 395,483         | 0.98               |
| 400,000                           | Argentum Netherlands BV for Zurich Insurance Co. Ltd., Reg. S<br>3.5% 10/01/2046 | CHE             | EUR                 | 395,107         | 0.98               |
| 400,000                           | Arkema SA, Reg. S 3.5% 01/23/2031                                                | FRA             | EUR                 | 394,554         | 0.98               |
| 400,000                           | Mercedes-Benz International Finance BV, Reg. S 3.25% 11/15/2030                  | DEU             | EUR                 | 394,133         | 0.98               |
| 400,000                           | Vinci SA, Reg. S 3.375% 10/17/2032                                               | FRA             | EUR                 | 393,766         | 0.98               |

**Franklin European Corporate Bond Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                         | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|-----------------------------------|-------------------------------------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| 400,000                           | John Deere Bank SA, Reg. S 2.5% 09/14/2026                                          | USA             | EUR                 | 392,496           | 0.97               |
| 400,000                           | Stellantis NV, Reg. S 3.5% 09/19/2030                                               | USA             | EUR                 | 392,372           | 0.97               |
| 400,000                           | Standard Chartered plc, Reg. S 2.5% 09/09/2030                                      | GBR             | EUR                 | 392,347           | 0.97               |
| 400,000                           | Deutsche Telekom AG, Reg. S 3.25% 03/20/2036                                        | DEU             | EUR                 | 385,187           | 0.95               |
| 400,000                           | Blackstone Property Partners Europe Holdings SARL, Reg. S 3.625% 10/29/2029         | LUX             | EUR                 | 382,450           | 0.95               |
| 400,000                           | EDP - Energias de Portugal SA, Reg. S 1.625% 04/15/2027                             | PRT             | EUR                 | 381,246           | 0.94               |
| 400,000                           | Schneider Electric SE, Reg. S 1.375% 06/21/2027                                     | USA             | EUR                 | 380,421           | 0.94               |
| 400,000                           | Visa, Inc. 2% 06/15/2029                                                            | USA             | EUR                 | 378,663           | 0.94               |
| 400,000                           | Nykredit Realkredit A/S 0.75% 01/20/2027                                            | DNK             | EUR                 | 372,651           | 0.92               |
| 400,000                           | Orange SA, Reg. S 1.375% 03/20/2028                                                 | FRA             | EUR                 | 372,645           | 0.92               |
| 400,000                           | Autostrade per l'Italia SpA, Reg. S 2% 12/04/2028                                   | ITA             | EUR                 | 368,947           | 0.91               |
| 400,000                           | H Lundbeck A/S, Reg. S 0.875% 10/14/2027                                            | DNK             | EUR                 | 363,974           | 0.90               |
| 400,000                           | Allianz SE, Reg. S 2.121% 07/08/2050                                                | DEU             | EUR                 | 356,065           | 0.88               |
| 400,000                           | AT&T, Inc. 2.05% 05/19/2032                                                         | USA             | EUR                 | 355,830           | 0.88               |
| 400,000                           | CNP Assurances SACA, Reg. S 1.25% 01/27/2029                                        | FRA             | EUR                 | 354,339           | 0.88               |
| 400,000                           | Asahi Group Holdings Ltd., Reg. S 0.541% 10/23/2028                                 | JPN             | EUR                 | 352,868           | 0.87               |
| 400,000                           | Barclays plc, Reg. S 0.577% 08/09/2029                                              | GBR             | EUR                 | 350,696           | 0.87               |
| 400,000                           | Heathrow Funding Ltd., Reg. S 1.125% 10/08/2032                                     | GBR             | EUR                 | 339,195           | 0.84               |
| 300,000                           | Unicaja Banco SA, Reg. S 6.5% 09/11/2028                                            | ESP             | EUR                 | 316,614           | 0.78               |
| 300,000                           | Cooperatieve Rabobank UA, Reg. S 4.233% 04/25/2029                                  | NLD             | EUR                 | 306,484           | 0.76               |
| 300,000                           | Assa Abloy AB, Reg. S 3.875% 09/13/2030                                             | SWE             | EUR                 | 306,068           | 0.76               |
| 300,000                           | Unilever Capital Corp., Reg. S 3.4% 06/06/2033                                      | GBR             | EUR                 | 299,927           | 0.74               |
| 300,000                           | TenneT Holding BV, Reg. S 4.875% Perpetual                                          | NLD             | EUR                 | 299,460           | 0.74               |
| 300,000                           | Telefonica Emisiones SA, Reg. S 3.698% 01/24/2032                                   | ESP             | EUR                 | 298,829           | 0.74               |
| 300,000                           | Dell Bank International DAC, Reg. S 3.625% 06/24/2029                               | IRL             | EUR                 | 298,536           | 0.74               |
| 300,000                           | Erste Group Bank AG, Reg. S 4% 06/07/2033                                           | AUT             | EUR                 | 295,739           | 0.73               |
| 300,000                           | Coentreprise de Transport d'Electricite SA, Reg. S 3.75% 01/17/2036                 | FRA             | EUR                 | 293,816           | 0.73               |
| 300,000                           | Compass Group Finance Netherlands BV, Reg. S 3% 03/08/2030                          | GBR             | EUR                 | 293,577           | 0.73               |
| 300,000                           | Carrefour SA, Reg. S 2.625% 12/15/2027                                              | FRA             | EUR                 | 291,187           | 0.72               |
| 300,000                           | Sparebank 1 Oestlandet, Reg. S 1.75% 04/27/2027                                     | NOR             | EUR                 | 285,819           | 0.71               |
| 300,000                           | Danske Bank A/S, Reg. S 1% 05/15/2031                                               | DNK             | EUR                 | 284,149           | 0.70               |
| 300,000                           | Logicor Financing SARL, Reg. S 1.5% 07/13/2026                                      | LUX             | EUR                 | 283,133           | 0.70               |
| 300,000                           | Telia Co. AB, Reg. S 2.75% 06/30/2083                                               | SWE             | EUR                 | 281,160           | 0.70               |
| 300,000                           | Iberdrola International BV, Reg. S 1.45% Perpetual                                  | ESP             | EUR                 | 279,645           | 0.69               |
| 200,000                           | Banca Comerciala Romana SA, Reg. S 7.625% 05/19/2027                                | ROU             | EUR                 | 210,020           | 0.52               |
| 200,000                           | BNP Paribas SA, Reg. S 4.375% 01/13/2029                                            | FRA             | EUR                 | 203,636           | 0.50               |
| 200,000                           | Logicor Financing SARL, Reg. S 4.625% 07/25/2028                                    | LUX             | EUR                 | 201,397           | 0.50               |
| 200,000                           | EDP - Energias de Portugal SA, Reg. S 4.75% 05/29/2054                              | PRT             | EUR                 | 199,000           | 0.49               |
| 200,000                           | Air France-KLM, Reg. S 4.625% 05/23/2029                                            | FRA             | EUR                 | 197,231           | 0.49               |
| 200,000                           | Valeo SE, Reg. S 4.5% 04/11/2030                                                    | FRA             | EUR                 | 196,222           | 0.49               |
|                                   |                                                                                     |                 |                     | <b>38,124,838</b> | <b>94.37</b>       |
|                                   | <b>Government and Municipal Bonds</b>                                               |                 |                     |                   |                    |
|                                   | HOWOGE Wohnungsbaugesellschaft mbH, Reg. S 0.625% 11/01/2028                        | DEU             | EUR                 | 441,847           | 1.09               |
| 400,000                           | Belfius Bank SA, Reg. S 5.25% 04/19/2033                                            | BEL             | EUR                 | 409,934           | 1.02               |
| 400,000                           | de Volksbank NV, Reg. S 1.75% 10/22/2030                                            | NLD             | EUR                 | 385,649           | 0.96               |
| 200,000                           | Orsted A/S, Reg. S 5.125% 03/14/3024                                                | DNK             | EUR                 | 201,895           | 0.50               |
| 200,000                           | Orsted A/S, Reg. S 2.25% 06/14/2028                                                 | DNK             | EUR                 | 190,872           | 0.47               |
|                                   |                                                                                     |                 |                     | <b>1,630,197</b>  | <b>4.04</b>        |
|                                   | <b>TOTAL BONDS</b>                                                                  |                 |                     | <b>39,755,035</b> | <b>98.41</b>       |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | <b>39,755,035</b> | <b>98.41</b>       |
|                                   | <b>TOTAL INVESTMENTS</b>                                                            |                 |                     | <b>39,755,035</b> | <b>98.41</b>       |



## Schedule of Investments, June 30, 2024

## Franklin European Social Leaders Bond Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING               |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                                  |                 |                     |                 |                    |
| 300,000                           | Credit Agricole SA 0.125% 12/09/2027                                                    | FRA             | EUR                 | 266,187         | 2.32               |
| 300,000                           | NatWest Group plc, Reg. S 0.78% 02/26/2030                                              | GBR             | EUR                 | 260,949         | 2.27               |
| 300,000                           | Praemia Healthcare SACA, Reg. S 1.375% 09/17/2030                                       | FRA             | EUR                 | 251,891         | 2.19               |
| 250,000                           | Berlin Hyp AG, Reg. S 1.75% 05/10/2032                                                  | DEU             | EUR                 | 227,001         | 1.98               |
| 200,000                           | Swedbank AB, Reg. S 4.375% 09/05/2030                                                   | SWE             | EUR                 | 206,648         | 1.80               |
| 200,000                           | CaixaBank SA, Reg. S 4.625% 05/16/2027                                                  | ESP             | EUR                 | 203,104         | 1.77               |
| 200,000                           | Credit Mutuel Arkea SA, Reg. S 3.875% 05/22/2028                                        | FRA             | EUR                 | 201,989         | 1.76               |
| 200,000                           | AIB Group plc, Reg. S 2.25% 04/04/2028                                                  | IRL             | EUR                 | 191,868         | 1.67               |
| 200,000                           | Societe Generale SA, Reg. S 0.625% 12/02/2027                                           | FRA             | EUR                 | 184,639         | 1.61               |
| 200,000                           | Landesbank Baden-Wuerttemberg, Reg. S 0.375% 02/18/2027                                 | DEU             | EUR                 | 183,032         | 1.59               |
| 200,000                           | Deutsche Kreditbank AG, Reg. S 1.625% 05/05/2032                                        | DEU             | EUR                 | 179,919         | 1.57               |
| 200,000                           | Credit Agricole Home Loan SFH SA, Reg. S 0.01% 04/12/2028                               | FRA             | EUR                 | 177,676         | 1.55               |
| 200,000                           | Hypo Tirol Bank AG, Reg. S 0.01% 03/11/2031                                             | AUT             | EUR                 | 160,748         | 1.40               |
| 150,000                           | Yorkshire Building Society, Reg. S 0.01% 11/16/2028                                     | GBR             | EUR                 | 130,463         | 1.14               |
| 100,000                           | Intesa Sanpaolo SpA, Reg. S 6.625% 05/31/2033                                           | ITA             | GBP                 | 123,312         | 1.07               |
| 100,000                           | BPCE SA, Reg. S 4.125% 07/10/2028                                                       | FRA             | EUR                 | 102,038         | 0.89               |
| 100,000                           | BPCE SA, Reg. S 4.875% 02/26/2036                                                       | FRA             | EUR                 | 101,027         | 0.88               |
| 100,000                           | La Banque Postale SA, Reg. S 0.75% 06/23/2031                                           | FRA             | EUR                 | 80,928          | 0.70               |
|                                   |                                                                                         |                 |                     | 3,233,419       | 28.16              |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                 |                    |
| 900,000                           | Communaute Francaise de Belgique, Reg. S 3.75% 06/22/2033                               | BEL             | EUR                 | 921,380         | 8.02               |
| 600,000                           | UNEDIC ASSEO, Reg. S 0.5% 05/25/2036                                                    | FRA             | EUR                 | 430,950         | 3.75               |
| 400,000                           | Caisse d'Amortissement de la Dette Sociale, Reg. S 0% 11/25/2026                        | FRA             | EUR                 | 370,560         | 3.23               |
| 350,000                           | Instituto de Credito Oficial, Reg. S 3.25% 10/31/2028                                   | ESP             | EUR                 | 351,798         | 3.06               |
|                                   | HOWOGE Wohnungsbaugesellschaft mbH, Reg. S                                              |                 |                     |                 |                    |
| 300,000                           | 3.875% 06/05/2030                                                                       | DEU             | EUR                 | 300,975         | 2.62               |
| 300,000                           | Caisse d'Amortissement de la Dette Sociale, Reg. S 0% 02/25/2026                        | FRA             | EUR                 | 284,173         | 2.48               |
| 300,000                           | Bpifrance SACA, Reg. S 0.125% 02/26/2027                                                | FRA             | EUR                 | 276,094         | 2.41               |
| 300,000                           | Chile Government Bond 0.1% 01/26/2027                                                   | CHL             | EUR                 | 274,258         | 2.39               |
| 400,000                           | Nederlandse Waterschapsbank NV, Reg. S 0% 02/16/2037                                    | NLD             | EUR                 | 267,627         | 2.33               |
|                                   | Caisse d'Amortissement de la Dette Sociale, Reg. S                                      |                 |                     |                 |                    |
| 300,000                           | 1.5% 05/25/2032                                                                         | FRA             | EUR                 | 264,610         | 2.30               |
| 200,000                           | Iceland Government Bond 3.4% 06/28/2027                                                 | ISL             | EUR                 | 199,891         | 1.74               |
| 200,000                           | Korea Housing Finance Corp., Reg. S 0.723% 03/22/2025                                   | KOR             | EUR                 | 195,880         | 1.71               |
| 200,000                           | Cassa Depositi e Prestiti SpA, Reg. S 2.125% 03/21/2026                                 | ITA             | EUR                 | 195,006         | 1.70               |
| 200,000                           | Korea Housing Finance Corp., Reg. S 1.963% 07/19/2026                                   | KOR             | EUR                 | 194,191         | 1.69               |
| 200,000                           | Caisse Francaise de Financement Local, Reg. S 0.5% 02/19/2027                           | FRA             | EUR                 | 186,201         | 1.62               |
| 200,000                           | Caisse Francaise de Financement Local, Reg. S 0.01% 02/22/2028                          | FRA             | EUR                 | 178,140         | 1.55               |
| 200,000                           | Communaute Francaise de Belgique, Reg. S 1.625% 05/03/2032                              | BEL             | EUR                 | 176,666         | 1.54               |
| 200,000                           | UNEDIC ASSEO, Reg. S 0% 11/25/2028                                                      | FRA             | EUR                 | 174,480         | 1.52               |
| 200,000                           | BNG Bank NV, Reg. S 1.25% 03/30/2037                                                    | NLD             | EUR                 | 158,146         | 1.38               |
| 200,000                           | Kuntarahoitus OYJ, Reg. S 0.05% 09/10/2035                                              | FIN             | EUR                 | 142,463         | 1.24               |
| 200,000                           | Region Wallonne Belgium, Reg. S 1.05% 06/22/2040                                        | BEL             | EUR                 | 134,675         | 1.17               |
| 100,000                           | NRW Bank, Reg. S 2.5% 09/07/2037                                                        | DEU             | EUR                 | 92,281          | 0.80               |
| 100,000                           | NRW Bank, Reg. S 0% 09/22/2028                                                          | DEU             | EUR                 | 88,336          | 0.77               |
| 100,000                           | UNEDIC ASSEO, Reg. S 0.25% 11/25/2029                                                   | FRA             | EUR                 | 85,889          | 0.75               |
|                                   |                                                                                         |                 |                     | 5,944,670       | 51.77              |
|                                   | <b>Supranational</b>                                                                    |                 |                     |                 |                    |
| 1,100,000                         | European Union, Reg. S 0.3% 11/04/2050                                                  | SP              | EUR                 | 532,678         | 4.64               |
| 600,000                           | European Union, Reg. S 1.125% 06/04/2037                                                | SP              | EUR                 | 468,854         | 4.08               |
| 400,000                           | African Development Bank 0.875% 05/24/2028                                              | SP              | EUR                 | 369,226         | 3.22               |
| 320,000                           | Corp. Andina de Fomento, Reg. S 1.625% 06/03/2025                                       | SP              | EUR                 | 313,651         | 2.73               |
| 200,000                           | Council of Europe Development Bank, Reg. S 0% 04/09/2027                                | SP              | EUR                 | 184,193         | 1.61               |
| 200,000                           | European Union, Reg. S 0% 06/02/2028                                                    | SP              | EUR                 | 178,728         | 1.56               |
| 100,000                           | African Development Bank 5.5% 08/13/2025                                                | SP              | GBP                 | 118,627         | 1.03               |
|                                   |                                                                                         |                 |                     | 2,165,957       | 18.87              |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 11,344,046      | 98.80              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     |                 |                    |
|                                   |                                                                                         |                 |                     | 11,344,046      | 98.80              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | 11,344,046      | 98.80              |

## Schedule of Investments, June 30, 2024

## Franklin European Total Return Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                    |                 |                     |                 |                    |
| 526,223,171                       | Nykredit Realkredit A/S, Reg. S 5% 10/01/2053                             | DNK             | DKK                 | 71,334,720      | 3.43               |
| 297,001,350                       | Nykredit Realkredit A/S, Reg. S 3.5% 04/01/2053                           | DNK             | DKK                 | 38,071,164      | 1.83               |
| 247,096,674                       | Nykredit Realkredit A/S, Reg. S 4% 10/01/2053                             | DNK             | DKK                 | 32,469,291      | 1.56               |
| 10,000,000                        | ASR Nederland NV, Reg. S 7% 12/07/2043                                    | NLD             | EUR                 | 11,316,750      | 0.54               |
| 10,000,000                        | NN Group NV, Reg. S 6% 11/03/2043                                         | NLD             | EUR                 | 10,811,700      | 0.52               |
| 10,000,000                        | Bank of Ireland Group plc, Reg. S 5% 07/04/2031                           | IRL             | EUR                 | 10,596,527      | 0.51               |
| 10,000,000                        | Banco Santander SA, Reg. S 4.875% 10/18/2031                              | ESP             | EUR                 | 10,572,150      | 0.51               |
| 10,000,000                        | Assicurazioni Generali SpA, Reg. S 5.272% 09/12/2033                      | ITA             | EUR                 | 10,500,765      | 0.51               |
| 10,000,000                        | Swedbank AB, Reg. S 4.375% 09/05/2030                                     | SWE             | EUR                 | 10,332,394      | 0.50               |
| 10,000,000                        | ABN AMRO Bank NV, Reg. S 5.125% 02/22/2033                                | NLD             | EUR                 | 10,213,013      | 0.49               |
| 10,000,000                        | Assa Abloy AB, Reg. S 3.875% 09/13/2030                                   | SWE             | EUR                 | 10,202,260      | 0.49               |
| 10,000,000                        | BNP Paribas SA, Reg. S 4.25% 04/13/2031                                   | FRA             | EUR                 | 10,198,870      | 0.49               |
| 10,000,000                        | Citigroup, Inc., Reg. S 4.112% 09/22/2033                                 | USA             | EUR                 | 10,167,559      | 0.49               |
|                                   | Holding d'Infrastructures de Transport SASU, Reg. S<br>4.25% 03/18/2030   | FRA             | EUR                 | 10,105,295      | 0.49               |
| 10,000,000                        | BPCE SA, Reg. S 4.875% 02/26/2036                                         | FRA             | EUR                 | 10,102,675      | 0.49               |
| 10,000,000                        | Logicor Financing SARL, Reg. S 4.625% 07/25/2028                          | LUX             | EUR                 | 10,069,825      | 0.48               |
| 10,000,000                        | Cooperatieve Rabobank UA, Reg. S 3.822% 07/26/2034                        | NLD             | EUR                 | 10,010,241      | 0.48               |
| 10,000,000                        | Unilever Capital Corp., Reg. S 3.4% 06/06/2033                            | GBR             | EUR                 | 9,997,575       | 0.48               |
| 10,000,000                        | US Bancorp 4.009% 05/21/2032                                              | USA             | EUR                 | 9,995,323       | 0.48               |
| 10,000,000                        | LKQ Dutch Bond BV 4.125% 03/13/2031                                       | USA             | EUR                 | 9,993,963       | 0.48               |
| 10,000,000                        | Novo Nordisk Finance Netherlands BV, Reg. S 3.25% 01/21/2031              | DNK             | EUR                 | 9,992,337       | 0.48               |
| 10,000,000                        | Amprion GmbH, Reg. S 3.625% 05/21/2031                                    | DEU             | EUR                 | 9,987,560       | 0.48               |
|                                   | RTE Réseau de Transport d'Electricite SADIR, Reg. S<br>3.5% 12/07/2031    | FRA             | EUR                 | 9,983,873       | 0.48               |
| 10,000,000                        | PVH Corp. 4.125% 07/16/2029                                               | USA             | EUR                 | 9,968,140       | 0.48               |
| 10,000,000                        | UBS Group AG, Reg. S 3.25% 04/02/2026                                     | CHE             | EUR                 | 9,944,300       | 0.48               |
| 10,000,000                        | Engie SA, Reg. S 3.875% 03/06/2036                                        | FRA             | EUR                 | 9,905,588       | 0.48               |
| 10,000,000                        | Koninklijke KPN NV, Reg. S 3.875% 02/16/2036                              | NLD             | EUR                 | 9,889,803       | 0.48               |
| 10,000,000                        | Banque Federative du Credit Mutuel SA, Reg. S 3.5% 05/15/2031             | FRA             | EUR                 | 9,887,075       | 0.48               |
| 10,000,000                        | Erste Group Bank AG, Reg. S 4% 06/07/2033                                 | AUT             | EUR                 | 9,857,967       | 0.47               |
| 10,000,000                        | John Deere Bank SA, Reg. S 2.5% 09/14/2026                                | USA             | EUR                 | 9,812,402       | 0.47               |
| 10,000,000                        | Standard Chartered plc, Reg. S 2.5% 09/09/2030                            | GBR             | EUR                 | 9,808,677       | 0.47               |
| 10,000,000                        | Siemens Financieringsmaatschappij NV, Reg. S 2.5% 09/08/2027              | DEU             | EUR                 | 9,806,420       | 0.47               |
| 10,000,000                        | Deutsche Telekom AG, Reg. S 3.25% 03/20/2036                              | DEU             | EUR                 | 9,629,663       | 0.46               |
| 10,000,000                        | Thermo Fisher Scientific, Inc. 1.45% 03/16/2027                           | USA             | EUR                 | 9,514,230       | 0.46               |
| 10,000,000                        | Danske Bank A/S, Reg. S 1% 05/15/2031                                     | DNK             | EUR                 | 9,471,645       | 0.46               |
| 10,000,000                        | Achmea BV, Reg. S 1.5% 05/26/2027                                         | NLD             | EUR                 | 9,452,187       | 0.46               |
| 10,000,000                        | Iberdrola Finanzas SA, Reg. S 1.575% Perpetual                            | ESP             | EUR                 | 9,147,000       | 0.44               |
| 10,000,000                        | Abbott Ireland Financing DAC, Reg. S 0.375% 11/19/2027                    | USA             | EUR                 | 9,128,662       | 0.44               |
| 10,000,000                        | Haleon Netherlands Capital BV, Reg. S 1.75% 03/29/2030                    | USA             | EUR                 | 9,075,787       | 0.44               |
| 10,000,000                        | Goldman Sachs Group, Inc. (The), Reg. S 1.25% 02/07/2029                  | USA             | EUR                 | 9,010,530       | 0.43               |
| 10,000,000                        | Acciona Energia Financiacion Filiales SA, Reg. S 0.375% 10/07/2027        | ESP             | EUR                 | 8,971,925       | 0.43               |
| 10,000,000                        | ING Groep NV, Reg. S 1.75% 02/16/2031                                     | NLD             | EUR                 | 8,949,885       | 0.43               |
| 10,000,000                        | Allianz SE, Reg. S 2.121% 07/08/2050                                      | DEU             | EUR                 | 8,901,635       | 0.43               |
| 10,000,000                        | AT&T, Inc. 2.05% 05/19/2032                                               | USA             | EUR                 | 8,895,751       | 0.43               |
| 10,000,000                        | Fiserv, Inc. 1.625% 07/01/2030                                            | USA             | EUR                 | 8,877,300       | 0.43               |
| 10,000,000                        | American Medical Systems Europe BV 1.625% 03/08/2031                      | USA             | EUR                 | 8,849,050       | 0.43               |
| 10,000,000                        | In'li SA, Reg. S 1.125% 07/02/2029                                        | FRA             | EUR                 | 8,747,150       | 0.42               |
| 10,000,000                        | Vinci SA, Reg. S 0% 11/27/2028                                            | FRA             | EUR                 | 8,710,255       | 0.42               |
| 10,000,000                        | Enel Finance International NV, Reg. S 0.625% 05/28/2029                   | ITA             | EUR                 | 8,692,125       | 0.42               |
| 10,000,000                        | Coca-Cola Europacific Partners plc, Reg. S 0.2% 12/02/2028                | GBR             | EUR                 | 8,667,910       | 0.42               |
| 10,000,000                        | Heathrow Funding Ltd., Reg. S 1.125% 10/08/2032                           | GBR             | EUR                 | 8,479,882       | 0.41               |
| 10,000,000                        | AXA SA, Reg. S 1.875% 07/10/2042                                          | FRA             | EUR                 | 8,291,483       | 0.40               |
| 10,000,000                        | Credit Agricole Assurances SA, Reg. S 1.5% 10/06/2031                     | FRA             | EUR                 | 8,181,805       | 0.39               |
| 8,400,000                         | Carrefour SA, Reg. S 2.625% 12/15/2027                                    | FRA             | EUR                 | 8,153,248       | 0.39               |
| 7,300,000                         | Ayvens SA, Reg. S 3.875% 01/24/2028                                       | FRA             | EUR                 | 7,300,058       | 0.35               |
| 8,000,000                         | CNP Assurances SACA, Reg. S 1.25% 01/27/2029                              | FRA             | EUR                 | 7,086,788       | 0.34               |
| 6,400,000                         | Societe Generale SA, Reg. S 4.25% 11/16/2032                              | FRA             | EUR                 | 6,627,800       | 0.32               |
| 5,900,000                         | DNB Bank ASA, Reg. S 4.5% 07/19/2028                                      | NOR             | EUR                 | 6,045,162       | 0.29               |
| 6,000,000                         | Abertis Infraestructuras Finance BV, Reg. S 3.248% Perpetual              | ESP             | EUR                 | 5,849,213       | 0.28               |
| 5,500,000                         | KBC Group NV, Reg. S 4.375% 12/06/2031                                    | BEL             | EUR                 | 5,726,344       | 0.28               |

## Franklin European Total Return Fund (continued)

(Currency - EUR)

| Number of shares<br>or face value                                                   | Description                                                                   | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------------------------------------|-------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 5,000,000                                                                           | Pension Insurance Corp. plc, Reg. S 4.625% 05/07/2031                         | GBR             | GBP                 | 5,257,581       | 0.25               |
| 5,000,000                                                                           | AXA SA, Reg. S 3.875% Perpetual                                               | FRA             | EUR                 | 4,933,140       | 0.24               |
| 4,000,000                                                                           | Lloyds Banking Group plc 8.5% Perpetual                                       | GBR             | GBP                 | 4,836,014       | 0.23               |
| 5,000,000                                                                           | Deutsche Bahn Finance GmbH, Reg. S 1.6% Perpetual                             | DEU             | EUR                 | 4,344,382       | 0.21               |
| 4,000,000                                                                           | Unicaja Banco SA, Reg. S 6.5% 09/11/2028                                      | ESP             | EUR                 | 4,221,517       | 0.20               |
| 4,000,000                                                                           | Banca Comerciala Romana SA, Reg. S 7.625% 05/19/2027                          | ROU             | EUR                 | 4,200,390       | 0.20               |
| 4,000,000                                                                           | TeamSystem SpA, Reg. S, FRN 7.656% 02/15/2028                                 | ITA             | EUR                 | 4,025,000       | 0.19               |
| 4,000,000                                                                           | CaixaBank SA, Reg. S 5.875% Perpetual                                         | ESP             | EUR                 | 3,923,200       | 0.19               |
| 4,000,000                                                                           | Banco de Sabadell SA, Reg. S 2.5% 04/15/2031                                  | ESP             | EUR                 | 3,849,224       | 0.19               |
| 4,000,000                                                                           | Telefonica Europe BV, Reg. S 2.502% Perpetual                                 | ESP             | EUR                 | 3,800,060       | 0.18               |
| 3,600,000                                                                           | Societe Generale SA, Reg. S 4.25% 12/06/2030                                  | FRA             | EUR                 | 3,602,443       | 0.17               |
| 4,000,000                                                                           | CAB SELAS, Reg. S 3.375% 02/01/2028                                           | FRA             | EUR                 | 3,580,289       | 0.17               |
| 3,000,000                                                                           | ELM BV for Firmenich International SA, Reg. S 3.75% Perpetual                 | CHE             | EUR                 | 2,968,946       | 0.14               |
| 2,900,000                                                                           | TenneT Holding BV, Reg. S 4.875% Perpetual                                    | NLD             | EUR                 | 2,894,780       | 0.14               |
| 2,800,000                                                                           | BPCE SA, Reg. S 4.125% 07/10/2028                                             | FRA             | EUR                 | 2,857,079       | 0.14               |
| 2,940,440                                                                           | Vivion Investments SARRL, Reg. S 6.5% 08/31/2028                              | LUX             | EUR                 | 2,641,015       | 0.13               |
| 2,000,000                                                                           | Ibercaja Banco SA, Reg. S 9.125% Perpetual                                    | ESP             | EUR                 | 2,109,625       | 0.10               |
| 1,500,000                                                                           | Ibercaja Banco SA, Reg. S 4.375% 07/30/2028                                   | ESP             | EUR                 | 1,516,184       | 0.07               |
| 1,000,000                                                                           | Argentum Netherlands BV for Zurich Insurance Co. Ltd., Reg. S 3.5% 10/01/2046 | CHE             | EUR                 | 987,768         | 0.05               |
|                                                                                     |                                                                               |                 |                     | 736,889,312     | 35.46              |
| <b>Government and Municipal Bonds</b>                                               |                                                                               |                 |                     |                 |                    |
| 175,000,000                                                                         | Bonos Y Oblig del Estando, Reg. S, 144A 3.55% 10/31/2033                      | ESP             | EUR                 | 178,003,875     | 8.57               |
| 123,000,000                                                                         | Bundesrepublik Deutschland, Reg. S 1.8% 08/15/2053                            | DEU             | EUR                 | 101,572,662     | 4.89               |
| 95,000,000                                                                          | Bundesrepublik Deutschland, Reg. S 2.3% 02/15/2033                            | DEU             | EUR                 | 94,001,312      | 4.52               |
| 90,000,000                                                                          | UK Treasury, Reg. S 0.875% 07/31/2033                                         | GBR             | GBP                 | 80,195,120      | 3.86               |
| 105,000,000                                                                         | UK Treasury, Reg. S 1.5% 07/31/2053                                           | GBR             | GBP                 | 62,482,838      | 3.01               |
| 55,000,000                                                                          | Belgium Government Bond, Reg. S, 144A 3.3% 06/22/2054                         | BEL             | EUR                 | 51,767,100      | 2.49               |
| 70,000,000                                                                          | Bonos Y Oblig del Estando, Reg. S, 144A 1% 07/30/2042                         | ESP             | EUR                 | 44,864,050      | 2.16               |
| 40,000,000                                                                          | State of the Grand-Duchy of Luxembourg, Reg. S 3% 03/02/2033                  | LUX             | EUR                 | 40,133,440      | 1.93               |
| 40,600,000                                                                          | Romania Government Bond, Reg. S 5.625% 02/22/2036                             | ROU             | EUR                 | 39,626,108      | 1.91               |
| 38,000,000                                                                          | Iceland Government Bond, Reg. S 3.5% 03/21/2034                               | ISL             | EUR                 | 38,407,170      | 1.85               |
| 39,000,000                                                                          | Slovenia Government Bond, Reg. S 3% 03/10/2034                                | SVN             | EUR                 | 37,916,038      | 1.83               |
| 32,000,000                                                                          | Austria Government Bond, Reg. S, 144A 2.9% 05/23/2029                         | AUT             | EUR                 | 32,087,360      | 1.54               |
| 30,000,000                                                                          | Slovakia Government Bond, Reg. S 3.75% 03/06/2034                             | SVK             | EUR                 | 30,089,465      | 1.45               |
| 35,300,000                                                                          | Societe Des Grands Projets EPIC, Reg. S 0% 11/25/2030                         | FRA             | EUR                 | 28,689,493      | 1.38               |
| 25,700,000                                                                          | Croatia Government Bond, Reg. S 4% 06/14/2035                                 | HRV             | EUR                 | 26,540,069      | 1.28               |
| 26,000,000                                                                          | Austrian Treasury Bill 0% 08/29/2024                                          | AUT             | EUR                 | 25,847,585      | 1.24               |
| 20,000,000                                                                          | Iceland Government Bond 3.4% 06/28/2027                                       | ISL             | EUR                 | 19,989,100      | 0.96               |
| 19,000,000                                                                          | France Government Bond OAT, Reg. S 0.75% 02/25/2028                           | FRA             | EUR                 | 17,528,706      | 0.84               |
| 12,000,000                                                                          | Communaute Francaise de Belgique, Reg. S 3.75% 06/22/2033                     | BEL             | EUR                 | 12,285,072      | 0.59               |
| 10,000,000                                                                          | Belfius Bank SA, Reg. S 5.25% 04/19/2033                                      | BEL             | EUR                 | 10,248,348      | 0.49               |
| 10,000,000                                                                          | Orsted A/S, Reg. S 4.125% 03/01/2035                                          | DNK             | EUR                 | 10,237,325      | 0.49               |
| 10,000,000                                                                          | de Volksbank NV, Reg. S 1.75% 10/22/2030                                      | NLD             | EUR                 | 9,641,220       | 0.46               |
| 9,520,000                                                                           | Power Finance Corp. Ltd., Reg. S 1.841% 09/21/2028                            | IND             | EUR                 | 8,584,955       | 0.41               |
| 8,000,000                                                                           | Bundesobligation, Reg. S 2.1% 04/12/2029                                      | DEU             | EUR                 | 7,870,362       | 0.38               |
| 1,000,000                                                                           | Bundesobligation, Reg. S 1.3% 10/15/2027                                      | DEU             | EUR                 | 961,937         | 0.05               |
|                                                                                     |                                                                               |                 |                     | 1,009,570,710   | 48.58              |
| <b>Supranational</b>                                                                |                                                                               |                 |                     |                 |                    |
| 120,100,000                                                                         | European Union, Reg. S 2.75% 02/04/2033                                       | SP              | EUR                 | 117,420,869     | 5.65               |
| 60,000,000                                                                          | European Union, Reg. S 0% 07/04/2035                                          | SP              | EUR                 | 42,782,013      | 2.06               |
| 59,500,000                                                                          | European Union, Reg. S 0.4% 02/04/2037                                        | SP              | EUR                 | 42,332,763      | 2.04               |
| 52,000,000                                                                          | European Union, Reg. S 0.3% 11/04/2050                                        | SP              | EUR                 | 25,181,110      | 1.21               |
| 5,640,000                                                                           | European Union, Reg. S 0.75% 01/04/2047                                       | SP              | EUR                 | 3,386,913       | 0.16               |
|                                                                                     |                                                                               |                 |                     | 231,103,668     | 11.12              |
|                                                                                     | <b>TOTAL BONDS</b>                                                            |                 |                     | 1,977,563,690   | 95.16              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b> |                                                                               |                 |                     |                 |                    |
|                                                                                     |                                                                               |                 |                     | 1,977,563,690   | 95.16              |
| UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE INVESTMENT UNDERTAKINGS               |                                                                               |                 |                     |                 |                    |
| <b>EXCHANGE TRADED FUNDS</b>                                                        |                                                                               |                 |                     |                 |                    |
| <b>Financial Services</b>                                                           |                                                                               |                 |                     |                 |                    |
| 2,000,000                                                                           | Franklin Sustainable Euro Green Bond Fund                                     | IRL             | EUR                 | 45,601,558      | 2.19               |
| 350,000                                                                             | Franklin Sustainable Euro Green Sovereign Fund                                | IRL             | EUR                 | 9,242,041       | 0.45               |

**Franklin European Total Return Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                            | Country<br>code | Trading<br>currency | Market<br>value      | % of net<br>assets |
|-----------------------------------|----------------------------------------------------------------------------------------|-----------------|---------------------|----------------------|--------------------|
| 160,000                           | Franklin Sustainable Euro Green Corp. 1-5 Year Fund                                    | IRL             | EUR                 | 4,185,690            | 0.20               |
|                                   |                                                                                        |                 |                     | 59,029,289           | 2.84               |
|                                   |                                                                                        |                 |                     | 59,029,289           | 2.84               |
|                                   | <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                     |                 |                     |                      |                    |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b> |                 |                     | 59,029,289           | 2.84               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                               |                 |                     | <b>2,036,592,979</b> | <b>98.00</b>       |

## Schedule of Investments, June 30, 2024

## Franklin Flexible Alpha Bond Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                    |                 |                     |                 |                    |
| 400,000                           | Morgan Stanley 4.813% 10/25/2028                                          | USA             | EUR                 | 444,103         | 0.90               |
| 400,000                           | Citigroup, Inc., Reg. S 3.713% 09/22/2028                                 | USA             | EUR                 | 430,056         | 0.87               |
| 400,000                           | Bank of America Corp., Reg. S 3.648% 03/31/2029                           | USA             | EUR                 | 428,211         | 0.87               |
| 450,000                           | Goldman Sachs Group, Inc. (The), Reg. S 0.875% 05/09/2029                 | USA             | EUR                 | 423,923         | 0.86               |
| 350,000                           | Wells Fargo & Co., Reg. S 3.473% 04/26/2028                               | USA             | GBP                 | 419,316         | 0.85               |
| 400,000                           | Berkshire Hathaway, Inc. 1.125% 03/16/2027                                | USA             | EUR                 | 404,230         | 0.82               |
| 400,000                           | Shell International Finance BV, Reg. S 1.25% 05/12/2028                   | USA             | EUR                 | 395,995         | 0.80               |
| 400,000                           | Exxon Mobil Corp. 0.524% 06/26/2028                                       | USA             | EUR                 | 385,886         | 0.78               |
| 400,000                           | New York Life Global Funding, Reg. S 0.25% 10/04/2028                     | USA             | EUR                 | 377,437         | 0.76               |
| 350,000                           | JPMorgan Chase & Co., Reg. S 1.638% 05/18/2028                            | USA             | EUR                 | 355,453         | 0.72               |
| 200,000                           | Occidental Petroleum Corp. 8.875% 07/15/2030                              | USA             | USD                 | 230,517         | 0.47               |
| 200,000                           | EQT Corp. 7% 02/01/2030                                                   | USA             | USD                 | 212,370         | 0.43               |
| 200,000                           | HSBC Holdings plc 6.161% 03/09/2029                                       | GBR             | USD                 | 204,659         | 0.41               |
| 200,000                           | Celanese US Holdings LLC 6.165% 07/15/2027                                | USA             | USD                 | 203,079         | 0.41               |
| 200,000                           | Ryder System, Inc. 5.375% 03/15/2029                                      | USA             | USD                 | 200,851         | 0.41               |
| 200,000                           | Toyota Motor Credit Corp. 5.05% 05/16/2029                                | USA             | USD                 | 200,765         | 0.41               |
| 200,000                           | Banco Bilbao Vizcaya Argentaria SA 5.381% 03/13/2029                      | ESP             | USD                 | 200,728         | 0.41               |
| 200,000                           | General Motors Financial Co., Inc. 5.4% 05/08/2027                        | USA             | USD                 | 199,954         | 0.40               |
| 200,000                           | McDonald's Corp. 5% 05/17/2029                                            | USA             | USD                 | 199,862         | 0.40               |
| 200,000                           | Nutrien Ltd. 5.2% 06/21/2027                                              | CAN             | USD                 | 199,833         | 0.40               |
| 200,000                           | Deutsche Bank AG 5.414% 05/10/2029                                        | DEU             | USD                 | 199,755         | 0.40               |
| 200,000                           | BP Capital Markets plc, Reg. S 1.594% 07/03/2028                          | USA             | EUR                 | 199,684         | 0.40               |
| 200,000                           | Bristol-Myers Squibb Co. 4.9% 02/22/2029                                  | USA             | USD                 | 199,655         | 0.40               |
| 200,000                           | Suzano Austria GmbH 6% 01/15/2029                                         | BRA             | USD                 | 199,608         | 0.40               |
| 200,000                           | DAE Funding LLC, 144A 1.55% 08/01/2024                                    | ARE             | USD                 | 199,189         | 0.40               |
| 200,000                           | BAE Systems plc, 144A 5.125% 03/26/2029                                   | GBR             | USD                 | 199,158         | 0.40               |
| 200,000                           | Energy Transfer LP 5.25% 07/01/2029                                       | USA             | USD                 | 198,881         | 0.40               |
| 200,000                           | L3Harris Technologies, Inc. 5.05% 06/01/2029                              | USA             | USD                 | 198,663         | 0.40               |
| 200,000                           | Sands China Ltd. 5.125% 08/08/2025                                        | MAC             | USD                 | 198,399         | 0.40               |
| 200,000                           | Air Lease Corp. 5.1% 03/01/2029                                           | USA             | USD                 | 197,954         | 0.40               |
| 200,000                           | Ares Capital Corp. 5.95% 07/15/2029                                       | USA             | USD                 | 196,666         | 0.40               |
| 200,000                           | Ashtead Capital, Inc., 144A 4.375% 08/15/2027                             | GBR             | USD                 | 192,718         | 0.39               |
| 200,000                           | Cencosud SA, 144A 4.375% 07/17/2027                                       | CHL             | USD                 | 192,457         | 0.39               |
| 200,000                           | Crown Castle, Inc. 4.3% 02/15/2029                                        | USA             | USD                 | 191,140         | 0.39               |
| 200,000                           | Asahi Group Holdings Ltd., Reg. S 0.541% 10/23/2028                       | JPN             | EUR                 | 188,978         | 0.38               |
| 200,000                           | SK Hynix, Inc., 144A 1.5% 01/19/2026                                      | KOR             | USD                 | 187,811         | 0.38               |
| 150,000                           | British Telecommunications plc 9.625% 12/15/2030                          | GBR             | USD                 | 183,210         | 0.37               |
| 200,000                           | Adani Electricity Mumbai Ltd., 144A 3.867% 07/22/2031                     | IND             | USD                 | 163,696         | 0.33               |
| 150,000                           | AbbVie, Inc. 2.125% 06/01/2029                                            | USA             | EUR                 | 151,978         | 0.31               |
| 150,000                           | Chubb INA Holdings LLC 1.55% 03/15/2028                                   | USA             | EUR                 | 150,069         | 0.30               |
| 150,000                           | AerCap Ireland Capital DAC 3% 10/29/2028                                  | IRL             | USD                 | 136,368         | 0.28               |
| 100,000                           | DNB Bank ASA, Reg. S 4% 08/17/2027                                        | NOR             | GBP                 | 123,110         | 0.25               |
| 100,000                           | Var Energi ASA, Reg. S 5.5% 05/04/2029                                    | NOR             | EUR                 | 113,416         | 0.23               |
| 100,000                           | CK Hutchison Finance 16 II Ltd., Reg. S 0.875% 10/03/2024                 | GBR             | EUR                 | 106,252         | 0.22               |
| 100,000                           | Aon Global Ltd. 2.875% 05/14/2026                                         | USA             | EUR                 | 105,478         | 0.21               |
| 100,000                           | CK Hutchison Europe Finance 18 Ltd., Reg. S 1.25% 04/13/2025              | GBR             | EUR                 | 104,940         | 0.21               |
| 100,000                           | Regal Rexnord Corp. 6.3% 02/15/2030                                       | USA             | USD                 | 102,279         | 0.21               |
| 100,000                           | Philip Morris International, Inc. 5.25% 09/07/2028                        | USA             | USD                 | 100,850         | 0.20               |
| 100,000                           | Enbridge, Inc. 5.3% 04/05/2029                                            | CAN             | USD                 | 100,193         | 0.20               |
| 100,000                           | Altria Group, Inc. 3.125% 06/15/2031                                      | USA             | EUR                 | 99,785          | 0.20               |
| 100,000                           | BAT Capital Corp. 4.906% 04/02/2030                                       | GBR             | USD                 | 97,506          | 0.20               |
| 50,000                            | F&G Annuities & Life, Inc. 6.5% 06/04/2029                                | USA             | USD                 | 49,858          | 0.10               |
|                                   |                                                                           |                 |                     | 11,146,932      | 22.53              |
|                                   | <b>Government and Municipal Bonds</b>                                     |                 |                     |                 |                    |
| 6,100,000                         | US Treasury 0.25% 09/30/2025                                              | USA             | USD                 | 5,752,467       | 11.62              |
| 2,200,000                         | US Treasury 1.5% 08/15/2026                                               | USA             | USD                 | 2,059,062       | 4.16               |
| 2,100,000                         | US Treasury 0.375% 11/30/2025                                             | USA             | USD                 | 1,970,350       | 3.98               |
| 1,200,000                         | US Treasury 0.25% 08/31/2025                                              | USA             | USD                 | 1,135,523       | 2.29               |
| 1,000,000                         | US Treasury 2% 02/15/2025                                                 | USA             | USD                 | 979,590         | 1.98               |
| 850,000                           | US Treasury 2.375% 04/30/2026                                             | USA             | USD                 | 814,539         | 1.65               |
| 800,000                           | US Treasury 0.25% 10/31/2025                                              | USA             | USD                 | 751,938         | 1.52               |
| 850,000                           | US Treasury 1.25% 09/30/2028                                              | USA             | USD                 | 747,070         | 1.51               |



**Franklin Flexible Alpha Bond Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                       | Description                                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------------------------------------------|------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 800,000                                                                                 | US Treasury 2.375% 03/31/2029                                    | USA             | USD                 | 731,969         | 1.48               |
| 250,000                                                                                 | US Treasury Inflation Indexed 0.625% 01/15/2026                  | USA             | USD                 | 319,203         | 0.65               |
| 109,000,000                                                                             | Colombia Government Bond 9.85% 06/28/2027                        | COL             | COP                 | 25,313          | 0.05               |
|                                                                                         |                                                                  |                 |                     | 15,287,024      | 30.89              |
| <b>Supranational</b>                                                                    |                                                                  |                 |                     |                 |                    |
| 200,000                                                                                 | African Export-Import Bank (The), 144A 3.994% 09/21/2029         | SP              | USD                 | 179,772         | 0.36               |
|                                                                                         |                                                                  |                 |                     | 179,772         | 0.36               |
| <b>TOTAL BONDS</b>                                                                      |                                                                  |                 |                     |                 |                    |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                                                                  |                 |                     | 26,613,728      | 53.78              |
| <b>TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                 |                                                                  |                 |                     | 26,613,728      | 53.78              |
| <b>BONDS</b>                                                                            |                                                                  |                 |                     |                 |                    |
| <b>Asset-Backed Securities</b>                                                          |                                                                  |                 |                     |                 |                    |
| 2,633,375                                                                               | FNMA MA4465 2% 11/01/2051                                        | USA             | USD                 | 2,067,974       | 4.18               |
| 1,423,134                                                                               | FHLMC Pool SD4717 2% 08/01/2052                                  | USA             | USD                 | 1,117,209       | 2.26               |
| 627,111                                                                                 | FNMA FS8105 2% 10/01/2052                                        | USA             | USD                 | 491,776         | 0.99               |
|                                                                                         | FHLMC STACR Trust, Series 2022-DNA3, 144A, FRN                   |                 |                     |                 |                    |
| 327,107                                                                                 | 7.335% 04/25/2042                                                | USA             | USD                 | 332,102         | 0.67               |
|                                                                                         | Neuberger Berman Loan Advisers CLO 42 Ltd., Series 2021-42A,     |                 |                     |                 |                    |
| 300,000                                                                                 | 144A, FRN 6.689% 07/16/2035                                      | CYM             | USD                 | 300,461         | 0.61               |
| 300,000                                                                                 | Invesco CLO Ltd., Series 2021-2A, 144A, FRN 6.71% 07/15/2034     | CYM             | USD                 | 300,451         | 0.61               |
|                                                                                         | Aimco CLO 12 Ltd., Series 2020-12A, 144A, FRN                    |                 |                     |                 |                    |
| 298,074                                                                                 | 6.487% 01/17/2032                                                | CYM             | USD                 | 298,420         | 0.60               |
|                                                                                         | Dryden 60 CLO Ltd., Series 2018-60A, 144A, FRN                   |                 |                     |                 |                    |
| 284,222                                                                                 | 6.64% 07/15/2031                                                 | CYM             | USD                 | 284,621         | 0.57               |
| 280,421                                                                                 | CIFC Funding Ltd., Series 2014-3A, 144A, FRN 6.786% 10/22/2031   | CYM             | USD                 | 280,690         | 0.57               |
|                                                                                         | Cedar Funding IX CLO Ltd., Series 2018-9A, 144A, FRN             |                 |                     |                 |                    |
| 270,000                                                                                 | 6.986% 04/20/2031                                                | CYM             | USD                 | 270,195         | 0.55               |
| 250,000                                                                                 | KKR CLO 17 Ltd., Series 17, 144A, FRN 6.67% 04/15/2034           | CYM             | USD                 | 250,204         | 0.51               |
| 236,169                                                                                 | CIFC Funding Ltd., Series 2014-5A, 144A, FRN 6.779% 10/17/2031   | CYM             | USD                 | 236,378         | 0.48               |
|                                                                                         | Carlyle Global Market Strategies CLO Ltd., Series 2014-1A, 144A, |                 |                     |                 |                    |
| 210,926                                                                                 | FRN 6.549% 04/17/2031                                            | CYM             | USD                 | 211,063         | 0.43               |
|                                                                                         | Carlyle Global Market Strategies CLO Ltd., Series 2014-5A, 144A, |                 |                     |                 |                    |
| 204,000                                                                                 | FRN 6.73% 07/15/2031                                             | CYM             | USD                 | 204,176         | 0.41               |
|                                                                                         | Octagon Investment Partners 18-R Ltd., Series 2018-18A, 144A,    |                 |                     |                 |                    |
| 193,900                                                                                 | FRN 6.549% 04/16/2031                                            | CYM             | USD                 | 194,055         | 0.39               |
| 159,085                                                                                 | KKR CLO 20 Ltd., Series 20, 144A, FRN 6.719% 10/16/2030          | CYM             | USD                 | 159,241         | 0.32               |
| 131,933                                                                                 | CSMC Trust, Series 2013-IVR3, 144A, FRN 3% 05/25/2043            | USA             | USD                 | 115,365         | 0.23               |
|                                                                                         | Connecticut Avenue Securities Trust, Series 2024-R02, 144A, FRN  |                 |                     |                 |                    |
| 90,604                                                                                  | 6.435% 02/25/2044                                                | USA             | USD                 | 90,698          | 0.18               |
|                                                                                         | FHLMC Structured Agency Credit Risk Debt Notes, Series 2016-     |                 |                     |                 |                    |
| 65,083                                                                                  | DNA2, FRN 10.1% 10/25/2028                                       | USA             | USD                 | 68,241          | 0.14               |
| 67,762                                                                                  | FNMA, Series 2014-C03, FRN 8.35% 07/25/2024                      | USA             | USD                 | 67,841          | 0.14               |
|                                                                                         | Connecticut Avenue Securities Trust, Series 2024-R03, 144A, FRN  |                 |                     |                 |                    |
| 56,594                                                                                  | 6.485% 03/25/2044                                                | USA             | USD                 | 56,723          | 0.11               |
| 43,422                                                                                  | Adjustable Rate Mortgage Trust, Series 2005-9, FRN 6% 11/25/2035 | USA             | USD                 | 43,101          | 0.09               |
|                                                                                         |                                                                  |                 |                     | 7,440,985       | 15.04              |
| <b>Corporate Bonds</b>                                                                  |                                                                  |                 |                     |                 |                    |
| 318,000                                                                                 | Xerox Holdings Corp., 144A 5% 08/15/2025                         | USA             | USD                 | 312,316         | 0.63               |
| 250,000                                                                                 | National Bank of Canada 5.6% 07/02/2027                          | CAN             | USD                 | 250,001         | 0.51               |
| 250,000                                                                                 | Credit Agricole SA, 144A 5.134% 03/11/2027                       | FRA             | USD                 | 249,189         | 0.50               |
| 250,000                                                                                 | GA Global Funding Trust, 144A 1.625% 01/15/2026                  | USA             | USD                 | 235,187         | 0.48               |
| 250,000                                                                                 | BPCE SA, Reg. S 2.045% 10/19/2027                                | FRA             | USD                 | 229,599         | 0.46               |
| 200,000                                                                                 | Element Fleet Management Corp., 144A 6.319% 12/04/2028           | CAN             | USD                 | 206,840         | 0.42               |
| 200,000                                                                                 | Bimbo Bakeries USA, Inc., 144A 6.05% 01/15/2029                  | MEX             | USD                 | 205,736         | 0.42               |
| 200,000                                                                                 | UBS AG 5.65% 09/11/2028                                          | CHE             | USD                 | 203,779         | 0.41               |
| 200,000                                                                                 | Icon Investments Six DAC 5.849% 05/08/2029                       | USA             | USD                 | 203,271         | 0.41               |
| 200,000                                                                                 | Marriott International, Inc. 5.55% 10/15/2028                    | USA             | USD                 | 202,718         | 0.41               |
| 200,000                                                                                 | ABN AMRO Bank NV, 144A 6.339% 09/18/2027                         | NLD             | USD                 | 202,714         | 0.41               |
| 200,000                                                                                 | POSCO, Reg. S 5.75% 01/17/2028                                   | KOR             | USD                 | 202,616         | 0.41               |
| 200,000                                                                                 | American Express Co. 5.532% 04/25/2030                           | USA             | USD                 | 202,352         | 0.41               |
| 200,000                                                                                 | Solvay Finance America LLC, 144A 5.65% 06/04/2029                | BEL             | USD                 | 201,434         | 0.41               |
| 200,000                                                                                 | Public Storage Operating Co., FRN 6.1% 04/16/2027                | USA             | USD                 | 200,698         | 0.41               |
| 200,000                                                                                 | Danske Bank A/S, 144A 5.705% 03/01/2030                          | DNK             | USD                 | 200,637         | 0.41               |

**Franklin Flexible Alpha Bond Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                             | Description                                                    | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------------------------------|----------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 200,000                                                                       | Athene Global Funding, 144A 5.516% 03/25/2027                  | USA             | USD                 | 200,580         | 0.41               |
| 200,000                                                                       | MassMutual Global Funding II, 144A 5.15% 05/30/2029            | USA             | USD                 | 200,455         | 0.41               |
| 200,000                                                                       | Macquarie Bank Ltd., 144A 5.272% 07/02/2027                    | AUS             | USD                 | 200,200         | 0.41               |
| 200,000                                                                       | Protective Life Global Funding, 144A 5.215% 06/12/2029         | USA             | USD                 | 199,780         | 0.40               |
| 200,000                                                                       | Engie SA, 144A 5.25% 04/10/2029                                | FRA             | USD                 | 199,732         | 0.40               |
| 200,000                                                                       | Jackson National Life Global Funding, 144A 5.55% 07/02/2027    | USA             | USD                 | 199,549         | 0.40               |
| 200,000                                                                       | Corebridge Global Funding, 144A 5.2% 06/24/2029                | USA             | USD                 | 199,340         | 0.40               |
| 200,000                                                                       | AEGON Funding Co. LLC, 144A 5.5% 04/16/2027                    | NLD             | USD                 | 199,242         | 0.40               |
| 200,000                                                                       | Glencore Funding LLC, 144A 5.371% 04/04/2029                   | AUS             | USD                 | 199,136         | 0.40               |
| 200,000                                                                       | F&G Global Funding, 144A 5.875% 06/10/2027                     | USA             | USD                 | 199,050         | 0.40               |
| 200,000                                                                       | BMW US Capital LLC, 144A 4.9% 04/02/2029                       | DEU             | USD                 | 198,930         | 0.40               |
| 200,000                                                                       | Volkswagen Group of America Finance LLC, 144A 5.25% 03/22/2029 | DEU             | USD                 | 198,790         | 0.40               |
| 200,000                                                                       | Northwestern Mutual Global Funding, 144A 4.9% 06/12/2028       | USA             | USD                 | 198,761         | 0.40               |
| 200,000                                                                       | Toronto-Dominion Bank (The) 4.994% 04/05/2029                  | CAN             | USD                 | 198,357         | 0.40               |
| 200,000                                                                       | Nestle Capital Corp., 144A 4.65% 03/12/2029                    | USA             | USD                 | 198,192         | 0.40               |
| 200,000                                                                       | BNP Paribas SA, 144A 5.176% 01/09/2030                         | FRA             | USD                 | 197,965         | 0.40               |
| 200,000                                                                       | Bharti Airtel Ltd., 144A 4.375% 06/10/2025                     | IND             | USD                 | 197,895         | 0.40               |
| 200,000                                                                       | F&G Global Funding, 144A 0.9% 09/20/2024                       | USA             | USD                 | 197,734         | 0.40               |
| 200,000                                                                       | VICI Properties LP, 144A 4.5% 09/01/2026                       | USA             | USD                 | 194,911         | 0.39               |
| 200,000                                                                       | Smithfield Foods, Inc., 144A 5.2% 04/01/2029                   | USA             | USD                 | 194,125         | 0.39               |
| 200,000                                                                       | Vistra Operations Co. LLC, 144A 3.7% 01/30/2027                | USA             | USD                 | 191,238         | 0.39               |
| 200,000                                                                       | Hasbro, Inc. 3.55% 11/19/2026                                  | USA             | USD                 | 190,944         | 0.39               |
| 200,000                                                                       | Viterra Finance BV, 144A 2% 04/21/2026                         | NLD             | USD                 | 187,096         | 0.38               |
| 200,000                                                                       | JBS USA LUX SA SARL 2.5% 01/15/2027                            | USA             | USD                 | 186,216         | 0.38               |
| 200,000                                                                       | Intesa Sanpaolo SpA, 144A 4% 09/23/2029                        | ITA             | USD                 | 184,566         | 0.37               |
| 200,000                                                                       | Societe Generale SA, 144A 1.792% 06/09/2027                    | FRA             | USD                 | 184,551         | 0.37               |
| 200,000                                                                       | SMBC Aviation Capital Finance DAC, 144A 1.9% 10/15/2026        | IRL             | USD                 | 184,295         | 0.37               |
| 150,000                                                                       | Hyundai Capital America, 144A 6.5% 01/16/2029                  | USA             | USD                 | 156,699         | 0.32               |
| 150,000                                                                       | Penske Truck Leasing Co. LP, 144A 5.35% 03/30/2029             | USA             | USD                 | 149,978         | 0.30               |
| 150,000                                                                       | Metropolitan Life Global Funding I, 144A 4.3% 08/25/2029       | USA             | USD                 | 144,446         | 0.29               |
| 162,080                                                                       | Galaxy Pipeline Assets Bidco Ltd., 144A 2.16% 03/31/2034       | ARE             | USD                 | 139,156         | 0.28               |
| 150,000                                                                       | Boeing Co. (The) 3.25% 03/01/2028                              | USA             | USD                 | 136,840         | 0.28               |
| 120,000                                                                       | Albertsons Cos., Inc., 144A 3.5% 03/15/2029                    | USA             | USD                 | 108,041         | 0.22               |
| 100,000                                                                       | Endo Finance Holdings, Inc., 144A 8.5% 04/15/2031              | USA             | USD                 | 103,323         | 0.21               |
| 120,000                                                                       | Qorvo, Inc., Reg. S 3.375% 04/01/2031                          | USA             | USD                 | 102,980         | 0.21               |
| 100,000                                                                       | Banco de Credito del Peru S.A., 144A 5.85% 01/11/2029          | PER             | USD                 | 101,284         | 0.21               |
| 100,000                                                                       | Clear Channel Outdoor Holdings, Inc., 144A 7.875% 04/01/2030   | USA             | USD                 | 100,735         | 0.20               |
| 100,000                                                                       | Chesapeake Energy Corp., 144A 6.75% 04/15/2029                 | USA             | USD                 | 100,278         | 0.20               |
| 100,000                                                                       | Illumina, Inc. 5.8% 12/12/2025                                 | USA             | USD                 | 100,149         | 0.20               |
| 100,000                                                                       | Prologis Targeted US Logistics Fund LP, 144A 5.25% 04/01/2029  | USA             | USD                 | 100,104         | 0.20               |
| 100,000                                                                       | GE HealthCare Technologies, Inc. 5.6% 11/15/2025               | USA             | USD                 | 100,075         | 0.20               |
| 100,000                                                                       | Viatis, Inc. 1.65% 06/22/2025                                  | USA             | USD                 | 96,133          | 0.19               |
| 100,000                                                                       | Qorvo, Inc., 144A 3.375% 04/01/2031                            | USA             | USD                 | 85,817          | 0.17               |
| 70,000                                                                        | Schlumberger Holdings Corp., 144A 5% 05/29/2027                | USA             | USD                 | 69,815          | 0.14               |
| 50,000                                                                        | Hyundai Capital America, 144A 5.35% 03/19/2029                 | USA             | USD                 | 49,938          | 0.10               |
|                                                                               |                                                                |                 |                     | 10,736,508      | 21.69              |
| <b>Government and Municipal Bonds</b>                                         |                                                                |                 |                     |                 |                    |
| 1,485,000                                                                     | FHLB 0% 07/01/2024                                             | USA             | USD                 | 1,484,357       | 3.00               |
| 150,000,000                                                                   | Japan Treasury Bill 0% 02/20/2025                              | JPN             | JPY                 | 932,010         | 1.88               |
| 1,000,000                                                                     | FFCB 2.1% 02/25/2036                                           | USA             | USD                 | 752,449         | 1.52               |
| 200,000                                                                       | Electricite de France SA, 144A 5.7% 05/23/2028                 | FRA             | USD                 | 202,095         | 0.41               |
| 200,000                                                                       | Korea Electric Power Corp., 144A 5.375% 07/31/2026             | KOR             | USD                 | 200,635         | 0.40               |
| 200,000                                                                       | Mexico Government Bond 5% 05/07/2029                           | MEX             | USD                 | 195,702         | 0.40               |
| 100,000                                                                       | Petroleos Mexicanos 4.25% 01/15/2025                           | MEX             | USD                 | 98,625          | 0.20               |
|                                                                               |                                                                |                 |                     | 3,865,873       | 7.81               |
| <b>TOTAL BONDS</b>                                                            |                                                                |                 |                     | 22,043,366      | 44.54              |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b> |                                                                |                 |                     | 22,043,366      | 44.54              |
| <b>TOTAL INVESTMENTS</b>                                                      |                                                                |                 |                     | 48,657,094      | 98.32              |



## Schedule of Investments, June 30, 2024

## Franklin Genomic Advancements Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 431                               | Vertex Pharmaceuticals, Inc.                                              | USA             | USD                 | 202,018         | 5.50               |
| 186                               | Regeneron Pharmaceuticals, Inc.                                           | USA             | USD                 | 195,492         | 5.33               |
| 896                               | Krystal Biotech, Inc.                                                     | USA             | USD                 | 164,541         | 4.48               |
| 1,157                             | Natera, Inc.                                                              | USA             | USD                 | 125,292         | 3.41               |
| 1,984                             | Ionis Pharmaceuticals, Inc.                                               | USA             | USD                 | 94,557          | 2.58               |
| 788                               | Moderna, Inc.                                                             | USA             | USD                 | 93,575          | 2.55               |
| 466                               | Sarepta Therapeutics, Inc.                                                | USA             | USD                 | 73,628          | 2.01               |
| 1,059                             | Insmed, Inc.                                                              | USA             | USD                 | 70,953          | 1.93               |
| 3,173                             | Rocket Pharmaceuticals, Inc.                                              | USA             | USD                 | 68,315          | 1.86               |
| 249                               | Alnylam Pharmaceuticals, Inc.                                             | USA             | USD                 | 60,507          | 1.65               |
| 184                               | United Therapeutics Corp.                                                 | USA             | USD                 | 58,613          | 1.60               |
| 1,002                             | Twist Bioscience Corp.                                                    | USA             | USD                 | 49,379          | 1.35               |
| 603                               | BioNTech SE, ADR                                                          | DEU             | USD                 | 48,457          | 1.32               |
| 5,154                             | Voyager Therapeutics, Inc.                                                | USA             | USD                 | 40,768          | 1.11               |
| 1,937                             | 4D Molecular Therapeutics, Inc.                                           | USA             | USD                 | 40,658          | 1.11               |
| 929                               | Exact Sciences Corp.                                                      | USA             | USD                 | 39,250          | 1.07               |
| 263                               | Neurocrine Biosciences, Inc.                                              | USA             | USD                 | 36,207          | 0.99               |
| 1,310                             | Bridgebio Pharma, Inc.                                                    | USA             | USD                 | 33,182          | 0.90               |
| 1,473                             | Intellia Therapeutics, Inc.                                               | USA             | USD                 | 32,966          | 0.90               |
| 793                               | Ultragenyx Pharmaceutical, Inc.                                           | USA             | USD                 | 32,592          | 0.89               |
| 1,312                             | Beam Therapeutics, Inc.                                                   | USA             | USD                 | 30,740          | 0.84               |
| 506                               | CRISPR Therapeutics AG                                                    | CHE             | USD                 | 27,329          | 0.74               |
| 3,235                             | Recursion Pharmaceuticals, Inc. 'A'                                       | USA             | USD                 | 24,263          | 0.66               |
| 2,860                             | Avid Bioservices, Inc.                                                    | USA             | USD                 | 20,420          | 0.56               |
| 291                               | Neurogene, Inc.                                                           | USA             | USD                 | 10,590          | 0.29               |
| 375                               | Bavarian Nordic A/S                                                       | DNK             | DKK                 | 9,296           | 0.25               |
| 669                               | Dynavax Technologies Corp.                                                | USA             | USD                 | 7,513           | 0.20               |
| 251                               | Veracyte, Inc.                                                            | USA             | USD                 | 5,439           | 0.15               |
|                                   |                                                                           |                 |                     | 1,696,540       | 46.23              |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 1,433                             | Corteva, Inc.                                                             | USA             | USD                 | 77,296          | 2.11               |
|                                   |                                                                           |                 |                     | 77,296          | 2.11               |
|                                   | <b>Equity Real Estate Investment Trusts (REITs)</b>                       |                 |                     |                 |                    |
| 87                                | Alexandria Real Estate Equities, Inc.                                     | USA             | USD                 | 10,176          | 0.28               |
|                                   |                                                                           |                 |                     | 10,176          | 0.28               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 167                               | Labcorp Holdings, Inc.                                                    | USA             | USD                 | 33,986          | 0.92               |
|                                   |                                                                           |                 |                     | 33,986          | 0.92               |
|                                   | <b>Health Care Technology</b>                                             |                 |                     |                 |                    |
| 336                               | Simulations Plus, Inc.                                                    | USA             | USD                 | 16,336          | 0.44               |
|                                   |                                                                           |                 |                     | 16,336          | 0.44               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                 |                 |                     |                 |                    |
| 640                               | Medpace Holdings, Inc.                                                    | USA             | USD                 | 263,584         | 7.18               |
| 722                               | Danaher Corp.                                                             | USA             | USD                 | 180,392         | 4.92               |
| 308                               | Thermo Fisher Scientific, Inc.                                            | USA             | USD                 | 170,324         | 4.64               |
| 189                               | Samsung Biologics Co. Ltd., Reg. S, 144A                                  | KOR             | KRW                 | 99,218          | 2.70               |
| 1,379                             | Bruker Corp.                                                              | USA             | USD                 | 87,994          | 2.40               |
| 368                               | Charles River Laboratories International, Inc.                            | USA             | USD                 | 76,021          | 2.07               |
| 564                               | Agilent Technologies, Inc.                                                | USA             | USD                 | 73,111          | 1.99               |
| 309                               | Sartorius AG Preference                                                   | DEU             | EUR                 | 72,343          | 1.97               |
| 1,616                             | QIAGEN NV                                                                 | USA             | USD                 | 66,401          | 1.81               |
| 210                               | ICON plc                                                                  | USA             | USD                 | 65,829          | 1.79               |
| 463                               | Revvity, Inc.                                                             | USA             | USD                 | 48,550          | 1.32               |
| 72                                | Lonza Group AG                                                            | CHE             | CHF                 | 39,199          | 1.07               |
| 733                               | Azenta, Inc.                                                              | USA             | USD                 | 38,571          | 1.05               |
| 180                               | IQVIA Holdings, Inc.                                                      | USA             | USD                 | 38,059          | 1.04               |
| 484                               | Bio-Techne Corp.                                                          | USA             | USD                 | 34,679          | 0.95               |
| 142                               | Repligen Corp.                                                            | USA             | USD                 | 17,901          | 0.49               |
| 57                                | Bio-Rad Laboratories, Inc. 'A'                                            | USA             | USD                 | 15,567          | 0.42               |
| 721                               | Avantor, Inc.                                                             | USA             | USD                 | 15,285          | 0.42               |
| 169                               | Olink Holding AB, ADR                                                     | SWE             | USD                 | 4,306           | 0.12               |

**Franklin Genomic Advancements Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value  | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|------------------|--------------------|
| 352                               | Evotec SE                                                                                                                                | DEU             | EUR                 | 3,375            | 0.09               |
|                                   |                                                                                                                                          |                 |                     | 1,410,709        | 38.44              |
|                                   | <b>Pharmaceuticals</b>                                                                                                                   |                 |                     |                  |                    |
| 202                               | Eli Lilly & Co.                                                                                                                          | USA             | USD                 | 182,887          | 4.98               |
| 1,279                             | AstraZeneca plc, ADR                                                                                                                     | GBR             | USD                 | 99,749           | 2.72               |
| 312                               | Ligand Pharmaceuticals, Inc.                                                                                                             | USA             | USD                 | 26,289           | 0.71               |
| 218                               | Bristol-Myers Squibb Co.                                                                                                                 | USA             | USD                 | 9,054            | 0.25               |
|                                   |                                                                                                                                          |                 |                     | 317,979          | 8.66               |
|                                   | <b>Software</b>                                                                                                                          |                 |                     |                  |                    |
| 280                               | Cadence Design Systems, Inc.                                                                                                             | USA             | USD                 | 86,170           | 2.35               |
|                                   |                                                                                                                                          |                 |                     | 86,170           | 2.35               |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 3,649,192        | 99.43              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                                  |                 |                     | 3,649,192        | 99.43              |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                  |                    |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                  |                    |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                                                                                |                 |                     |                  |                    |
| 144                               | OmniAb, Inc.**                                                                                                                           | USA             | USD                 | —                | —                  |
|                                   |                                                                                                                                          |                 |                     | —                | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | —                | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | —                | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>3,649,192</b> | <b>99.43</b>       |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Global Convertible Securities Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING               |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                           |                 |                     |                 |                    |
|                                   | <b>Chemicals</b>                                                                        |                 |                     |                 |                    |
| 283,000                           | Albemarle Corp. Preference 7.25%                                                        | USA             | USD                 | 13,204,780      | 1.75               |
|                                   |                                                                                         |                 |                     | 13,204,780      | 1.75               |
|                                   | <b>Electric Utilities</b>                                                               |                 |                     |                 |                    |
| 260,000                           | NextEra Energy, Inc. Preference 7.299%                                                  | USA             | USD                 | 12,867,400      | 1.71               |
|                                   |                                                                                         |                 |                     | 12,867,400      | 1.71               |
|                                   | <b>Financial Services</b>                                                               |                 |                     |                 |                    |
| 230,000                           | Apollo Global Management, Inc. Preference 6.75%                                         | USA             | USD                 | 15,090,300      | 2.00               |
|                                   |                                                                                         |                 |                     | 15,090,300      | 2.00               |
|                                   | <b>Machinery</b>                                                                        |                 |                     |                 |                    |
| 75,000                            | RBC Bearings, Inc. Preference 5%                                                        | USA             | USD                 | 9,171,750       | 1.21               |
|                                   |                                                                                         |                 |                     | 9,171,750       | 1.21               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 50,334,230      | 6.67               |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Convertible Bonds</b>                                                                |                 |                     |                 |                    |
| 16,000,000                        | Umicore SA, Reg. S 0% 06/23/2025                                                        | BEL             | EUR                 | 16,455,178      | 2.18               |
| 12,400,000                        | Schneider Electric SE, Reg. S 1.97% 11/27/2030                                          | USA             | EUR                 | 16,108,326      | 2.14               |
| 14,700,000                        | Cellnex Telecom SA, Reg. S 0.5% 07/05/2028                                              | ESP             | EUR                 | 15,992,412      | 2.12               |
| 14,000,000                        | Davide Campari-Milano NV, Reg. S 2.375% 01/17/2029                                      | ITA             | EUR                 | 15,042,044      | 1.99               |
| 14,000,000                        | Stillwater Mining Co., Reg. S 4.25% 11/28/2028                                          | ZAF             | USD                 | 14,827,966      | 1.97               |
| 14,000,000                        | Alibaba Group Holding Ltd., 144A 0.5% 06/01/2031                                        | CHN             | USD                 | 13,548,500      | 1.80               |
| 10,000,000                        | Delivery Hero SE, Reg. S 3.25% 02/21/2030                                               | KOR             | EUR                 | 9,359,040       | 1.24               |
|                                   |                                                                                         |                 |                     | 101,333,466     | 13.44              |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 101,333,466     | 13.44              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 151,667,696     | 20.11              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Convertible Bonds</b>                                                                |                 |                     |                 |                    |
| 17,500,000                        | Okta, Inc. 0.125% 09/01/2025                                                            | USA             | USD                 | 16,572,125      | 2.20               |
| 17,372,000                        | Viavi Solutions, Inc. 1.625% 03/15/2026                                                 | USA             | USD                 | 16,568,545      | 2.20               |
| 12,000,000                        | Axon Enterprise, Inc. 0.5% 12/15/2027                                                   | USA             | USD                 | 16,524,894      | 2.19               |
| 15,000,000                        | Insulet Corp. 0.375% 09/01/2026                                                         | USA             | USD                 | 16,413,750      | 2.18               |
| 15,400,000                        | Glencore Funding LLC, Reg. S 0% 03/27/2025                                              | AUS             | USD                 | 16,303,384      | 2.16               |
| 8,000,000                         | Freshpet, Inc. 3% 04/01/2028                                                            | USA             | USD                 | 15,869,110      | 2.10               |
| 7,500,000                         | Insmat, Inc. 0.75% 06/01/2028                                                           | USA             | USD                 | 15,834,661      | 2.10               |
| 14,500,000                        | Envestnet, Inc. 2.625% 12/01/2027                                                       | USA             | USD                 | 15,609,250      | 2.07               |
| 17,000,000                        | Vail Resorts, Inc. 0% 01/01/2026                                                        | USA             | USD                 | 15,533,750      | 2.06               |
| 11,858,000                        | Burlington Stores, Inc., 144A 1.25% 12/15/2027                                          | USA             | USD                 | 15,528,051      | 2.06               |
| 15,000,000                        | CenterPoint Energy, Inc., 144A 4.25% 08/15/2026                                         | USA             | USD                 | 15,114,476      | 2.00               |
| 12,000,000                        | Guidewire Software, Inc. 1.25% 03/15/2025                                               | USA             | USD                 | 15,060,000      | 2.00               |
| 7,000,000                         | Booking Holdings, Inc. 0.75% 05/01/2025                                                 | USA             | USD                 | 14,748,033      | 1.96               |
| 12,750,000                        | Wayfair, Inc. 3.25% 09/15/2027                                                          | USA             | USD                 | 14,677,813      | 1.95               |
| 10,000,000                        | Integer Holdings Corp. 2.125% 02/15/2028                                                | USA             | USD                 | 14,325,000      | 1.90               |
| 15,000,000                        | PTC Therapeutics, Inc. 1.5% 09/15/2026                                                  | USA             | USD                 | 14,284,625      | 1.89               |
| 16,000,000                        | Workiva, Inc., 144A 1.25% 08/15/2028                                                    | USA             | USD                 | 14,224,000      | 1.89               |
| 10,000,000                        | MACOM Technology Solutions Holdings, Inc. 0.25% 03/15/2026                              | USA             | USD                 | 14,137,509      | 1.87               |
| 14,500,000                        | Liberty Broadband Corp., 144A 3.125% 03/31/2053                                         | USA             | USD                 | 13,943,891      | 1.85               |
| 16,500,000                        | Etsy, Inc. 0.125% 09/01/2027                                                            | USA             | USD                 | 13,822,452      | 1.83               |
| 13,500,000                        | Microchip Technology, Inc., 144A 0.75% 06/01/2030                                       | USA             | USD                 | 13,664,700      | 1.81               |
| 14,000,000                        | Jazz Investments I Ltd. 2% 06/15/2026                                                   | USA             | USD                 | 13,499,500      | 1.79               |
| 12,500,000                        | Peloton Interactive, Inc., 144A 5.5% 12/01/2029                                         | USA             | USD                 | 12,625,000      | 1.67               |
| 11,000,000                        | Fluor Corp., 144A 1.125% 08/15/2029                                                     | USA             | USD                 | 12,586,750      | 1.67               |
| 13,800,000                        | Cloudflare, Inc. 0% 08/15/2026                                                          | USA             | USD                 | 12,575,250      | 1.67               |
| 13,000,000                        | Global Payments, Inc., 144A 1.5% 03/01/2031                                             | USA             | USD                 | 11,966,500      | 1.59               |
| 10,000,000                        | Ascendis Pharma A/S 2.25% 04/01/2028                                                    | DNK             | USD                 | 11,167,132      | 1.48               |
| 11,000,000                        | BlackLine, Inc. 0.125% 08/01/2024                                                       | USA             | USD                 | 10,967,000      | 1.45               |
| 10,000,000                        | Uber Technologies, Inc. 0% 12/15/2025                                                   | USA             | USD                 | 10,745,000      | 1.43               |
| 10,000,000                        | MKS Instruments, Inc., 144A 1.25% 06/01/2030                                            | USA             | USD                 | 10,696,868      | 1.42               |

**Franklin Global Convertible Securities Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                   | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|-------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
| 9,000,000                         | Shift4 Payments, Inc. 0% 12/15/2025                                           | USA             | USD                 | 10,393,009         | 1.38               |
| 10,000,000                        | PG&E Corp., 144A 4.25% 12/01/2027                                             | USA             | USD                 | 10,097,500         | 1.34               |
| 10,250,000                        | Dexcom, Inc. 0.375% 05/15/2028                                                | USA             | USD                 | 10,065,500         | 1.33               |
| 9,000,000                         | Post Holdings, Inc. 2.5% 08/15/2027                                           | USA             | USD                 | 9,913,500          | 1.31               |
| 10,000,000                        | Rexford Industrial Realty LP, 144A 4.125% 03/15/2029                          | USA             | USD                 | 9,770,000          | 1.30               |
| 9,500,000                         | Haemonetics Corp. 0% 03/01/2026                                               | USA             | USD                 | 8,564,250          | 1.14               |
| 9,000,000                         | Repligen Corp., 144A 1% 12/15/2028                                            | USA             | USD                 | 8,504,963          | 1.13               |
| 8,500,000                         | PNM Resources, Inc., 144A 5.75% 06/01/2054                                    | USA             | USD                 | 8,342,750          | 1.11               |
| 6,000,000                         | Mirum Pharmaceuticals, Inc. 4% 05/01/2029                                     | USA             | USD                 | 8,066,250          | 1.07               |
| 8,000,000                         | Dexcom, Inc. 0.25% 11/15/2025                                                 | USA             | USD                 | 8,030,000          | 1.06               |
| 9,000,000                         | Pebblebrook Hotel Trust 1.75% 12/15/2026                                      | USA             | USD                 | 7,987,500          | 1.06               |
| 8,000,000                         | Lyft, Inc., 144A 0.625% 03/01/2029                                            | USA             | USD                 | 7,950,657          | 1.05               |
| 7,000,000                         | Snap, Inc., 144A 0.5% 05/01/2030                                              | USA             | USD                 | 7,245,000          | 0.96               |
| 6,500,000                         | Chefs' Warehouse, Inc. (The) 2.375% 12/15/2028                                | USA             | USD                 | 7,243,345          | 0.96               |
| 10,000,000                        | Wolfspeed, Inc. 1.875% 12/01/2029                                             | USA             | USD                 | 5,560,000          | 0.74               |
| 4,500,000                         | Uber Technologies, Inc., 144A 0.875% 12/01/2028                               | USA             | USD                 | 5,361,750          | 0.71               |
| 5,000,000                         | Rexford Industrial Realty LP, 144A 4.375% 03/15/2027                          | USA             | USD                 | 4,927,500          | 0.65               |
| 5,000,000                         | Haemonetics Corp., 144A 2.5% 06/01/2029                                       | USA             | USD                 | 4,922,500          | 0.65               |
| 8,100,000                         | Wolfspeed, Inc. 0.25% 02/15/2028                                              | USA             | USD                 | 4,815,450          | 0.64               |
| 5,000,000                         | Shift4 Payments, Inc. 0.5% 08/01/2027                                         | USA             | USD                 | 4,747,500          | 0.63               |
| 4,500,000                         | Duke Energy Corp. 4.125% 04/15/2026                                           | USA             | USD                 | 4,509,282          | 0.60               |
| 5,000,000                         | Immunocore Holdings plc, 144A 2.5% 02/01/2030                                 | GBR             | USD                 | 4,132,003          | 0.55               |
| 4,000,000                         | Oil States International, Inc. 4.75% 04/01/2026                               | USA             | USD                 | 3,882,468          | 0.51               |
| 2,000,000                         | Liberty Media Corp. 3.75% 03/15/2028                                          | USA             | USD                 | 2,090,000          | 0.28               |
|                                   |                                                                               |                 |                     | 592,711,696        | 78.60              |
|                                   | <b>Government and Municipal Bonds</b>                                         |                 |                     |                    |                    |
| 7,715,000                         | FHLB 0% 07/01/2024                                                            | USA             | USD                 | 7,711,657          | 1.02               |
|                                   |                                                                               |                 |                     | 7,711,657          | 1.02               |
|                                   | <b>TOTAL BONDS</b>                                                            |                 |                     | 600,423,353        | 79.62              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b> |                 |                     | 600,423,353        | 79.62              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                      |                 |                     | <b>752,091,049</b> | <b>99.73</b>       |

## Schedule of Investments, June 30, 2024

## Franklin Global Corporate Investment Grade Bond Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                    |                 |                     |                 |                    |
| 100,000                           | Bank of Ireland Group plc, Reg. S 5% 07/04/2031                           | IRL             | EUR                 | 113,499         | 1.57               |
| 100,000                           | Pension Insurance Corp. plc, Reg. S 4.625% 05/07/2031                     | GBR             | GBP                 | 112,628         | 1.56               |
| 100,000                           | Cadent Finance plc, Reg. S 2.125% 09/22/2028                              | GBR             | GBP                 | 112,404         | 1.56               |
| 100,000                           | BNP Paribas SA, Reg. S 4.375% 01/13/2029                                  | FRA             | EUR                 | 109,057         | 1.51               |
| 100,000                           | Holding d'Infrastructures de Transport SASU, Reg. S<br>4.25% 03/18/2030   | FRA             | EUR                 | 108,238         | 1.50               |
| 100,000                           | RTE Réseau de Transport d'Electricite SADIR, Reg. S<br>3.5% 12/07/2031    | FRA             | EUR                 | 106,937         | 1.48               |
| 100,000                           | Motability Operations Group plc, Reg. S 2.375% 03/14/2032                 | GBR             | GBP                 | 106,062         | 1.47               |
| 100,000                           | Carrefour SA, Reg. S 2.625% 12/15/2027                                    | FRA             | EUR                 | 103,964         | 1.44               |
| 100,000                           | CaixaBank SA, Reg. S 0.75% 05/26/2028                                     | ESP             | EUR                 | 98,830          | 1.37               |
| 100,000                           | Suez SACA, Reg. S 2.375% 05/24/2030                                       | FRA             | EUR                 | 98,760          | 1.37               |
| 100,000                           | Banco de Sabadell SA, Reg. S 0.875% 06/16/2028                            | ESP             | EUR                 | 98,557          | 1.37               |
| 100,000                           | Nestle Finance International Ltd., Reg. S 1.5% 04/01/2030                 | USA             | EUR                 | 98,069          | 1.36               |
| 100,000                           | Verizon Communications, Inc. 5.5% 02/23/2054                              | USA             | USD                 | 97,963          | 1.36               |
| 100,000                           | Abbott Ireland Financing DAC, Reg. S 0.375% 11/19/2027                    | USA             | EUR                 | 97,777          | 1.36               |
| 100,000                           | Acciona Energia Financiacion Filiales SA, Reg. S 0.375% 10/07/2027        | ESP             | EUR                 | 96,098          | 1.33               |
| 100,000                           | Allianz SE, Reg. S 2.121% 07/08/2050                                      | DEU             | EUR                 | 95,345          | 1.32               |
| 100,000                           | AT&T, Inc. 2.05% 05/19/2032                                               | USA             | EUR                 | 95,282          | 1.32               |
| 100,000                           | Credit Agricole SA, Reg. S 1% 07/03/2029                                  | FRA             | EUR                 | 94,913          | 1.32               |
| 100,000                           | JDE Peet's NV, Reg. S 0.5% 01/16/2029                                     | NLD             | EUR                 | 92,878          | 1.29               |
| 100,000                           | KBC Group NV, Reg. S 0.75% 01/24/2030                                     | BEL             | EUR                 | 92,539          | 1.28               |
| 100,000                           | Johnson & Johnson 1.65% 05/20/2035                                        | USA             | EUR                 | 92,368          | 1.28               |
| 100,000                           | Vestas Wind Systems Finance BV, Reg. S 2% 06/15/2034                      | DNK             | EUR                 | 91,163          | 1.26               |
| 100,000                           | CVS Health Corp. 1.3% 08/21/2027                                          | USA             | USD                 | 88,627          | 1.23               |
| 90,000                            | Elevance Health, Inc. 4.101% 03/01/2028                                   | USA             | USD                 | 87,005          | 1.21               |
| 100,000                           | Public Service Enterprise Group, Inc. 2.45% 11/15/2031                    | USA             | USD                 | 82,389          | 1.14               |
| 100,000                           | NIKE, Inc. 3.875% 11/01/2045                                              | USA             | USD                 | 80,050          | 1.11               |
| 75,000                            | Thermo Fisher Scientific, Inc. 5% 12/05/2026                              | USA             | USD                 | 74,926          | 1.04               |
| 75,000                            | Bristol-Myers Squibb Co. 5.2% 02/22/2034                                  | USA             | USD                 | 74,875          | 1.04               |
| 75,000                            | CNH Industrial Capital LLC 3.95% 05/23/2025                               | USA             | USD                 | 73,898          | 1.03               |
| 80,000                            | Anheuser-Busch Cos. LLC 4.9% 02/01/2046                                   | BEL             | USD                 | 73,804          | 1.02               |
| 73,000                            | Dell International LLC 6.02% 06/15/2026                                   | USA             | USD                 | 73,791          | 1.02               |
| 75,000                            | Chubb INA Holdings LLC 3.35% 05/03/2026                                   | USA             | USD                 | 72,622          | 1.01               |
| 70,000                            | Otis Worldwide Corp. 5.25% 08/16/2028                                     | USA             | USD                 | 70,398          | 0.98               |
| 75,000                            | Enterprise Products Operating LLC 5.1% 02/15/2045                         | USA             | USD                 | 69,716          | 0.97               |
| 70,000                            | Pfizer Investment Enterprises Pte. Ltd. 5.3% 05/19/2053                   | USA             | USD                 | 67,565          | 0.94               |
| 75,000                            | Alexandria Real Estate Equities, Inc. 2.95% 03/15/2034                    | USA             | USD                 | 60,775          | 0.84               |
| 60,000                            | Mastercard, Inc. 4.85% 03/09/2033                                         | USA             | USD                 | 59,761          | 0.83               |
| 50,000                            | Orange SA 9% 03/01/2031                                                   | FRA             | USD                 | 59,660          | 0.83               |
| 70,000                            | Fiserv, Inc. 4.4% 07/01/2049                                              | USA             | USD                 | 56,867          | 0.79               |
| 65,000                            | Salesforce, Inc. 1.95% 07/15/2031                                         | USA             | USD                 | 53,365          | 0.74               |
| 50,000                            | Motorola Solutions, Inc. 5.6% 06/01/2032                                  | USA             | USD                 | 50,583          | 0.70               |
| 50,000                            | Owens Corning 5.7% 06/15/2034                                             | USA             | USD                 | 50,484          | 0.70               |
| 50,000                            | BP Capital Markets America, Inc. 4.812% 02/13/2033                        | USA             | USD                 | 48,497          | 0.67               |
| 50,000                            | Simon Property Group LP 2.45% 09/13/2029                                  | USA             | USD                 | 43,947          | 0.61               |
| 50,000                            | Suzano Austria GmbH 3.75% 01/15/2031                                      | BRA             | USD                 | 43,595          | 0.60               |
| 40,000                            | Targa Resources Corp. 6.5% 02/15/2053                                     | USA             | USD                 | 42,060          | 0.58               |
| 50,000                            | AbbVie, Inc. 4.25% 11/21/2049                                             | USA             | USD                 | 41,698          | 0.58               |
| 40,000                            | Air Lease Corp. 5.85% 12/15/2027                                          | USA             | USD                 | 40,521          | 0.56               |
| 40,000                            | RELX Capital, Inc. 3% 05/22/2030                                          | GBR             | USD                 | 35,904          | 0.50               |
| 40,000                            | Prudential Funding Asia plc 3.125% 04/14/2030                             | HKG             | USD                 | 35,861          | 0.50               |
| 55,000                            | Target Corp. 2.95% 01/15/2052                                             | USA             | USD                 | 35,460          | 0.49               |
| 35,000                            | Lowe's Cos., Inc. 5.625% 04/15/2053                                       | USA             | USD                 | 33,915          | 0.47               |
| 30,000                            | Southern California Gas Co. 6.35% 11/15/2052                              | USA             | USD                 | 32,384          | 0.45               |
| 30,000                            | MetLife, Inc. 6.4% 12/15/2066                                             | USA             | USD                 | 30,409          | 0.42               |
| 30,000                            | General Motors Financial Co., Inc. 5.4% 05/08/2027                        | USA             | USD                 | 29,993          | 0.42               |
| 25,000                            | Vodafone Group plc 5.75% 06/28/2054                                       | GBR             | USD                 | 24,228          | 0.34               |
| 25,000                            | Global Payments, Inc. 5.95% 08/15/2052                                    | USA             | USD                 | 24,111          | 0.33               |
| 20,000                            | Athene Holding Ltd. 6.25% 04/01/2054                                      | USA             | USD                 | 20,030          | 0.28               |
| 20,000                            | FMC Corp. 5.65% 05/18/2033                                                | USA             | USD                 | 19,708          | 0.27               |
|                                   |                                                                           |                 |                     | 4,176,813       | 57.92              |

**Franklin Global Corporate Investment Grade Bond Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value     | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value  | % of net<br>assets |
|---------------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|------------------|--------------------|
| <b>Government and Municipal Bonds</b> |                                                                                         |                 |                     |                  |                    |
| 325,000                               | US Treasury, FRN 5.445% 10/31/2024                                                      | USA             | USD                 | 325,120          | 4.51               |
| 100,000                               | US Treasury 5% 08/31/2025                                                               | USA             | USD                 | 99,935           | 1.38               |
|                                       |                                                                                         |                 |                     | <u>425,055</u>   | <u>5.89</u>        |
|                                       | <b>TOTAL BONDS</b>                                                                      |                 |                     | <u>4,601,868</u> | <u>63.81</u>       |
|                                       | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | <u>4,601,868</u> | <u>63.81</u>       |
|                                       | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                  |                    |
|                                       | <b>BONDS</b>                                                                            |                 |                     |                  |                    |
|                                       | <b>Corporate Bonds</b>                                                                  |                 |                     |                  |                    |
| 150,000                               | Citigroup, Inc. 4.658% 05/24/2028                                                       | USA             | USD                 | 147,651          | 2.05               |
| 155,000                               | Goldman Sachs Group, Inc. (The) 2.64% 02/24/2028                                        | USA             | USD                 | 144,600          | 2.00               |
| 135,000                               | Morgan Stanley 6.296% 10/18/2028                                                        | USA             | USD                 | 139,335          | 1.93               |
| 100,000                               | Bank of Montreal 5.717% 09/25/2028                                                      | CAN             | USD                 | 102,056          | 1.42               |
| 100,000                               | Bank of New York Mellon Corp. (The) 4.975% 03/14/2030                                   | USA             | USD                 | 99,424           | 1.38               |
| 130,000                               | Toronto-Dominion Bank (The) 4.859% 03/04/2031                                           | CAN             | CAD                 | 94,867           | 1.32               |
| 100,000                               | PepsiCo, Inc. 3.9% 07/18/2032                                                           | USA             | USD                 | 93,394           | 1.29               |
| 95,000                                | T-Mobile USA, Inc. 3.375% 04/15/2029                                                    | USA             | USD                 | 87,805           | 1.22               |
| 120,000                               | Apple, Inc. 2.65% 02/08/2051                                                            | USA             | USD                 | 75,939           | 1.05               |
| 75,000                                | Netflix, Inc., 144A 5.375% 11/15/2029                                                   | USA             | USD                 | 75,757           | 1.05               |
| 75,000                                | Kenvue, Inc. 5% 03/22/2030                                                              | USA             | USD                 | 75,266           | 1.04               |
| 75,000                                | Morgan Stanley 5.466% 01/18/2035                                                        | USA             | USD                 | 74,832           | 1.04               |
| 75,000                                | Comcast Corp. 4.65% 02/15/2033                                                          | USA             | USD                 | 72,441           | 1.00               |
| 65,000                                | Constellation Energy Generation LLC 6.125% 01/15/2034                                   | USA             | USD                 | 67,776           | 0.94               |
| 80,000                                | CSX Corp. 4.25% 11/01/2066                                                              | USA             | USD                 | 62,320           | 0.86               |
| 60,000                                | PNC Financial Services Group, Inc. (The) 5.582% 06/12/2029                              | USA             | USD                 | 60,674           | 0.84               |
| 60,000                                | Intuit, Inc. 5.2% 09/15/2033                                                            | USA             | USD                 | 60,273           | 0.84               |
| 60,000                                | American Express Co. 5.098% 02/16/2028                                                  | USA             | USD                 | 59,743           | 0.83               |
| 75,000                                | Choice Properties Real Estate Investment Trust 3.556% 09/09/2024                        | CAN             | CAD                 | 54,655           | 0.76               |
| 50,000                                | Amgen, Inc. 5.6% 03/02/2043                                                             | USA             | USD                 | 49,309           | 0.68               |
| 80,000                                | Regeneron Pharmaceuticals, Inc. 2.8% 09/15/2050                                         | USA             | USD                 | 49,076           | 0.68               |
| 50,000                                | FMG Resources August 2006 Pty. Ltd., 144A 4.375% 04/01/2031                             | AUS             | USD                 | 44,752           | 0.62               |
| 40,000                                | Vodafone Group plc 6.15% 02/27/2037                                                     | GBR             | USD                 | 42,509           | 0.59               |
| 42,750                                | Delta Air Lines, Inc., 144A 4.5% 10/20/2025                                             | USA             | USD                 | 42,240           | 0.59               |
| 50,000                                | Kaiser Foundation Hospitals 4.15% 05/01/2047                                            | USA             | USD                 | 41,831           | 0.58               |
| 40,000                                | IQVIA, Inc. 6.25% 02/01/2029                                                            | USA             | USD                 | 41,142           | 0.57               |
| 40,000                                | Truist Financial Corp. 5.435% 01/24/2030                                                | USA             | USD                 | 39,904           | 0.55               |
| 40,000                                | Centene Corp. 3.375% 02/15/2030                                                         | USA             | USD                 | 35,535           | 0.49               |
| 52,000                                | Charter Communications Operating LLC 3.5% 03/01/2042                                    | USA             | USD                 | 34,627           | 0.48               |
| 35,000                                | Cheniere Energy, Inc. 4.625% 10/15/2028                                                 | USA             | USD                 | 33,992           | 0.47               |
| 30,000                                | Walt Disney Co. (The) 6.4% 12/15/2035                                                   | USA             | USD                 | 32,877           | 0.46               |
| 35,000                                | Kraft Heinz Foods Co. 5.2% 07/15/2045                                                   | USA             | USD                 | 32,124           | 0.45               |
| 36,000                                | CommScope Technologies LLC, 144A 6% 06/15/2025                                          | USA             | USD                 | 29,376           | 0.41               |
| 45,000                                | Royalty Pharma plc 3.35% 09/02/2051                                                     | USA             | USD                 | 28,841           | 0.40               |
| 25,000                                | Nasdaq, Inc. 5.55% 02/15/2034                                                           | USA             | USD                 | 25,046           | 0.35               |
| 20,000                                | CSL Finance plc, 144A 5.106% 04/03/2034                                                 | AUS             | USD                 | 19,732           | 0.27               |
|                                       |                                                                                         |                 |                     | <u>2,271,721</u> | <u>31.50</u>       |
|                                       | <b>TOTAL BONDS</b>                                                                      |                 |                     | <u>2,271,721</u> | <u>31.50</u>       |
|                                       | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                 |                     | <u>2,271,721</u> | <u>31.50</u>       |
|                                       | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <u>6,873,589</u> | <u>95.31</u>       |



## Schedule of Investments, June 30, 2024

## Franklin Global Fundamental Strategies Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 1,708,997                         | Rolls-Royce Holdings plc                                                  | GBR             | GBP                 | 9,815,568       | 0.90               |
| 456,834                           | BAE Systems plc                                                           | GBR             | GBP                 | 7,609,620       | 0.70               |
| 41,159                            | Thales SA                                                                 | FRA             | EUR                 | 6,585,054       | 0.61               |
| 40,605                            | Airbus SE                                                                 | FRA             | EUR                 | 5,573,683       | 0.51               |
| 12,383                            | Axon Enterprise, Inc.                                                     | USA             | USD                 | 3,643,574       | 0.34               |
|                                   |                                                                           |                 |                     | 33,227,499      | 3.06               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 74,425                            | Continental AG                                                            | DEU             | EUR                 | 4,215,813       | 0.39               |
| 217,184                           | Forvia SE                                                                 | FRA             | EUR                 | 2,591,779       | 0.24               |
|                                   |                                                                           |                 |                     | 6,807,592       | 0.63               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 20,117                            | Tesla, Inc.                                                               | USA             | USD                 | 3,980,752       | 0.36               |
| 362,349                           | Honda Motor Co. Ltd.                                                      | JPN             | JPY                 | 3,895,854       | 0.36               |
|                                   |                                                                           |                 |                     | 7,876,606       | 0.72               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 221,058                           | Bank of America Corp.                                                     | USA             | USD                 | 8,791,477       | 0.81               |
| 51,864                            | PNC Financial Services Group, Inc. (The)                                  | USA             | USD                 | 8,063,815       | 0.74               |
| 7,437,791                         | Lloyds Banking Group plc                                                  | GBR             | GBP                 | 5,130,164       | 0.47               |
| 31,217                            | Royal Bank of Canada                                                      | CAN             | CAD                 | 3,323,166       | 0.31               |
|                                   |                                                                           |                 |                     | 25,308,622      | 2.33               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 16,207                            | Anheuser-Busch InBev SA/NV                                                | BEL             | EUR                 | 941,041         | 0.09               |
|                                   |                                                                           |                 |                     | 941,041         | 0.09               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 9,406                             | Natera, Inc.                                                              | USA             | USD                 | 1,018,576       | 0.09               |
| 1,373                             | Argenx SE                                                                 | NLD             | EUR                 | 595,813         | 0.06               |
| 4,022                             | Ascendis Pharma A/S, ADR                                                  | DNK             | USD                 | 548,520         | 0.05               |
| 1,359                             | Krystal Biotech, Inc.                                                     | USA             | USD                 | 249,567         | 0.02               |
| 696                               | United Therapeutics Corp.                                                 | USA             | USD                 | 221,711         | 0.02               |
| 2,687                             | Insmed, Inc.                                                              | USA             | USD                 | 180,029         | 0.02               |
| 2,610                             | Crinetics Pharmaceuticals, Inc.                                           | USA             | USD                 | 116,902         | 0.01               |
| 1,831                             | Merus NV                                                                  | NLD             | USD                 | 108,340         | 0.01               |
| 750                               | Moderna, Inc.                                                             | USA             | USD                 | 89,062          | 0.01               |
| 1,280                             | Rocket Pharmaceuticals, Inc.                                              | USA             | USD                 | 27,558          | —                  |
|                                   |                                                                           |                 |                     | 3,156,078       | 0.29               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 174,395                           | Amazon.com, Inc.                                                          | USA             | USD                 | 33,701,834      | 3.10               |
| 2,673                             | MercadoLibre, Inc.                                                        | BRA             | USD                 | 4,392,808       | 0.40               |
|                                   |                                                                           |                 |                     | 38,094,642      | 3.50               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 23,493                            | Intercontinental Exchange, Inc.                                           | USA             | USD                 | 3,215,957       | 0.29               |
| 29,520                            | Tradeweb Markets, Inc. 'A'                                                | USA             | USD                 | 3,129,120       | 0.29               |
| 1,981                             | MSCI, Inc. 'A'                                                            | USA             | USD                 | 954,347         | 0.09               |
| 2,023                             | Moody's Corp.                                                             | USA             | USD                 | 851,541         | 0.08               |
|                                   |                                                                           |                 |                     | 8,150,965       | 0.75               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 46,653                            | Albemarle Corp.                                                           | USA             | USD                 | 4,456,295       | 0.41               |
|                                   |                                                                           |                 |                     | 4,456,295       | 0.41               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 2,676                             | Arista Networks, Inc.                                                     | USA             | USD                 | 937,885         | 0.09               |
|                                   |                                                                           |                 |                     | 937,885         | 0.09               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 10,746                            | Quanta Services, Inc.                                                     | USA             | USD                 | 2,730,451       | 0.25               |
|                                   |                                                                           |                 |                     | 2,730,451       | 0.25               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 40,598                            | CRH plc                                                                   | USA             | USD                 | 3,044,038       | 0.28               |
|                                   |                                                                           |                 |                     | 3,044,038       | 0.28               |



## Franklin Global Fundamental Strategies Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                         | Description                     | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------------|---------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Consumer Staples Distribution &amp; Retail</b>         |                                 |                 |                     |                 |                    |
| 62,005                                                    | Target Corp.                    | USA             | USD                 | 9,179,220       | 0.84               |
|                                                           |                                 |                 |                     | 9,179,220       | 0.84               |
| <b>Diversified Consumer Services</b>                      |                                 |                 |                     |                 |                    |
| 2,064                                                     | Duolingo, Inc. 'A'              | USA             | USD                 | 430,695         | 0.04               |
|                                                           |                                 |                 |                     | 430,695         | 0.04               |
| <b>Electric Utilities</b>                                 |                                 |                 |                     |                 |                    |
| 58,712                                                    | Orsted A/S, Reg. S, 144A        | DNK             | DKK                 | 3,119,315       | 0.29               |
|                                                           |                                 |                 |                     | 3,119,315       | 0.29               |
| <b>Electrical Equipment</b>                               |                                 |                 |                     |                 |                    |
| 20,884                                                    | GE Vernova, Inc.                | USA             | USD                 | 3,581,815       | 0.33               |
| 1,494                                                     | Vertiv Holdings Co. 'A'         | USA             | USD                 | 129,336         | 0.01               |
|                                                           |                                 |                 |                     | 3,711,151       | 0.34               |
| <b>Electronic Equipment, Instruments &amp; Components</b> |                                 |                 |                     |                 |                    |
| 15,593                                                    | Amphenol Corp. 'A'              | USA             | USD                 | 1,050,500       | 0.10               |
| 2,317                                                     | Keyence Corp.                   | JPN             | JPY                 | 1,014,258       | 0.09               |
| 2,929                                                     | Celestica, Inc.                 | CAN             | USD                 | 167,920         | 0.01               |
| 713                                                       | Jabil, Inc.                     | USA             | USD                 | 77,567          | 0.01               |
|                                                           |                                 |                 |                     | 2,310,245       | 0.21               |
| <b>Energy Equipment &amp; Services</b>                    |                                 |                 |                     |                 |                    |
| 10,368                                                    | Schlumberger NV                 | USA             | USD                 | 489,162         | 0.05               |
| 13,671                                                    | Baker Hughes Co. 'A'            | USA             | USD                 | 480,809         | 0.04               |
| 16,248                                                    | TechnipFMC plc                  | GBR             | USD                 | 424,885         | 0.04               |
| 13,093                                                    | Oceaneering International, Inc. | USA             | USD                 | 309,781         | 0.03               |
|                                                           |                                 |                 |                     | 1,704,637       | 0.16               |
| <b>Entertainment</b>                                      |                                 |                 |                     |                 |                    |
| 76,930                                                    | Walt Disney Co. (The)           | USA             | USD                 | 7,638,380       | 0.70               |
| 405                                                       | Netflix, Inc.                   | USA             | USD                 | 273,326         | 0.03               |
| 4,544                                                     | Nintendo Co. Ltd.               | JPN             | JPY                 | 242,694         | 0.02               |
| 435                                                       | Spotify Technology SA           | USA             | USD                 | 136,499         | 0.01               |
|                                                           |                                 |                 |                     | 8,290,899       | 0.76               |
| <b>Financial Services</b>                                 |                                 |                 |                     |                 |                    |
| 22,709                                                    | Mastercard, Inc. 'A'            | USA             | USD                 | 10,018,302      | 0.92               |
| 28,976                                                    | Visa, Inc. 'A'                  | USA             | USD                 | 7,605,331       | 0.70               |
|                                                           |                                 |                 |                     | 17,623,633      | 1.62               |
| <b>Food Products</b>                                      |                                 |                 |                     |                 |                    |
| 75,561                                                    | Danone SA                       | FRA             | EUR                 | 4,628,743       | 0.43               |
|                                                           |                                 |                 |                     | 4,628,743       | 0.43               |
| <b>Ground Transportation</b>                              |                                 |                 |                     |                 |                    |
| 34,314                                                    | Union Pacific Corp.             | USA             | USD                 | 7,763,886       | 0.72               |
| 46,888                                                    | Uber Technologies, Inc.         | USA             | USD                 | 3,407,820       | 0.31               |
|                                                           |                                 |                 |                     | 11,171,706      | 1.03               |
| <b>Health Care Equipment &amp; Supplies</b>               |                                 |                 |                     |                 |                    |
| 89,532                                                    | Medtronic plc                   | USA             | USD                 | 7,047,064       | 0.65               |
| 14,059                                                    | Intuitive Surgical, Inc.        | USA             | USD                 | 6,254,146       | 0.57               |
| 6,679                                                     | IDEXX Laboratories, Inc.        | USA             | USD                 | 3,254,009       | 0.30               |
| 1,315                                                     | Stryker Corp.                   | USA             | USD                 | 447,429         | 0.04               |
| 3,253                                                     | Dexcom, Inc.                    | USA             | USD                 | 368,825         | 0.03               |
| 4,909                                                     | PROCEPT BioRobotics Corp.       | USA             | USD                 | 299,891         | 0.03               |
| 1,443                                                     | TransMedics Group, Inc.         | USA             | USD                 | 217,344         | 0.02               |
| 2,669                                                     | Boston Scientific Corp.         | USA             | USD                 | 205,540         | 0.02               |
|                                                           |                                 |                 |                     | 18,094,248      | 1.66               |
| <b>Health Care Providers &amp; Services</b>               |                                 |                 |                     |                 |                    |
| 20,069                                                    | UnitedHealth Group, Inc.        | USA             | USD                 | 10,220,339      | 0.94               |
| 12,248                                                    | HCA Healthcare, Inc.            | USA             | USD                 | 3,935,037       | 0.36               |
| 6,540                                                     | HealthEquity, Inc.              | USA             | USD                 | 563,748         | 0.05               |
|                                                           |                                 |                 |                     | 14,719,124      | 1.35               |
| <b>Health Care Technology</b>                             |                                 |                 |                     |                 |                    |
| 3,154                                                     | Pro Medicus Ltd.                | AUS             | AUD                 | 299,543         | 0.03               |
| 742                                                       | Veeva Systems, Inc. 'A'         | USA             | USD                 | 135,794         | 0.01               |
|                                                           |                                 |                 |                     | 435,337         | 0.04               |
| <b>Hotels, Restaurants &amp; Leisure</b>                  |                                 |                 |                     |                 |                    |
| 1,573                                                     | Booking Holdings, Inc.          | USA             | USD                 | 6,231,440       | 0.57               |

**Franklin Global Fundamental Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                         | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 32,075                            | Hyatt Hotels Corp. 'A'                              | USA             | USD                 | 4,872,834       | 0.45               |
| 100,087                           | Aramark                                             | USA             | USD                 | 3,404,960       | 0.31               |
| 8,590                             | DoorDash, Inc. 'A'                                  | USA             | USD                 | 934,420         | 0.09               |
| 1,583                             | Airbnb, Inc. 'A'                                    | USA             | USD                 | 240,030         | 0.02               |
| 2,551                             | MakeMyTrip Ltd.                                     | IND             | USD                 | 214,539         | 0.02               |
|                                   |                                                     |                 |                     | 15,898,223      | 1.46               |
|                                   | <b>Household Durables</b>                           |                 |                     |                 |                    |
| 118,434                           | Persimmon plc                                       | GBR             | GBP                 | 2,009,822       | 0.19               |
| 337,055                           | Barratt Developments plc                            | GBR             | GBP                 | 2,001,892       | 0.18               |
|                                   |                                                     |                 |                     | 4,011,714       | 0.37               |
|                                   | <b>Industrial Conglomerates</b>                     |                 |                     |                 |                    |
| 215,360                           | Hitachi Ltd.                                        | JPN             | JPY                 | 4,849,870       | 0.45               |
| 16,063                            | Honeywell International, Inc.                       | USA             | USD                 | 3,430,093       | 0.31               |
|                                   |                                                     |                 |                     | 8,279,963       | 0.76               |
|                                   | <b>Interactive Media &amp; Services</b>             |                 |                     |                 |                    |
| 149,471                           | Alphabet, Inc. 'A'                                  | USA             | USD                 | 27,226,143      | 2.50               |
| 26,702                            | Meta Platforms, Inc. 'A'                            | USA             | USD                 | 13,463,682      | 1.24               |
|                                   |                                                     |                 |                     | 40,689,825      | 3.74               |
|                                   | <b>IT Services</b>                                  |                 |                     |                 |                    |
| 66,675                            | Shopify, Inc. 'A'                                   | CAN             | CAD                 | 4,405,852       | 0.40               |
| 6,061                             | MongoDB, Inc. 'A'                                   | USA             | USD                 | 1,515,008       | 0.14               |
| 1,323                             | Gartner, Inc.                                       | USA             | USD                 | 594,106         | 0.05               |
| 413                               | Wix.com Ltd.                                        | ISR             | USD                 | 65,696          | 0.01               |
|                                   |                                                     |                 |                     | 6,580,662       | 0.60               |
|                                   | <b>Life Sciences Tools &amp; Services</b>           |                 |                     |                 |                    |
| 20,651                            | Thermo Fisher Scientific, Inc.                      | USA             | USD                 | 11,420,003      | 1.05               |
| 16,640                            | ICON plc                                            | USA             | USD                 | 5,216,141       | 0.48               |
| 18,038                            | Danaher Corp.                                       | USA             | USD                 | 4,506,794       | 0.41               |
| 5,290                             | Tempus AI, Inc.                                     | USA             | USD                 | 185,150         | 0.02               |
|                                   |                                                     |                 |                     | 21,328,088      | 1.96               |
|                                   | <b>Machinery</b>                                    |                 |                     |                 |                    |
| 508,327                           | CNH Industrial NV                                   | USA             | USD                 | 5,149,353       | 0.48               |
| 145,936                           | Komatsu Ltd.                                        | JPN             | JPY                 | 4,263,386       | 0.39               |
|                                   |                                                     |                 |                     | 9,412,739       | 0.87               |
|                                   | <b>Media</b>                                        |                 |                     |                 |                    |
| 68,460                            | Comcast Corp. 'A'                                   | USA             | USD                 | 2,680,894       | 0.25               |
| 697                               | Trade Desk, Inc. (The) 'A'                          | USA             | USD                 | 68,076          | —                  |
|                                   |                                                     |                 |                     | 2,748,970       | 0.25               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>              |                 |                     |                 |                    |
| 1,366,673                         | BP plc                                              | USA             | GBP                 | 8,228,758       | 0.76               |
| 185,650                           | Reliance Industries Ltd.                            | IND             | INR                 | 6,961,647       | 0.64               |
| 145,690                           | Shell plc                                           | USA             | GBP                 | 5,225,816       | 0.48               |
|                                   |                                                     |                 |                     | 20,416,221      | 1.88               |
|                                   | <b>Personal Care Products</b>                       |                 |                     |                 |                    |
| 148,968                           | Unilever plc                                        | GBR             | EUR                 | 8,172,971       | 0.75               |
|                                   |                                                     |                 |                     | 8,172,971       | 0.75               |
|                                   | <b>Pharmaceuticals</b>                              |                 |                     |                 |                    |
| 9,351                             | Eli Lilly & Co.                                     | USA             | USD                 | 8,466,208       | 0.78               |
| 47,242                            | AstraZeneca plc                                     | GBR             | GBP                 | 7,352,708       | 0.67               |
| 13,415                            | AstraZeneca plc, ADR                                | GBR             | USD                 | 1,046,236       | 0.10               |
| 4,561                             | Novo Nordisk A/S, ADR                               | DNK             | USD                 | 651,037         | 0.06               |
|                                   |                                                     |                 |                     | 17,516,189      | 1.61               |
|                                   | <b>Professional Services</b>                        |                 |                     |                 |                    |
| 76,997                            | Adecco Group AG                                     | CHE             | CHF                 | 2,554,507       | 0.23               |
| 1,043                             | Verisk Analytics, Inc. 'A'                          | USA             | USD                 | 281,141         | 0.03               |
|                                   |                                                     |                 |                     | 2,835,648       | 0.26               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b> |                 |                     |                 |                    |
| 400,422                           | NVIDIA Corp.                                        | USA             | USD                 | 49,468,134      | 4.55               |
| 81,227                            | Micron Technology, Inc.                             | USA             | USD                 | 10,683,787      | 0.98               |
| 10,025                            | ASML Holding NV, ADR                                | NLD             | USD                 | 10,252,868      | 0.94               |
| 52,001                            | Taiwan Semiconductor Manufacturing Co. Ltd., ADR    | TWN             | USD                 | 9,038,294       | 0.83               |
| 7,159                             | Lam Research Corp.                                  | USA             | USD                 | 7,623,261       | 0.70               |
| 26,740                            | Analog Devices, Inc.                                | USA             | USD                 | 6,103,672       | 0.56               |
| 7,359                             | KLA Corp.                                           | USA             | USD                 | 6,067,569       | 0.56               |

**Franklin Global Fundamental Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                           | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 153,593                           | Infineon Technologies AG                              | DEU             | EUR                 | 5,637,699       | 0.52               |
| 6,695                             | Monolithic Power Systems, Inc.                        | USA             | USD                 | 5,501,148       | 0.51               |
| 21,283                            | Advanced Micro Devices, Inc.                          | USA             | USD                 | 3,452,315       | 0.32               |
| 1,665                             | Broadcom, Inc.                                        | USA             | USD                 | 2,673,208       | 0.25               |
| 3,343                             | ASM International NV                                  | NLD             | EUR                 | 2,555,666       | 0.23               |
| 6,584                             | Entegris, Inc.                                        | USA             | USD                 | 891,474         | 0.08               |
| 13,548                            | Lattice Semiconductor Corp.                           | USA             | USD                 | 785,649         | 0.07               |
| 1,312                             | ARM Holdings plc, ADR                                 | USA             | USD                 | 214,669         | 0.02               |
| 6,507                             | Intel Corp.                                           | USA             | USD                 | 201,522         | 0.02               |
|                                   |                                                       |                 |                     | 121,150,935     | 11.14              |
|                                   | <b>Software</b>                                       |                 |                     |                 |                    |
| 77,438                            | Microsoft Corp.                                       | USA             | USD                 | 34,610,914      | 3.18               |
| 15,338                            | ServiceNow, Inc.                                      | USA             | USD                 | 12,065,944      | 1.11               |
| 16,682                            | Synopsys, Inc.                                        | USA             | USD                 | 9,926,791       | 0.91               |
| 30,676                            | Cadence Design Systems, Inc.                          | USA             | USD                 | 9,440,539       | 0.87               |
| 13,379                            | Intuit, Inc.                                          | USA             | USD                 | 8,792,813       | 0.81               |
| 23,184                            | SAP SE                                                | DEU             | EUR                 | 4,657,752       | 0.43               |
| 13,405                            | Palo Alto Networks, Inc.                              | USA             | USD                 | 4,544,429       | 0.42               |
| 6,694                             | HubSpot, Inc.                                         | USA             | USD                 | 3,948,054       | 0.36               |
| 6,698                             | Roper Technologies, Inc.                              | USA             | USD                 | 3,775,395       | 0.35               |
| 6,768                             | Adobe, Inc.                                           | USA             | USD                 | 3,759,895       | 0.34               |
| 939                               | Constellation Software, Inc.                          | CAN             | CAD                 | 2,705,325       | 0.25               |
| 6,727                             | Salesforce, Inc.                                      | USA             | USD                 | 1,729,512       | 0.16               |
| 6,728                             | Monday.com Ltd.                                       | USA             | USD                 | 1,619,833       | 0.15               |
| 4,703                             | Workday, Inc. 'A'                                     | USA             | USD                 | 1,051,403       | 0.10               |
| 10,618                            | Descartes Systems Group, Inc. (The)                   | CAN             | USD                 | 1,028,247       | 0.09               |
| 2,003                             | Tyler Technologies, Inc.                              | USA             | USD                 | 1,007,068       | 0.09               |
| 4,042                             | Manhattan Associates, Inc.                            | USA             | USD                 | 997,080         | 0.09               |
| 663                               | Fair Isaac Corp.                                      | USA             | USD                 | 986,981         | 0.09               |
| 6,759                             | Datadog, Inc. 'A'                                     | USA             | USD                 | 876,575         | 0.08               |
| 10,622                            | Procore Technologies, Inc.                            | USA             | USD                 | 704,345         | 0.06               |
| 1,340                             | CrowdStrike Holdings, Inc. 'A'                        | USA             | USD                 | 513,475         | 0.05               |
| 2,029                             | Appfolio, Inc. 'A'                                    | USA             | USD                 | 496,232         | 0.04               |
| 4,778                             | AppLovin Corp. 'A'                                    | USA             | USD                 | 397,625         | 0.04               |
| 1,342                             | SPS Commerce, Inc.                                    | USA             | USD                 | 252,511         | 0.02               |
| 6,889                             | Lumine Group, Inc., Reg. S                            | CAN             | CAD                 | 185,946         | 0.02               |
| 7,247                             | Klaviyo, Inc. 'A'                                     | USA             | USD                 | 180,378         | 0.02               |
| 428                               | Atlassian Corp. 'A'                                   | USA             | USD                 | 75,705          | 0.01               |
| 353                               | Aspen Technology, Inc.                                | USA             | USD                 | 70,116          | 0.01               |
| 606                               | Elastic NV                                            | USA             | USD                 | 69,029          | 0.01               |
|                                   |                                                       |                 |                     | 110,469,912     | 10.16              |
|                                   | <b>Specialty Retail</b>                               |                 |                     |                 |                    |
| 80,481                            | TJX Cos., Inc. (The)                                  | USA             | USD                 | 8,860,958       | 0.81               |
|                                   |                                                       |                 |                     | 8,860,958       | 0.81               |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b> |                 |                     |                 |                    |
| 162,725                           | Samsung Electronics Co. Ltd.                          | KOR             | KRW                 | 9,553,079       | 0.88               |
| 29,978                            | Apple, Inc.                                           | USA             | USD                 | 6,313,966       | 0.58               |
| 1,525                             | Pure Storage, Inc. 'A'                                | USA             | USD                 | 97,920          | 0.01               |
|                                   |                                                       |                 |                     | 15,964,965      | 1.47               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>           |                 |                     |                 |                    |
| 1,608,000                         | Li Ning Co. Ltd.                                      | CHN             | HKD                 | 3,465,140       | 0.32               |
| 4,205                             | LVMH Moët Hennessy Louis Vuitton SE                   | FRA             | EUR                 | 3,229,014       | 0.30               |
|                                   |                                                       |                 |                     | 6,694,154       | 0.62               |
|                                   | <b>Trading Companies &amp; Distributors</b>           |                 |                     |                 |                    |
| 2,742                             | Fastenal Co.                                          | USA             | USD                 | 172,307         | 0.02               |
|                                   |                                                       |                 |                     | 172,307         | 0.02               |
|                                   | <b>TOTAL SHARES</b>                                   |                 |                     | 651,355,111     | 59.90              |
|                                   | <b>BONDS</b>                                          |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                |                 |                     |                 |                    |
| 2,455,000                         | Main Street Capital Corp. 3% 07/14/2026               | USA             | USD                 | 2,298,950       | 0.21               |
| 2,015,000                         | Weibo Corp. 3.375% 07/08/2030                         | CHN             | USD                 | 1,762,858       | 0.16               |
| 1,720,000                         | Leviathan Bond Ltd., Reg. S, 144A 6.125% 06/30/2025   | ISR             | USD                 | 1,669,759       | 0.15               |
| 1,690,000                         | Bain Capital Specialty Finance, Inc. 2.95% 03/10/2026 | USA             | USD                 | 1,588,913       | 0.15               |

**Franklin Global Fundamental Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value     | Description                                              | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------|----------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,640,000                             | Blue Owl Capital Corp. 2.625% 01/15/2027                 | USA             | USD                 | 1,499,051       | 0.14               |
| 1,480,000                             | Energy Transfer LP 5.6% 09/01/2034                       | USA             | USD                 | 1,471,116       | 0.13               |
| 1,270,000                             | Synchrony Financial 7.25% 02/02/2033                     | USA             | USD                 | 1,263,597       | 0.12               |
| 1,440,000                             | FS KKR Capital Corp. 3.125% 10/12/2028                   | USA             | USD                 | 1,250,816       | 0.11               |
| 1,200,000                             | Leviathan Bond Ltd., Reg. S, 144A 6.5% 06/30/2027        | ISR             | USD                 | 1,126,607       | 0.10               |
| 1,090,000                             | Synchrony Bank 5.625% 08/23/2027                         | USA             | USD                 | 1,080,212       | 0.10               |
| 790,000                               | Synchrony Financial 4.875% 06/13/2025                    | USA             | USD                 | 782,233         | 0.07               |
| 765,000                               | SM Energy Co. 6.625% 01/15/2027                          | USA             | USD                 | 762,530         | 0.07               |
| 730,000                               | Vale Overseas Ltd. 6.4% 06/28/2054                       | BRA             | USD                 | 722,481         | 0.07               |
| 855,000                               | NatWest Group plc 4.6% Perpetual                         | GBR             | USD                 | 675,855         | 0.06               |
| 805,000                               | Minerva Luxembourg SA, 144A 4.375% 03/18/2031            | BRA             | USD                 | 664,608         | 0.06               |
| 480,000                               | Yinson Boronia Production BV, Reg. S 8.947% 07/31/2042   | BRA             | USD                 | 485,040         | 0.04               |
| 570,000                               | Braskem Idesa SAPI, 144A 7.45% 11/15/2029                | MEX             | USD                 | 464,524         | 0.04               |
| 430,000                               | RenaissanceRe Holdings Ltd. 5.75% 06/05/2033             | BMU             | USD                 | 430,750         | 0.04               |
| 360,000                               | Leviathan Bond Ltd., Reg. S, 144A 6.75% 06/30/2030       | ISR             | USD                 | 322,189         | 0.03               |
| 270,000                               | Regal Rexnord Corp. 6.4% 04/15/2033                      | USA             | USD                 | 276,423         | 0.03               |
| 270,000                               | Regal Rexnord Corp. 6.3% 02/15/2030                      | USA             | USD                 | 276,154         | 0.03               |
| 170,000                               | Synchrony Financial 4.25% 08/15/2024                     | USA             | USD                 | 169,598         | 0.02               |
|                                       |                                                          |                 |                     | 21,044,264      | 1.93               |
| <b>Government and Municipal Bonds</b> |                                                          |                 |                     |                 |                    |
| 10,020,000                            | UK Treasury, Reg. S 3.75% 10/22/2053                     | GBR             | GBP                 | 10,838,966      | 1.00               |
| 227,760,000                           | Mexican Bonos Desarr Fixed Rate 7.5% 05/26/2033          | MEX             | MXN                 | 10,724,160      | 0.99               |
| 41,132,600,000                        | Colombia Titulos De Tesoreria 7% 03/26/2031              | COL             | COP                 | 8,347,600       | 0.77               |
| 11,130,000,000                        | Korea Treasury Bond 1.5% 03/10/2025                      | KOR             | KRW                 | 7,966,620       | 0.73               |
| 8,400,000                             | US Treasury 3.5% 02/15/2033                              | USA             | USD                 | 7,874,016       | 0.72               |
| 120,050,000,000                       | Indonesia Government Bond 6.375% 08/15/2028              | IDN             | IDR                 | 7,219,181       | 0.66               |
| 13,070,000                            | New South Wales Treasury Corp. 2% 03/08/2033             | AUS             | AUD                 | 6,947,488       | 0.64               |
| 9,020,000                             | Bonos Y Oblig del Estando, Reg. S, 144A 1.9% 10/31/2052  | ESP             | EUR                 | 6,343,624       | 0.58               |
| 8,730,000,000                         | Korea Treasury Bond 3.125% 09/10/2027                    | KOR             | KRW                 | 6,313,221       | 0.58               |
| 11,160,000                            | Queensland Treasury Corp. 2% 08/22/2033                  | AUS             | AUD                 | 5,831,905       | 0.54               |
| 132,000,000                           | Mexican Bonos Desarr Fixed Rate 8% 07/31/2053            | MEX             | MXN                 | 5,830,299       | 0.54               |
| 29,500,000                            | Brazil Notas do Tesouro Nacional 10% 01/01/2027          | BRA             | BRL                 | 5,085,580       | 0.47               |
| 9,430,000                             | Treasury Corp. of Victoria, Reg. S 2.25% 09/15/2033      | AUS             | AUD                 | 5,007,520       | 0.46               |
| 181,346,904                           | Uruguay Government Bond 3.875% 07/02/2040                | URY             | UYU                 | 4,892,577       | 0.45               |
| 6,866,000,000                         | Korea Treasury Bond 2.375% 03/10/2027                    | KOR             | KRW                 | 4,870,094       | 0.45               |
| 5,240,000                             | US Treasury 3.625% 08/15/2043                            | USA             | USD                 | 4,554,706       | 0.42               |
| 8,478,000                             | Queensland Treasury Corp., Reg. S, 144A 1.75% 07/20/2034 | AUS             | AUD                 | 4,185,116       | 0.39               |
| 4,000,000                             | Romania Government Bond, Reg. S 6.375% 01/30/2034        | ROU             | USD                 | 4,042,832       | 0.37               |
| 44,838,000                            | Norway Government Bond, Reg. S, 144A 1.5% 02/19/2026     | NOR             | NOK                 | 4,037,160       | 0.37               |
| 23,617,000                            | Brazil Notas do Tesouro Nacional 10% 01/01/2033          | BRA             | BRL                 | 3,756,531       | 0.35               |
| 200,250,000                           | Egypt Treasury Bill 0% 12/17/2024                        | EGY             | EGP                 | 3,736,775       | 0.34               |
| 204,900,000                           | Egypt Treasury Bill 0% 03/11/2025                        | EGY             | EGP                 | 3,629,700       | 0.33               |
| 3,810,000                             | Panama Government Bond 6.4% 02/14/2035                   | PAN             | USD                 | 3,619,048       | 0.33               |
| 5,087,000,000                         | Korea Treasury Bond 1.75% 09/10/2026                     | KOR             | KRW                 | 3,572,023       | 0.33               |
| 289,000,000                           | India Government Bond 7.18% 08/14/2033                   | IND             | INR                 | 3,498,328       | 0.32               |
| 6,178,000                             | New South Wales Treasury Corp., Reg. S 1.75% 03/20/2034  | AUS             | AUD                 | 3,095,105       | 0.28               |
| 3,430,000                             | US Treasury 3.75% 11/15/2043                             | USA             | USD                 | 3,032,602       | 0.28               |
| 10,699,000,000                        | Colombia Titulos De Tesoreria 13.25% 02/09/2033          | COL             | COP                 | 2,933,419       | 0.27               |
| 58,480,000                            | Mexican Bonos Desarr Fixed Rate 7.75% 11/23/2034         | MEX             | MXN                 | 2,753,488       | 0.25               |
| 2,878,000                             | Israel Government Bond, Reg. S 1.5% 01/16/2029           | ISR             | EUR                 | 2,739,531       | 0.25               |
| 5,174,000                             | Treasury Corp. of Victoria 2.25% 11/20/2034              | AUS             | AUD                 | 2,650,265       | 0.24               |
| 2,489,000                             | Bundesschatzanweisungen, Reg. S 0.4% 09/13/2024          | DEU             | EUR                 | 2,649,899       | 0.24               |
| 13,173,000,000                        | Colombia Titulos De Tesoreria 9.25% 05/28/2042           | COL             | COP                 | 2,648,218       | 0.24               |
| 2,426,000                             | Bundesobligation, Reg. S 0% 10/18/2024                   | DEU             | EUR                 | 2,572,817       | 0.24               |
| 15,100,000                            | Notas do Tesouro Nacional 10% 01/01/2029                 | BRA             | BRL                 | 2,519,060       | 0.23               |
| 4,070,000                             | Panama Government Bond 3.87% 07/23/2060                  | PAN             | USD                 | 2,330,615       | 0.21               |
| 3,625,000                             | Panama Government Bond 4.5% 01/19/2063                   | PAN             | USD                 | 2,325,935       | 0.21               |
| 9,955,800,000                         | Colombia Titulos De Tesoreria 7.5% 08/26/2026            | COL             | COP                 | 2,311,357       | 0.21               |
| 24,027,000                            | Norway Government Bond, Reg. S, 144A 1.75% 03/13/2025    | NOR             | NOK                 | 2,209,758       | 0.20               |
| 2,610,000                             | US Treasury 3.375% 08/15/2042                            | USA             | USD                 | 2,205,246       | 0.20               |
| 13,317,000                            | Brazil Notas do Tesouro Nacional 10% 01/01/2031          | BRA             | BRL                 | 2,155,897       | 0.20               |
| 11,018,000,000                        | Colombia Titulos De Tesoreria 7.25% 10/18/2034           | COL             | COP                 | 2,088,037       | 0.19               |
| 46,060,000                            | Mexican Bonos Desarr Fixed Rate 7.75% 11/13/2042         | MEX             | MXN                 | 2,030,367       | 0.19               |
| 164,800,000                           | India Government Bond 7.1% 04/18/2029                    | IND             | INR                 | 1,983,221       | 0.18               |
| 98,675,000                            | Egypt Treasury Bill 0% 10/22/2024                        | EGY             | EGP                 | 1,909,831       | 0.18               |
| 43,590,000                            | South Africa Government Bond 9% 01/31/2040               | ZAF             | ZAR                 | 1,889,473       | 0.17               |

## Franklin Global Fundamental Strategies Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                                                   | Description                                           | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------------------------------------|-------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 35,520,000                                                                          | South Africa Government Bond 8.875% 02/28/2035        | ZAF             | ZAR                 | 1,652,990       | 0.15               |
| 1,480,000                                                                           | Romania Government Bond, Reg. S 7.125% 01/17/2033     | ROU             | USD                 | 1,561,897       | 0.14               |
| 1,520,000                                                                           | US Treasury 3.125% 02/15/2043                         | USA             | USD                 | 1,231,319       | 0.11               |
| 27,450,000                                                                          | South Africa Government Bond 8.5% 01/31/2037          | ZAF             | ZAR                 | 1,187,522       | 0.11               |
| 1,070,000                                                                           | Romania Government Bond, Reg. S 6% 05/25/2034         | ROU             | USD                 | 1,052,168       | 0.10               |
| 19,200,000                                                                          | Mexican Bonos Desarr Fixed Rate 8.5% 11/18/2038       | MEX             | MXN                 | 930,950         | 0.09               |
| 845,000                                                                             | YPF SA, Reg. S 8.5% 07/28/2025                        | ARG             | USD                 | 833,709         | 0.08               |
| 13,557,000,000                                                                      | Indonesia Government Bond 7% 02/15/2033               | IDN             | IDR                 | 824,431         | 0.08               |
| 3,898,500,000                                                                       | Colombia Titulos De Tesoreria 6% 04/28/2028           | COL             | COP                 | 822,909         | 0.08               |
| 840,000                                                                             | Panama Government Bond 6.875% 01/31/2036              | PAN             | USD                 | 822,353         | 0.08               |
| 3,746,000,000                                                                       | Colombia Titulos De Tesoreria 7.75% 09/18/2030        | COL             | COP                 | 801,454         | 0.07               |
| 980,000                                                                             | Panama Government Bond 2.252% 09/29/2032              | PAN             | USD                 | 706,376         | 0.07               |
| 13,400,000                                                                          | Mexican Bonos Desarr Fixed Rate 8.5% 05/31/2029       | MEX             | MXN                 | 689,970         | 0.06               |
| 56,000,000                                                                          | India Government Bond 7.26% 08/22/2032                | IND             | INR                 | 680,393         | 0.06               |
| 2,811,000,000                                                                       | Colombia Titulos De Tesoreria 7% 06/30/2032           | COL             | COP                 | 549,603         | 0.05               |
| 520,000                                                                             | Ecopetrol SA 8.875% 01/13/2033                        | COL             | USD                 | 537,360         | 0.05               |
| 8,761,000,000                                                                       | Indonesia Government Bond 6.125% 05/15/2028           | IDN             | IDR                 | 523,560         | 0.05               |
| 7,887,000,000                                                                       | Indonesia Government Bond 7% 09/15/2030               | IDN             | IDR                 | 481,928         | 0.04               |
| 4,031,000                                                                           | Norway Government Bond, Reg. S, 144A 1.75% 02/17/2027 | NOR             | NOK                 | 359,210         | 0.03               |
| 390,000                                                                             | Panama Government Bond 3.16% 01/23/2030               | PAN             | USD                 | 329,872         | 0.03               |
| 307,930                                                                             | Germany Treasury Bill, Reg. S 0% 09/18/2024           | DEU             | EUR                 | 327,423         | 0.03               |
| 5,390,000                                                                           | Mexican Bonos Desarr Fixed Rate 10% 11/20/2036        | MEX             | MXN                 | 296,859         | 0.03               |
| 1,191,000,000                                                                       | Colombia Titulos De Tesoreria 6.25% 07/09/2036        | COL             | COP                 | 198,150         | 0.02               |
| 199,000                                                                             | Israel Government Bond, Reg. S 0.625% 01/18/2032      | ISR             | EUR                 | 165,020         | 0.02               |
| 200,000                                                                             | Panama Government Bond 3.298% 01/19/2033              | PAN             | USD                 | 155,711         | 0.01               |
| 3,474,617                                                                           | Ghana Government Bond 5% 02/16/2027                   | GHA             | GHS                 | 146,623         | 0.01               |
| 3,479,745                                                                           | Ghana Government Bond 5% 02/15/2028                   | GHA             | GHS                 | 127,748         | 0.01               |
| 3,424,112                                                                           | Ghana Government Bond 5% 02/13/2029                   | GHA             | GHS                 | 111,840         | 0.01               |
| 3,429,158                                                                           | Ghana Government Bond 5% 02/12/2030                   | GHA             | GHS                 | 103,143         | 0.01               |
| 3,147,433                                                                           | Ghana Government Bond 5% 02/11/2031                   | GHA             | GHS                 | 87,708          | 0.01               |
| 3,152,064                                                                           | Ghana Government Bond 5% 02/10/2032                   | GHA             | GHS                 | 83,120          | 0.01               |
| 3,156,698                                                                           | Ghana Government Bond 5% 02/08/2033                   | GHA             | GHS                 | 79,804          | 0.01               |
| 2,304,332                                                                           | Ghana Government Bond 5% 02/07/2034                   | GHA             | GHS                 | 56,550          | 0.01               |
| 2,307,716                                                                           | Ghana Government Bond 5% 02/06/2035                   | GHA             | GHS                 | 55,529          | 0.01               |
| 2,311,101                                                                           | Ghana Government Bond 5% 02/05/2036                   | GHA             | GHS                 | 54,959          | 0.01               |
| 2,317,881                                                                           | Ghana Government Bond 5% 02/02/2038                   | GHA             | GHS                 | 54,761          | 0.01               |
| 2,314,488                                                                           | Ghana Government Bond 5% 02/03/2037                   | GHA             | GHS                 | 54,730          | 0.01               |
| 109,000,000                                                                         | Colombia Government Bond 9.85% 06/28/2027             | COL             | COP                 | 25,313          | —                  |
|                                                                                     |                                                       |                 |                     | 212,524,176     | 19.55              |
| <b>TOTAL BONDS</b>                                                                  |                                                       |                 |                     | 233,568,440     | 21.48              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b> |                                                       |                 |                     | 884,923,551     | 81.38              |

TRANSFERABLE SECURITIES DEALT IN ON ANOTHER  
REGULATED MARKET**BONDS****Asset-Backed Securities**

|           |                                                                                   |     |     |           |      |
|-----------|-----------------------------------------------------------------------------------|-----|-----|-----------|------|
| 4,690,000 | Connecticut Avenue Securities Trust, Series 2020-R01, 144A, FRN 8.7% 01/25/2040   | USA | USD | 4,892,487 | 0.45 |
| 3,660,000 | FHLMC STACR Trust, Series 2023-HQA3, 144A, FRN 8.685% 11/25/2043                  | USA | USD | 3,884,103 | 0.36 |
| 3,130,000 | Connecticut Avenue Securities Trust, Series 2023-R07, 144A, FRN 9.835% 09/25/2043 | USA | USD | 3,339,115 | 0.31 |
| 2,520,000 | FHLMC STACR Trust, Series 2022-DNA5, 144A, FRN 12.085% 06/25/2042                 | USA | USD | 2,861,534 | 0.26 |
| 1,800,000 | Connecticut Avenue Securities Trust, Series 2020-SBT1, 144A, FRN 9.1% 02/25/2040  | USA | USD | 1,914,477 | 0.18 |
| 1,555,000 | FHLMC STACR Trust, Series 2022-HQA2, 144A, FRN 11.335% 07/25/2042                 | USA | USD | 1,729,251 | 0.16 |
| 1,480,000 | FHLMC STACR Trust, Series 2023-DNA1, 144A, FRN 13.485% 03/25/2043                 | USA | USD | 1,709,625 | 0.16 |
| 1,370,000 | FHLMC STACR Trust, Series 2021-DNA1, 144A, FRN 7.985% 01/25/2051                  | USA | USD | 1,454,233 | 0.13 |
| 1,260,000 | FHLMC STACR Trust, Series 2022-DNA6, 144A, FRN 11.085% 09/25/2042                 | USA | USD | 1,410,299 | 0.13 |
| 1,150,000 | Invesco US CLO Ltd., Series 2023-3A, 144A, FRN 10.729% 07/15/2036                 | JEY | USD | 1,191,830 | 0.11 |



**Franklin Global Fundamental Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,150,000                         | Benefit Street Partners CLO XXXI Ltd., Series 2023-31X, Reg. S,<br>FRN 10.324% 04/25/2036 | JEY             | USD                 | 1,179,985       | 0.11               |
| 1,088,160                         | Connecticut Avenue Securities Trust, Series 2019-R07, 144A, FRN<br>8.85% 10/25/2039       | USA             | USD                 | 1,131,058       | 0.10               |
| 1,090,000                         | FNMA, Series 2021-R02, 144A, FRN 8.635% 11/25/2041                                        | USA             | USD                 | 1,129,916       | 0.10               |
| 1,000,000                         | Connecticut Avenue Securities Trust, Series 2020-SBT1, 144A, FRN<br>9.1% 02/25/2040       | USA             | USD                 | 1,063,759       | 0.10               |
| 945,000                           | FHLMC STACR Trust, Series 2022-DNA3, 144A, FRN<br>9.685% 04/25/2042                       | USA             | USD                 | 1,010,544       | 0.09               |
| 923,909                           | Connecticut Avenue Securities Trust, Series 2019-R05, 144A, FRN<br>9.55% 07/25/2039       | USA             | USD                 | 968,770         | 0.09               |
| 870,000                           | FHLMC STACR Trust, Series 2022-DNA3, 144A, FRN<br>8.235% 04/25/2042                       | USA             | USD                 | 905,250         | 0.08               |
| 800,000                           | Connecticut Avenue Securities Trust, Series 2023-R02, 144A, FRN<br>10.885% 01/25/2043     | USA             | USD                 | 886,844         | 0.08               |
| 810,000                           | Bellemeade Re Ltd., Series 2023-1, 144A, FRN 9.585% 10/25/2033                            | BMU             | USD                 | 848,014         | 0.08               |
| 515,000                           | FHLMC STACR Trust, Series 2022-DNA4, 144A, FRN<br>8.685% 05/25/2042                       | USA             | USD                 | 541,349         | 0.05               |
| 568,457                           | Air Canada Pass-Through Trust, Series 2015-1A, 144A<br>3.6% 09/15/2028                    | CAN             | USD                 | 540,169         | 0.05               |
|                                   |                                                                                           |                 |                     | 34,592,612      | 3.18               |
| <b>Convertible Bonds</b>          |                                                                                           |                 |                     |                 |                    |
| 1,787,000                         | DISH Network Corp. 3.375% 08/15/2026                                                      | USA             | USD                 | 1,117,161       | 0.10               |
|                                   |                                                                                           |                 |                     | 1,117,161       | 0.10               |
| <b>Corporate Bonds</b>            |                                                                                           |                 |                     |                 |                    |
| 3,450,000                         | New Fortress Energy, Inc., 144A 6.75% 09/15/2025                                          | USA             | USD                 | 3,351,726       | 0.31               |
| 2,410,000                         | Magnolia Oil & Gas Operating LLC, 144A 6% 08/01/2026                                      | USA             | USD                 | 2,388,540       | 0.22               |
| 2,805,000                         | Blue Owl Finance LLC, 144A 3.125% 06/10/2031                                              | USA             | USD                 | 2,339,026       | 0.22               |
| 2,654,110                         | AES Panama Generation Holdings SRL, Reg. S 4.375% 05/31/2030                              | PAN             | USD                 | 2,309,845       | 0.21               |
| 2,175,000                         | Venture Global LNG, Inc., 144A 8.125% 06/01/2028                                          | USA             | USD                 | 2,242,440       | 0.21               |
| 2,315,000                         | Charles Schwab Corp. (The) 4% Perpetual                                                   | USA             | USD                 | 2,174,956       | 0.20               |
| 2,010,000                         | DISH Network Corp., 144A 11.75% 11/15/2027                                                | USA             | USD                 | 1,972,704       | 0.18               |
| 1,941,000                         | Mileage Plus Holdings LLC, 144A 6.5% 06/20/2027                                           | USA             | USD                 | 1,946,417       | 0.18               |
| 1,995,000                         | Energear Israel Finance Ltd., Reg. S, 144A 4.875% 03/30/2026                              | ISR             | USD                 | 1,885,275       | 0.17               |
| 1,900,000                         | Golub Capital BDC, Inc. 2.5% 08/24/2026                                                   | USA             | USD                 | 1,748,217       | 0.16               |
| 1,660,000                         | Baytex Energy Corp., 144A 8.5% 04/30/2030                                                 | CAN             | USD                 | 1,737,431       | 0.16               |
| 1,570,000                         | Mineral Resources Ltd., 144A 9.25% 10/01/2028                                             | AUS             | USD                 | 1,649,728       | 0.15               |
| 1,710,000                         | Mohegan Tribal Gaming Authority, 144A 8% 02/01/2026                                       | USA             | USD                 | 1,622,833       | 0.15               |
| 1,760,000                         | New Fortress Energy, Inc., 144A 6.5% 09/30/2026                                           | USA             | USD                 | 1,620,604       | 0.15               |
| 1,560,000                         | GGAM Finance Ltd., 144A 7.75% 05/15/2026                                                  | IRL             | USD                 | 1,592,872       | 0.15               |
| 1,500,000                         | Jane Street Group, 144A 7.125% 04/30/2031                                                 | USA             | USD                 | 1,539,419       | 0.14               |
| 1,390,000                         | Credit Acceptance Corp., 144A 9.25% 12/15/2028                                            | USA             | USD                 | 1,470,842       | 0.14               |
| 1,425,000                         | Societe Generale SA, 144A 7.132% 01/19/2055                                               | FRA             | USD                 | 1,365,028       | 0.13               |
| 1,440,000                         | Antares Holdings LP, 144A 2.75% 01/15/2027                                                | CAN             | USD                 | 1,308,669       | 0.12               |
| 1,310,000                         | Aircastle Ltd., 144A 5.25% Perpetual                                                      | USA             | USD                 | 1,269,575       | 0.12               |
| 1,450,000                         | PRA Group, Inc., 144A 5% 10/01/2029                                                       | USA             | USD                 | 1,243,162       | 0.11               |
| 1,180,000                         | Taseko Mines Ltd., 144A 8.25% 05/01/2030                                                  | CAN             | USD                 | 1,208,637       | 0.11               |
| 1,250,000                         | XP, Inc., 144A 3.25% 07/01/2026                                                           | BRA             | USD                 | 1,176,055       | 0.11               |
| 1,440,000                         | Ally Financial, Inc. 4.7% Perpetual                                                       | USA             | USD                 | 1,156,682       | 0.11               |
| 1,190,000                         | World Acceptance Corp., 144A 7% 11/01/2026                                                | USA             | USD                 | 1,135,457       | 0.10               |
| 1,110,000                         | Braskem Netherlands Finance BV, 144A 8.5% 01/12/2031                                      | BRA             | USD                 | 1,134,637       | 0.10               |
| 1,370,000                         | Consolidated Communications, Inc., 144A 5% 10/01/2028                                     | USA             | USD                 | 1,134,612       | 0.10               |
| 1,135,000                         | Mativ Holdings, Inc., 144A 6.875% 10/01/2026                                              | USA             | USD                 | 1,128,971       | 0.10               |
| 1,070,000                         | Star Parent, Inc., 144A 9% 10/01/2030                                                     | USA             | USD                 | 1,124,727       | 0.10               |
| 1,240,000                         | Viasat, Inc., 144A 5.625% 04/15/2027                                                      | USA             | USD                 | 1,110,882       | 0.10               |
| 1,150,000                         | Allegiant Travel Co., 144A 7.25% 08/15/2027                                               | USA             | USD                 | 1,095,676       | 0.10               |
| 1,120,000                         | United Wholesale Mortgage LLC, 144A 5.75% 06/15/2027                                      | USA             | USD                 | 1,094,397       | 0.10               |
| 1,110,000                         | Teine Energy Ltd., 144A 6.875% 04/15/2029                                                 | CAN             | USD                 | 1,090,855       | 0.10               |
| 1,090,000                         | Plains All American Pipeline LP 5.7% 09/15/2034                                           | USA             | USD                 | 1,080,401       | 0.10               |
| 1,075,000                         | First Quantum Minerals Ltd., 144A 6.875% 10/15/2027                                       | ZMB             | USD                 | 1,051,411       | 0.10               |
| 1,090,000                         | Univision Communications, Inc., 144A 6.625% 06/01/2027                                    | USA             | USD                 | 1,044,565       | 0.10               |
| 1,015,000                         | California Resources Corp., 144A 8.25% 06/15/2029                                         | USA             | USD                 | 1,036,793       | 0.10               |
| 1,059,000                         | MicroStrategy, Inc., 144A 6.125% 06/15/2028                                               | USA             | USD                 | 1,027,514       | 0.10               |
| 1,060,000                         | Connect Finco SARL, 144A 6.75% 10/01/2026                                                 | GBR             | USD                 | 1,023,972       | 0.09               |
| 1,080,000                         | Vector Group Ltd., 144A 5.75% 02/01/2029                                                  | USA             | USD                 | 1,013,067       | 0.09               |
| 1,145,000                         | Ally Financial, Inc. 4.7% Perpetual                                                       | USA             | USD                 | 1,011,167       | 0.09               |

**Franklin Global Fundamental Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                             | Description                                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------------------------------|------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 970,000                                                                       | Energy Transfer LP 6.5% Perpetual                                | USA             | USD                 | 959,185         | 0.09               |
| 1,070,000                                                                     | Energean Israel Finance Ltd., Reg. S, 144A 5.375% 03/30/2028     | ISR             | USD                 | 950,494         | 0.09               |
| 955,000                                                                       | Freedom Mortgage Corp., 144A 7.625% 05/01/2026                   | USA             | USD                 | 949,098         | 0.09               |
| 955,000                                                                       | ERO Copper Corp., 144A 6.5% 02/15/2030                           | BRA             | USD                 | 928,604         | 0.09               |
| 930,000                                                                       | CSN Resources SA, 144A 8.875% 12/05/2030                         | BRA             | USD                 | 924,592         | 0.09               |
| 900,000                                                                       | Uber Technologies, Inc., 144A 7.5% 09/15/2027                    | USA             | USD                 | 918,413         | 0.08               |
| 870,000                                                                       | Civitas Resources, Inc., 144A 8.375% 07/01/2028                  | USA             | USD                 | 912,699         | 0.08               |
| 900,000                                                                       | Uber Technologies, Inc., 144A 8% 11/01/2026                      | USA             | USD                 | 908,800         | 0.08               |
| 860,000                                                                       | Allwyn Entertainment Financing UK plc, 144A 7.875% 04/30/2029    | CZE             | USD                 | 889,124         | 0.08               |
| 964,000                                                                       | Air Lease Corp. 4.125% Perpetual                                 | USA             | USD                 | 873,831         | 0.08               |
| 830,000                                                                       | Burford Capital Global Finance LLC, 144A 6.25% 04/15/2028        | USA             | USD                 | 803,215         | 0.07               |
| 935,000                                                                       | Vmed O2 UK Financing I plc, 144A 4.75% 07/15/2031                | GBR             | USD                 | 789,832         | 0.07               |
| 812,000                                                                       | MasTec, Inc., 144A 4.5% 08/15/2028                               | USA             | USD                 | 775,011         | 0.07               |
| 810,000                                                                       | Geopark Ltd., 144A 5.5% 01/17/2027                               | COL             | USD                 | 737,059         | 0.07               |
| 820,000                                                                       | Ares Capital Corp. 2.875% 06/15/2028                             | USA             | USD                 | 726,669         | 0.07               |
| 590,000                                                                       | Minerva Luxembourg SA, 144A 8.875% 09/13/2033                    | BRA             | USD                 | 609,713         | 0.06               |
| 610,000                                                                       | Vistra Corp., 144A 7% Perpetual                                  | USA             | USD                 | 605,282         | 0.06               |
| 545,000                                                                       | Capital One Financial Corp. 7.624% 10/30/2031                    | USA             | USD                 | 600,166         | 0.06               |
| 590,000                                                                       | Aethon United BR LP, 144A 8.25% 02/15/2026                       | USA             | USD                 | 596,925         | 0.06               |
| 630,000                                                                       | Golub Capital BDC, Inc. 2.05% 02/15/2027                         | USA             | USD                 | 566,641         | 0.05               |
| 605,000                                                                       | Cargo Aircraft Management, Inc., 144A 4.75% 02/01/2028           | USA             | USD                 | 561,879         | 0.05               |
| 550,000                                                                       | Starwood Property Trust, Inc., 144A 7.25% 04/01/2029             | USA             | USD                 | 556,584         | 0.05               |
| 580,000                                                                       | Hawaiian Brand Intellectual Property Ltd., 144A 5.75% 01/20/2026 | USA             | USD                 | 552,447         | 0.05               |
| 660,000                                                                       | Embecka Corp., 144A 5% 02/15/2030                                | USA             | USD                 | 544,170         | 0.05               |
| 560,000                                                                       | ATP Tower Holdings LLC, Reg. S 4.05% 04/27/2026                  | CHL             | USD                 | 530,830         | 0.05               |
| 505,000                                                                       | Vistra Corp., 144A 8% Perpetual                                  | USA             | USD                 | 509,730         | 0.05               |
| 480,000                                                                       | AmeriTex HoldCo Intermediate LLC, 144A 10.25% 10/15/2028         | USA             | USD                 | 506,080         | 0.05               |
| 475,000                                                                       | Enviri Corp., 144A 5.75% 07/31/2027                              | USA             | USD                 | 451,964         | 0.04               |
| 490,000                                                                       | New Fortress Energy, Inc., 144A 8.75% 03/15/2029                 | USA             | USD                 | 447,714         | 0.04               |
| 430,000                                                                       | Aeropuertos Dominicanos Siglo XXI SA, 144A 7% 06/30/2034         | DOM             | USD                 | 435,892         | 0.04               |
| 370,000                                                                       | IRB Holding Corp., 144A 7% 06/15/2025                            | USA             | USD                 | 370,399         | 0.03               |
| 360,000                                                                       | Cogent Communications Group, Inc., 144A 7% 06/15/2027            | USA             | USD                 | 356,599         | 0.03               |
| 745,000                                                                       | Liberty Interactive LLC 8.25% 02/01/2030                         | USA             | USD                 | 349,973         | 0.03               |
| 330,000                                                                       | Mineral Resources Ltd., 144A 8.125% 05/01/2027                   | AUS             | USD                 | 332,878         | 0.03               |
| 330,000                                                                       | Freedom Mortgage Holdings LLC, 144A 9.25% 02/01/2029             | USA             | USD                 | 330,072         | 0.03               |
| 400,000                                                                       | Braskem Idesa SAPI, Reg. S 6.99% 02/20/2032                      | MEX             | USD                 | 303,726         | 0.03               |
| 260,000                                                                       | Energean Israel Finance Ltd., Reg. S, 144A 8.5% 09/30/2033       | ISR             | USD                 | 246,188         | 0.02               |
| 230,000                                                                       | VICI Properties LP, 144A 4.625% 06/15/2025                       | USA             | USD                 | 227,185         | 0.02               |
|                                                                               |                                                                  |                 |                     | 84,299,450      | 7.76               |
| <b>Government and Municipal Bonds</b>                                         |                                                                  |                 |                     |                 |                    |
| 43,790,000                                                                    | FHLB 0% 07/01/2024                                               | USA             | USD                 | 43,770,923      | 4.03               |
| 31,100,000                                                                    | Malaysia Government Bond 3.899% 11/16/2027                       | MYS             | MYR                 | 6,664,573       | 0.61               |
| 6,370,000                                                                     | Petroleos Mexicanos 5.35% 02/12/2028                             | MEX             | USD                 | 5,728,773       | 0.53               |
| 4,270,000                                                                     | Panama Government Bond 8% 03/01/2038                             | PAN             | USD                 | 4,507,134       | 0.41               |
| 10,090,000                                                                    | Malaysia Government Bond 4.059% 09/30/2024                       | MYS             | MYR                 | 2,142,964       | 0.20               |
| 9,360,000                                                                     | Malaysia Government Bond 3.582% 07/15/2032                       | MYS             | MYR                 | 1,947,800       | 0.18               |
| 7,900,000                                                                     | Malaysia Government Bond 3.9% 11/30/2026                         | MYS             | MYR                 | 1,692,885       | 0.16               |
| 6,960,000                                                                     | Malaysia Government Bond 3.882% 03/14/2025                       | MYS             | MYR                 | 1,481,669       | 0.14               |
| 1,010,000                                                                     | YPF SA, 144A 9.5% 01/17/2031                                     | ARG             | USD                 | 1,027,061       | 0.09               |
| 3,820,000                                                                     | Malaysia Government Bond 4.181% 07/15/2024                       | MYS             | MYR                 | 809,997         | 0.07               |
| 3,410,000                                                                     | Malaysia Government Bond 4.498% 04/15/2030                       | MYS             | MYR                 | 750,602         | 0.07               |
| 516,923                                                                       | YPF SA, Reg. S 9% 02/12/2026                                     | ARG             | USD                 | 519,843         | 0.05               |
| 2,150,000                                                                     | Malaysia Government Bond 3.502% 05/31/2027                       | MYS             | MYR                 | 455,328         | 0.04               |
| 410,000                                                                       | Corp. Nacional del Cobre de Chile, 144A 6.44% 01/26/2036         | CHL             | USD                 | 424,357         | 0.04               |
| 1,830,000                                                                     | Malaysia Government Bond 3.733% 06/15/2028                       | MYS             | MYR                 | 389,574         | 0.04               |
| 1,240,000                                                                     | Malaysia Government Bond 3.955% 09/15/2025                       | MYS             | MYR                 | 264,889         | 0.02               |
| 670,000                                                                       | Malaysia Government Bond 3.892% 03/15/2027                       | MYS             | MYR                 | 143,385         | 0.01               |
| 220,000                                                                       | Malaysia Government Bond 3.885% 08/15/2029                       | MYS             | MYR                 | 47,120          | —                  |
|                                                                               |                                                                  |                 |                     | 72,768,877      | 6.69               |
|                                                                               |                                                                  |                 |                     | 192,778,100     | 17.73              |
| <b>TOTAL BONDS</b>                                                            |                                                                  |                 |                     |                 |                    |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b> |                                                                  |                 |                     | 192,778,100     | 17.73              |



**Franklin Global Fundamental Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value      | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|----------------------|--------------------|
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                      |                    |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                      |                    |
|                                   | <b>Metals &amp; Mining</b>                                                                                                               |                 |                     |                      |                    |
| 2,357,000                         | Walter Energy Corp. Escrow Account**                                                                                                     | USA             | USD                 | —                    | —                  |
|                                   |                                                                                                                                          |                 |                     | —                    | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | —                    | —                  |
|                                   | <b>WARRANTS</b>                                                                                                                          |                 |                     |                      |                    |
|                                   | <b>Software</b>                                                                                                                          |                 |                     |                      |                    |
| 759                               | Constellation Software, Inc. 03/31/2040**                                                                                                | CAN             | CAD                 | —                    | —                  |
|                                   |                                                                                                                                          |                 |                     | —                    | —                  |
|                                   | <b>TOTAL WARRANTS</b>                                                                                                                    |                 |                     | —                    | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     |                      |                    |
|                                   |                                                                                                                                          |                 |                     | —                    | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>1,077,701,651</b> | <b>99.11</b>       |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Global Green Bond Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                    |                 |                     |                 |                    |
| 200,000                           | Commercial Bank of Dubai PSC, Reg. S 5.319% 06/14/2028                    | ARE             | USD                 | 186,344         | 2.22               |
| 200,000                           | MAF Sukuk Ltd., Reg. S 5% 06/01/2033                                      | ARE             | USD                 | 181,406         | 2.16               |
| 150,000                           | Intesa Sanpaolo SpA, Reg. S 6.5% 03/14/2029                               | ITA             | GBP                 | 180,148         | 2.15               |
| 150,000                           | Banco BPM SpA, Reg. S 4.875% 01/17/2030                                   | ITA             | EUR                 | 153,522         | 1.83               |
| 100,000                           | NN Group NV, Reg. S 6% 11/03/2043                                         | NLD             | EUR                 | 108,117         | 1.29               |
| 100,000                           | Unicaja Banco SA, Reg. S 6.5% 09/11/2028                                  | ESP             | EUR                 | 105,538         | 1.26               |
| 100,000                           | Banca Commerciale Romana SA, Reg. S 7.625% 05/19/2027                     | ROU             | EUR                 | 105,010         | 1.25               |
| 100,000                           | Telefonica Europe BV, Reg. S 6.135% Perpetual                             | ESP             | EUR                 | 104,969         | 1.25               |
| 100,000                           | EDP - Energias de Portugal SA, Reg. S 5.943% 04/23/2083                   | PRT             | EUR                 | 104,314         | 1.24               |
| 100,000                           | East Japan Railway Co., Reg. S 3.976% 09/05/2032                          | JPN             | EUR                 | 103,413         | 1.23               |
| 100,000                           | EnBW Energie Baden-Wuerttemberg AG, Reg. S 5.25% 01/23/2084               | DEU             | EUR                 | 102,831         | 1.23               |
|                                   | BAWAG PSK Bank fuer Arbeit und Wirtschaft und Oesterreichische            |                 |                     |                 |                    |
| 100,000                           | Postsparkasse AG, Reg. S 4.125% 01/18/2027                                | AUT             | EUR                 | 101,563         | 1.21               |
| 100,000                           | Ibercaja Banco SA, Reg. S 4.375% 07/30/2028                               | ESP             | EUR                 | 101,079         | 1.20               |
| 100,000                           | Engie SA, Reg. S 3.875% 12/06/2033                                        | FRA             | EUR                 | 100,070         | 1.19               |
| 100,000                           | Amprion GmbH, Reg. S 3.625% 05/21/2031                                    | DEU             | EUR                 | 99,876          | 1.19               |
|                                   | RTE Reseau de Transport d'Electricite SADIR, Reg. S                       |                 |                     |                 |                    |
| 100,000                           | 3.5% 12/07/2031                                                           | FRA             | EUR                 | 99,839          | 1.19               |
| 100,000                           | TenneT Holding BV, Reg. S 4.875% Perpetual                                | NLD             | EUR                 | 99,820          | 1.19               |
| 100,000                           | PVH Corp. 4.125% 07/16/2029                                               | USA             | EUR                 | 99,681          | 1.19               |
| 100,000                           | Iberdrola International BV, Reg. S 3.25% Perpetual                        | ESP             | EUR                 | 99,377          | 1.18               |
| 100,000                           | Autoliv, Inc., Reg. S 3.625% 08/07/2029                                   | SWE             | EUR                 | 99,135          | 1.18               |
| 100,000                           | Banque Federative du Credit Mutuel SA, Reg. S 3.5% 05/15/2031             | FRA             | EUR                 | 98,871          | 1.18               |
| 100,000                           | Iren SpA, Reg. S 3.875% 07/22/2032                                        | ITA             | EUR                 | 98,597          | 1.17               |
| 100,000                           | Statkraft A/S, Reg. S 3.125% 12/13/2031                                   | NOR             | EUR                 | 97,983          | 1.17               |
| 100,000                           | Arion Banki HF, Reg. S 0.375% 07/14/2025                                  | ISL             | EUR                 | 96,364          | 1.15               |
| 100,000                           | Danske Bank A/S, Reg. S 1.375% 02/17/2027                                 | DNK             | EUR                 | 96,126          | 1.15               |
| 100,000                           | Banco de Sabadell SA, Reg. S 1.125% 03/11/2027                            | ESP             | EUR                 | 95,967          | 1.14               |
| 100,000                           | CaixaBank SA, Reg. S 1.25% 06/18/2031                                     | ESP             | EUR                 | 94,383          | 1.12               |
| 100,000                           | Iberdrola Finanzas SA, Reg. S 1.25% 09/13/2027                            | ESP             | EUR                 | 94,239          | 1.12               |
| 100,000                           | Nordea Bank Abp, Reg. S 1.125% 02/16/2027                                 | FIN             | EUR                 | 94,115          | 1.12               |
| 100,000                           | Iren SpA, Reg. S 1.5% 10/24/2027                                          | ITA             | EUR                 | 94,014          | 1.12               |
| 100,000                           | Abanca Corp. Bancaria SA, Reg. S 0.5% 09/08/2027                          | ESP             | EUR                 | 93,122          | 1.11               |
| 100,000                           | ING Groep NV, Reg. S 0.875% 06/09/2032                                    | NLD             | EUR                 | 90,860          | 1.08               |
| 100,000                           | Societe Generale SA, Reg. S 0.875% 09/22/2028                             | FRA             | EUR                 | 90,789          | 1.08               |
| 100,000                           | Assicurazioni Generali SpA, Reg. S 2.124% 10/01/2030                      | ITA             | EUR                 | 88,845          | 1.06               |
| 100,000                           | CNP Assurances SACA, Reg. S 2% 07/27/2050                                 | FRA             | EUR                 | 86,741          | 1.03               |
| 100,000                           | Alliander NV, Reg. S 0.875% 06/24/2032                                    | NLD             | EUR                 | 83,024          | 0.99               |
| 100,000                           | AXA SA, Reg. S 1.375% 10/07/2041                                          | FRA             | EUR                 | 82,166          | 0.98               |
| 100,000                           | FLUVIUS System Operator CV, Reg. S 0.25% 12/02/2030                       | BEL             | EUR                 | 81,777          | 0.97               |
| 100,000                           | Swiss Life Finance I AG, Reg. S 0.5% 09/15/2031                           | CHE             | EUR                 | 80,678          | 0.96               |
| 100,000                           | Toyota Motor Credit Corp. 2.15% 02/13/2030                                | USA             | USD                 | 80,668          | 0.96               |
| 100,000                           | Verizon Communications, Inc. 1.5% 09/18/2030                              | USA             | USD                 | 76,215          | 0.91               |
|                                   |                                                                           |                 |                     | 4,231,596       | 50.40              |
|                                   | <b>Government and Municipal Bonds</b>                                     |                 |                     |                 |                    |
| 590,000                           | Bundesrepublik Deutschland, Reg. S 1.8% 08/15/2053                        | DEU             | EUR                 | 487,218         | 5.80               |
| 560,000                           | UK Treasury, Reg. S 1.5% 07/31/2053                                       | GBR             | GBP                 | 333,242         | 3.97               |
| 290,000                           | UK Treasury, Reg. S 0.875% 07/31/2033                                     | GBR             | GBP                 | 258,407         | 3.08               |
| 200,000                           | Iceland Government Bond, Reg. S 3.5% 03/21/2034                           | ISL             | EUR                 | 202,143         | 2.41               |
| 200,000                           | Region Wallonne Belgium, Reg. S 3.75% 04/22/2039                          | BEL             | EUR                 | 200,333         | 2.39               |
| 300,000                           | Bonos Y Oblig del Estando, Reg. S, 144A 1% 07/30/2042                     | ESP             | EUR                 | 192,275         | 2.29               |
| 250,000                           | Chile Government Bond 3.5% 01/25/2050                                     | CHL             | USD                 | 168,482         | 2.01               |
| 100,000                           | Vattenfall AB, Reg. S 6.875% 08/17/2083                                   | SWE             | GBP                 | 120,597         | 1.44               |
| 100,000                           | Nederlandse Gasunie NV, Reg. S 3.875% 05/22/2033                          | NLD             | EUR                 | 102,450         | 1.22               |
| 100,000                           | Romania Government Bond, Reg. S 5.625% 02/22/2036                         | ROU             | EUR                 | 97,601          | 1.16               |
| 100,000                           | Power Finance Corp. Ltd., Reg. S 1.841% 09/21/2028                        | IND             | EUR                 | 90,178          | 1.07               |
| 100,000                           | Orsted A/S, Reg. S 1.75% 12/09/3019                                       | DNK             | EUR                 | 89,885          | 1.07               |
| 100,000                           | SNCF Reseau, Reg. S 0.875% 01/22/2029                                     | FRA             | EUR                 | 89,754          | 1.07               |
| 100,000                           | Societe Nationale SNCF SACA, Reg. S 0.625% 04/17/2030                     | FRA             | EUR                 | 85,850          | 1.02               |
| 100,000                           | Societe Des Grands Projets EPIC, Reg. S 0% 11/25/2030                     | FRA             | EUR                 | 81,273          | 0.97               |
| 100,000                           | Netherlands Government Bond, Reg. S, 144A 0.5% 01/15/2040                 | NLD             | EUR                 | 70,182          | 0.84               |

**Franklin Global Green Bond Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 70,000                            | Belgium Government Bond, Reg. S, 144A 1.25% 04/22/2033                                  | BEL             | EUR                 | 60,667          | 0.72               |
|                                   |                                                                                         |                 |                     | 2,730,537       | 32.53              |
|                                   | <b>Supranational</b>                                                                    |                 |                     |                 |                    |
| 170,000                           | European Union, Reg. S 2.625% 02/04/2048                                                | SP              | EUR                 | 147,108         | 1.75               |
| 120,000                           | International Finance Corp. 2.125% 04/07/2026                                           | SP              | USD                 | 106,926         | 1.27               |
| 100,000                           | European Union, Reg. S 2.75% 02/04/2033                                                 | SP              | EUR                 | 97,769          | 1.17               |
| 80,000                            | European Investment Bank 3.75% 02/14/2033                                               | SP              | USD                 | 71,028          | 0.85               |
|                                   |                                                                                         |                 |                     | 422,831         | 5.04               |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 7,384,964       | 87.97              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 7,384,964       | 87.97              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                                  |                 |                     |                 |                    |
| 200,000                           | Bank of Ireland Group plc, Reg. S 6.253% 09/16/2026                                     | IRL             | USD                 | 187,724         | 2.24               |
| 150,000                           | Metropolitan Life Global Funding I, 144A 0.95% 07/02/2025                               | USA             | USD                 | 134,016         | 1.60               |
| 100,000                           | JPMorgan Chase & Co. 0.768% 08/09/2025                                                  | USA             | USD                 | 92,854          | 1.11               |
| 100,000                           | Bank of America Corp. 2.456% 10/22/2025                                                 | USA             | USD                 | 92,400          | 1.10               |
| 100,000                           | Comcast Corp. 4.65% 02/15/2033                                                          | USA             | USD                 | 90,177          | 1.07               |
| 100,000                           | Equinix, Inc. 1% 09/15/2025                                                             | USA             | USD                 | 88,413          | 1.05               |
|                                   |                                                                                         |                 |                     | 685,584         | 8.17               |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                 |                    |
| 350,000                           | CPPIB Capital, Inc., Reg. S 3% 06/15/2028                                               | CAN             | CAD                 | 231,314         | 2.75               |
|                                   |                                                                                         |                 |                     | 231,314         | 2.75               |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 916,898         | 10.92              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                 |                     | 916,898         | 10.92              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | 8,301,862       | 98.89              |

## Schedule of Investments, June 30, 2024

## Franklin Global Growth Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 40,000                            | DSV A/S                                                                   | DNK             | DKK                 | 6,140,807       | 2.98               |
|                                   |                                                                           |                 |                     | 6,140,807       | 2.98               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 88,000                            | Aptiv plc                                                                 | USA             | USD                 | 6,196,960       | 3.01               |
|                                   |                                                                           |                 |                     | 6,196,960       | 3.01               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 105,000                           | HDFC Bank Ltd., ADR                                                       | IND             | USD                 | 6,754,650       | 3.28               |
|                                   |                                                                           |                 |                     | 6,754,650       | 3.28               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 37,000                            | CSL Ltd.                                                                  | USA             | AUD                 | 7,255,599       | 3.52               |
|                                   |                                                                           |                 |                     | 7,255,599       | 3.52               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 4,200                             | MercadoLibre, Inc.                                                        | BRA             | USD                 | 6,902,280       | 3.35               |
|                                   |                                                                           |                 |                     | 6,902,280       | 3.35               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 16,000                            | Moody's Corp.                                                             | USA             | USD                 | 6,734,880       | 3.27               |
| 4,500                             | Partners Group Holding AG                                                 | CHE             | CHF                 | 5,762,824       | 2.80               |
| 40,000                            | Intercontinental Exchange, Inc.                                           | USA             | USD                 | 5,475,600       | 2.66               |
|                                   |                                                                           |                 |                     | 17,973,304      | 8.73               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 25,000                            | Sika AG                                                                   | CHE             | CHF                 | 7,136,891       | 3.46               |
| 44,000                            | DSM-Firmenich AG                                                          | CHE             | EUR                 | 4,955,321       | 2.41               |
|                                   |                                                                           |                 |                     | 12,092,212      | 5.87               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 66,000                            | Veralto Corp.                                                             | USA             | USD                 | 6,301,020       | 3.06               |
|                                   |                                                                           |                 |                     | 6,301,020       | 3.06               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 22,000                            | Rockwell Automation, Inc.                                                 | USA             | USD                 | 6,056,160       | 2.94               |
|                                   |                                                                           |                 |                     | 6,056,160       | 2.94               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 24,000                            | Zebra Technologies Corp. 'A'                                              | USA             | USD                 | 7,414,320       | 3.60               |
|                                   |                                                                           |                 |                     | 7,414,320       | 3.60               |
|                                   | <b>Equity Real Estate Investment Trusts (REITs)</b>                       |                 |                     |                 |                    |
| 4,200                             | Equinix, Inc.                                                             | USA             | USD                 | 3,177,720       | 1.54               |
|                                   |                                                                           |                 |                     | 3,177,720       | 1.54               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 14,000                            | Mastercard, Inc. 'A'                                                      | USA             | USD                 | 6,176,240       | 3.00               |
|                                   |                                                                           |                 |                     | 6,176,240       | 3.00               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 17,000                            | Intuitive Surgical, Inc.                                                  | USA             | USD                 | 7,562,450       | 3.67               |
| 9,000                             | IDEXX Laboratories, Inc.                                                  | USA             | USD                 | 4,384,800       | 2.13               |
|                                   |                                                                           |                 |                     | 11,947,250      | 5.80               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 94,000                            | Planet Fitness, Inc. 'A'                                                  | USA             | USD                 | 6,917,460       | 3.36               |
| 90,000                            | Amadeus IT Group SA                                                       | ESP             | EUR                 | 5,989,836       | 2.91               |
|                                   |                                                                           |                 |                     | 12,907,296      | 6.27               |
|                                   | <b>IT Services</b>                                                        |                 |                     |                 |                    |
| 105,000                           | Shopify, Inc. 'A'                                                         | CAN             | USD                 | 6,935,250       | 3.37               |
| 18,000                            | MongoDB, Inc. 'A'                                                         | USA             | USD                 | 4,499,280       | 2.18               |
|                                   |                                                                           |                 |                     | 11,434,530      | 5.55               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                 |                 |                     |                 |                    |
| 31,000                            | Charles River Laboratories International, Inc.                            | USA             | USD                 | 6,403,980       | 3.11               |
| 21,000                            | Danaher Corp.                                                             | USA             | USD                 | 5,246,850       | 2.55               |
|                                   |                                                                           |                 |                     | 11,650,830      | 5.66               |
|                                   | <b>Pharmaceuticals</b>                                                    |                 |                     |                 |                    |
| 165,000                           | Daiichi Sankyo Co. Ltd.                                                   | JPN             | JPY                 | 5,735,259       | 2.79               |
|                                   |                                                                           |                 |                     | 5,735,259       | 2.79               |

**Franklin Global Growth Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                   | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Professional Services</b>                        |                                                                                                                                          |                 |                     |                 |                    |
| 35,000                                              | Broadridge Financial Solutions, Inc.                                                                                                     | USA             | USD                 | 6,895,000       | 3.35               |
|                                                     |                                                                                                                                          |                 |                     | 6,895,000       | 3.35               |
| <b>Semiconductors &amp; Semiconductor Equipment</b> |                                                                                                                                          |                 |                     |                 |                    |
| 27,426                                              | Onto Innovation, Inc.                                                                                                                    | USA             | USD                 | 6,021,653       | 2.93               |
| 14,000                                              | Advanced Micro Devices, Inc.                                                                                                             | USA             | USD                 | 2,270,940       | 1.10               |
|                                                     |                                                                                                                                          |                 |                     | 8,292,593       | 4.03               |
| <b>Software</b>                                     |                                                                                                                                          |                 |                     |                 |                    |
| 33,000                                              | Manhattan Associates, Inc.                                                                                                               | USA             | USD                 | 8,140,440       | 3.95               |
| 13,000                                              | Synopsys, Inc.                                                                                                                           | USA             | USD                 | 7,735,780       | 3.76               |
| 37,000                                              | Zscaler, Inc.                                                                                                                            | USA             | USD                 | 7,111,030       | 3.45               |
| 14,074                                              | Tyler Technologies, Inc.                                                                                                                 | USA             | USD                 | 7,076,126       | 3.44               |
| 21,000                                              | ANSYS, Inc.                                                                                                                              | USA             | USD                 | 6,751,500       | 3.28               |
| 55,000                                              | Procore Technologies, Inc.                                                                                                               | USA             | USD                 | 3,647,050       | 1.77               |
|                                                     |                                                                                                                                          |                 |                     | 40,461,926      | 19.65              |
|                                                     | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 201,765,956     | 97.98              |
|                                                     | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                                  |                 |                     | 201,765,956     | 97.98              |
|                                                     | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                 |                    |
|                                                     | <b>SHARES</b>                                                                                                                            |                 |                     |                 |                    |
|                                                     | <b>Metals &amp; Mining</b>                                                                                                               |                 |                     |                 |                    |
| 103,000                                             | Walter Energy, Inc. Escrow Account**                                                                                                     | USA             | USD                 | —               | —                  |
|                                                     |                                                                                                                                          |                 |                     | —               | —                  |
|                                                     | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | —               | —                  |
|                                                     | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | —               | —                  |
|                                                     | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | 201,765,956     | 97.98              |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Global Income Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 10,500                            | RTX Corp.                                                                 | USA             | USD                 | 1,054,095       | 0.80               |
| 2,099                             | Lockheed Martin Corp.                                                     | USA             | USD                 | 980,443         | 0.74               |
|                                   |                                                                           |                 |                     | 2,034,538       | 1.54               |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 15,000                            | Deutsche Post AG                                                          | DEU             | EUR                 | 609,189         | 0.46               |
|                                   |                                                                           |                 |                     | 609,189         | 0.46               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 9,300                             | Toyota Motor Corp.                                                        | JPN             | JPY                 | 190,842         | 0.14               |
|                                   |                                                                           |                 |                     | 190,842         | 0.14               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 36,500                            | Bank of America Corp.                                                     | USA             | USD                 | 1,451,605       | 1.10               |
| 26,950                            | DBS Group Holdings Ltd.                                                   | SGP             | SGD                 | 709,857         | 0.54               |
| 29,000                            | National Australia Bank Ltd.                                              | AUS             | AUD                 | 699,342         | 0.53               |
| 10,000                            | Truist Financial Corp.                                                    | USA             | USD                 | 388,500         | 0.29               |
| 25,000                            | Mitsubishi UFJ Financial Group, Inc.                                      | JPN             | JPY                 | 269,843         | 0.20               |
|                                   |                                                                           |                 |                     | 3,519,147       | 2.66               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 11,000                            | Morgan Stanley                                                            | USA             | USD                 | 1,069,090       | 0.80               |
| 70,000                            | Singapore Exchange Ltd.                                                   | SGP             | SGD                 | 488,157         | 0.37               |
| 73,100                            | Nomura Holdings, Inc.                                                     | JPN             | JPY                 | 422,315         | 0.32               |
|                                   |                                                                           |                 |                     | 1,979,562       | 1.49               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 12,000                            | BASF SE                                                                   | DEU             | EUR                 | 580,192         | 0.44               |
| 12,000                            | Albemarle Corp. Preference 7.25%                                          | USA             | USD                 | 559,920         | 0.42               |
|                                   |                                                                           |                 |                     | 1,140,112       | 0.86               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 6,500                             | Cisco Systems, Inc.                                                       | USA             | USD                 | 308,815         | 0.23               |
|                                   |                                                                           |                 |                     | 308,815         | 0.23               |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 40,000                            | Deutsche Telekom AG                                                       | DEU             | EUR                 | 1,005,561       | 0.76               |
| 16,000                            | Verizon Communications, Inc.                                              | USA             | USD                 | 659,840         | 0.50               |
| 15,200                            | BCE, Inc.                                                                 | CAN             | CAD                 | 492,261         | 0.37               |
| 150,000                           | Singapore Telecommunications Ltd.                                         | SGP             | SGD                 | 303,547         | 0.23               |
|                                   |                                                                           |                 |                     | 2,461,209       | 1.86               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 10,000                            | Duke Energy Corp.                                                         | USA             | USD                 | 1,002,300       | 0.75               |
| 9,000                             | Edison International                                                      | USA             | USD                 | 646,290         | 0.49               |
| 12,520                            | NextEra Energy, Inc. Preference 6.926%                                    | USA             | USD                 | 519,455         | 0.39               |
| 5,392                             | NextEra Energy, Inc.                                                      | USA             | USD                 | 381,807         | 0.29               |
|                                   |                                                                           |                 |                     | 2,549,852       | 1.92               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 15,000                            | Nestle SA                                                                 | USA             | CHF                 | 1,531,200       | 1.16               |
|                                   |                                                                           |                 |                     | 1,531,200       | 1.16               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 8,000                             | CVS Health Corp.                                                          | USA             | USD                 | 472,480         | 0.36               |
|                                   |                                                                           |                 |                     | 472,480         | 0.36               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 5,000                             | Starbucks Corp.                                                           | USA             | USD                 | 389,250         | 0.29               |
|                                   |                                                                           |                 |                     | 389,250         | 0.29               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 13,900                            | Sekisui House Ltd.                                                        | JPN             | JPY                 | 308,978         | 0.23               |
|                                   |                                                                           |                 |                     | 308,978         | 0.23               |
|                                   | <b>Household Products</b>                                                 |                 |                     |                 |                    |
| 5,300                             | Procter & Gamble Co. (The)                                                | USA             | USD                 | 874,076         | 0.66               |
|                                   |                                                                           |                 |                     | 874,076         | 0.66               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 3,500                             | Siemens AG                                                                | DEU             | EUR                 | 651,152         | 0.49               |
|                                   |                                                                           |                 |                     | 651,152         | 0.49               |

**Franklin Global Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                   | Description                                                | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------|------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Insurance</b>                                    |                                                            |                 |                     |                 |                    |
| 25,000                                              | AXA SA                                                     | FRA             | EUR                 | 819,395         | 0.62               |
|                                                     |                                                            |                 |                     | 819,395         | 0.62               |
| <b>IT Services</b>                                  |                                                            |                 |                     |                 |                    |
| 3,800                                               | International Business Machines Corp.                      | USA             | USD                 | 657,210         | 0.50               |
|                                                     |                                                            |                 |                     | 657,210         | 0.50               |
| <b>Metals &amp; Mining</b>                          |                                                            |                 |                     |                 |                    |
| 17,000                                              | Rio Tinto plc                                              | AUS             | GBP                 | 1,115,555       | 0.84               |
| 20,000                                              | BHP Group Ltd.                                             | AUS             | AUD                 | 571,639         | 0.43               |
| 3,500                                               | Freeport-McMoRan, Inc.                                     | USA             | USD                 | 170,100         | 0.13               |
|                                                     |                                                            |                 |                     | 1,857,294       | 1.40               |
| <b>Multi-Utilities</b>                              |                                                            |                 |                     |                 |                    |
| 10,768                                              | Dominion Energy, Inc.                                      | USA             | USD                 | 527,632         | 0.40               |
| 42,440                                              | National Grid plc                                          | GBR             | GBP                 | 473,910         | 0.36               |
|                                                     |                                                            |                 |                     | 1,001,542       | 0.76               |
| <b>Oil, Gas &amp; Consumable Fuels</b>              |                                                            |                 |                     |                 |                    |
| 14,100                                              | TotalEnergies SE, ADR                                      | FRA             | USD                 | 940,188         | 0.71               |
| 6,000                                               | Chevron Corp.                                              | USA             | USD                 | 938,520         | 0.71               |
| 7,296                                               | Exxon Mobil Corp.                                          | USA             | USD                 | 839,916         | 0.63               |
| 32,500                                              | Woodside Energy Group Ltd.                                 | AUS             | AUD                 | 612,007         | 0.46               |
|                                                     |                                                            |                 |                     | 3,330,631       | 2.51               |
| <b>Personal Care Products</b>                       |                                                            |                 |                     |                 |                    |
| 16,348                                              | Unilever plc                                               | GBR             | GBP                 | 897,334         | 0.68               |
|                                                     |                                                            |                 |                     | 897,334         | 0.68               |
| <b>Pharmaceuticals</b>                              |                                                            |                 |                     |                 |                    |
| 6,000                                               | Roche Holding AG                                           | USA             | CHF                 | 1,662,445       | 1.26               |
| 7,400                                               | AstraZeneca plc                                            | GBR             | GBP                 | 1,151,730       | 0.87               |
| 10,000                                              | Sanofi SA                                                  | USA             | EUR                 | 964,566         | 0.73               |
| 29,105                                              | Pfizer, Inc.                                               | USA             | USD                 | 814,358         | 0.61               |
| 5,000                                               | Johnson & Johnson                                          | USA             | USD                 | 730,800         | 0.55               |
| 27,000                                              | Takeda Pharmaceutical Co. Ltd.                             | JPN             | JPY                 | 700,442         | 0.53               |
| 12,350                                              | Bayer AG                                                   | DEU             | EUR                 | 348,171         | 0.26               |
| 7,500                                               | Bristol-Myers Squibb Co.                                   | USA             | USD                 | 311,475         | 0.24               |
|                                                     |                                                            |                 |                     | 6,683,987       | 5.05               |
| <b>Semiconductors &amp; Semiconductor Equipment</b> |                                                            |                 |                     |                 |                    |
| 4,000                                               | Texas Instruments, Inc.                                    | USA             | USD                 | 778,120         | 0.58               |
| 1,499                                               | Analog Devices, Inc.                                       | USA             | USD                 | 342,162         | 0.26               |
|                                                     |                                                            |                 |                     | 1,120,282       | 0.84               |
| <b>Tobacco</b>                                      |                                                            |                 |                     |                 |                    |
| 7,000                                               | Philip Morris International, Inc.                          | USA             | USD                 | 709,310         | 0.54               |
| 3,000                                               | Japan Tobacco, Inc.                                        | JPN             | JPY                 | 81,251          | 0.06               |
|                                                     |                                                            |                 |                     | 790,561         | 0.60               |
| <b>Wireless Telecommunication Services</b>          |                                                            |                 |                     |                 |                    |
| 16,000                                              | SK Telecom Co. Ltd.                                        | KOR             | KRW                 | 595,904         | 0.45               |
| 18,000                                              | KDDI Corp.                                                 | JPN             | JPY                 | 476,921         | 0.36               |
|                                                     |                                                            |                 |                     | 1,072,825       | 0.81               |
|                                                     | <b>TOTAL SHARES</b>                                        |                 |                     | 37,251,463      | 28.12              |
| <b>BONDS</b>                                        |                                                            |                 |                     |                 |                    |
| <b>Corporate Bonds</b>                              |                                                            |                 |                     |                 |                    |
| 1,000,000                                           | Barclays plc 5.746% 08/09/2033                             | GBR             | USD                 | 997,956         | 0.75               |
| 1,000,000                                           | Petrobras Global Finance BV 6.5% 07/03/2033                | BRA             | USD                 | 996,556         | 0.75               |
| 1,000,000                                           | Jaguar Land Rover Automotive plc, Reg. S 5.875% 01/15/2028 | GBR             | USD                 | 981,298         | 0.74               |
| 1,000,000                                           | BAT Capital Corp. 3.557% 08/15/2027                        | GBR             | USD                 | 950,148         | 0.72               |
| 1,000,000                                           | Wynn Macau Ltd., Reg. S 5.625% 08/26/2028                  | MAC             | USD                 | 938,495         | 0.71               |
| 1,000,000                                           | AerCap Ireland Capital DAC 2.45% 10/29/2026                | IRL             | USD                 | 933,175         | 0.70               |
| 850,000                                             | America Movil SAB de CV 4.7% 07/21/2032                    | MEX             | USD                 | 818,990         | 0.62               |
| 750,000                                             | ArcelorMittal SA 6.8% 11/29/2032                           | LUX             | USD                 | 790,627         | 0.60               |
| 750,000                                             | HSBC Holdings plc 6.254% 03/09/2034                        | GBR             | USD                 | 781,342         | 0.59               |
| 750,000                                             | Royal Bank of Canada 5% 02/01/2033                         | CAN             | USD                 | 739,635         | 0.56               |
| 750,000                                             | CNH Industrial NV 3.85% 11/15/2027                         | USA             | USD                 | 718,545         | 0.54               |
| 700,000                                             | UBS Group AG, Reg. S 5.959% 01/12/2034                     | CHE             | USD                 | 710,904         | 0.54               |
| 700,000                                             | Philip Morris International, Inc. 5.125% 02/15/2030        | USA             | USD                 | 697,744         | 0.53               |
| 700,000                                             | BHP Billiton Finance USA Ltd. 4.9% 02/28/2033              | AUS             | USD                 | 686,758         | 0.52               |



## Franklin Global Income Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                                                       | Description                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------------------------------------------|---------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 700,000                                                                                 | Trivium Packaging Finance BV, Reg. S 5.5% 08/15/2026    | NLD             | USD                 | 686,603         | 0.52               |
| 750,000                                                                                 | Haleon US Capital LLC 3.625% 03/24/2032                 | USA             | USD                 | 672,207         | 0.51               |
| 750,000                                                                                 | Nomura Holdings, Inc. 3.103% 01/16/2030                 | JPN             | USD                 | 663,323         | 0.50               |
| 750,000                                                                                 | Suzano Austria GmbH 2.5% 09/15/2028                     | BRA             | USD                 | 658,880         | 0.50               |
| 650,000                                                                                 | BAE Systems plc, Reg. S 5.3% 03/26/2034                 | GBR             | USD                 | 644,287         | 0.49               |
| 750,000                                                                                 | Sumitomo Mitsui Financial Group, Inc. 2.142% 09/23/2030 | JPN             | USD                 | 625,652         | 0.47               |
| 600,000                                                                                 | Eastman Chemical Co. 5.625% 02/20/2034                  | USA             | USD                 | 596,627         | 0.45               |
| 600,000                                                                                 | Air Lease Corp. 5.1% 03/01/2029                         | USA             | USD                 | 593,862         | 0.45               |
| 600,000                                                                                 | Ashtead Capital, Inc., Reg. S 5.5% 08/11/2032           | GBR             | USD                 | 585,725         | 0.44               |
| 600,000                                                                                 | Braskem Netherlands Finance BV, Reg. S 7.25% 02/13/2033 | BRA             | USD                 | 566,099         | 0.43               |
| 600,000                                                                                 | Ziggo BV, Reg. S 4.875% 01/15/2030                      | NLD             | USD                 | 534,380         | 0.40               |
| 500,000                                                                                 | General Motors Financial Co., Inc. 6.4% 01/09/2033      | USA             | USD                 | 519,247         | 0.39               |
| 500,000                                                                                 | Lockheed Martin Corp. 5.25% 01/15/2033                  | USA             | USD                 | 508,505         | 0.38               |
| 500,000                                                                                 | Regal Rexnord Corp. 6.05% 04/15/2028                    | USA             | USD                 | 506,196         | 0.38               |
| 500,000                                                                                 | Vale Overseas Ltd. 6.125% 06/12/2033                    | BRA             | USD                 | 504,162         | 0.38               |
| 600,000                                                                                 | Brown & Brown, Inc. 2.375% 03/15/2031                   | USA             | USD                 | 495,934         | 0.37               |
| 500,000                                                                                 | BP Capital Markets America, Inc. 4.812% 02/13/2033      | USA             | USD                 | 484,968         | 0.37               |
| 300,000                                                                                 | Ashtead Capital, Inc., Reg. S 5.95% 10/15/2033          | GBR             | USD                 | 300,793         | 0.23               |
| 250,000                                                                                 | CVS Health Corp. 5.25% 02/21/2033                       | USA             | USD                 | 244,230         | 0.18               |
| 250,000                                                                                 | BAT International Finance plc 1.668% 03/25/2026         | GBR             | USD                 | 234,325         | 0.18               |
| 200,000                                                                                 | UnitedHealth Group, Inc. 5.35% 02/15/2033               | USA             | USD                 | 202,747         | 0.15               |
| 200,000                                                                                 | Barclays plc 5.501% 08/09/2028                          | GBR             | USD                 | 199,692         | 0.15               |
| 150,000                                                                                 | Dell International LLC 5.75% 02/01/2033                 | USA             | USD                 | 154,293         | 0.12               |
| 100,000                                                                                 | United Rentals North America, Inc. 3.875% 02/15/2031    | USA             | USD                 | 89,306          | 0.07               |
|                                                                                         |                                                         |                 |                     | 23,014,216      | 17.38              |
| <b>Government and Municipal Bonds</b>                                                   |                                                         |                 |                     |                 |                    |
| 2,500,000                                                                               | US Treasury 4.25% 01/31/2026                            | USA             | USD                 | 2,476,270       | 1.87               |
| 2,400,000                                                                               | US Treasury 4.5% 11/15/2033                             | USA             | USD                 | 2,422,687       | 1.83               |
| 2,200,000                                                                               | US Treasury 3.625% 05/15/2053                           | USA             | USD                 | 1,872,492       | 1.41               |
| 6,500,000                                                                               | US Treasury 0% 05/15/2053                               | USA             | USD                 | 1,824,191       | 1.38               |
| 1,600,000                                                                               | US Treasury 2.75% 08/15/2032                            | USA             | USD                 | 1,424,031       | 1.08               |
| 1,500,000                                                                               | US Treasury 3.125% 08/31/2029                           | USA             | USD                 | 1,414,893       | 1.07               |
| 1,000,000                                                                               | Mexico Government Bond 4.5% 04/22/2029                  | MEX             | USD                 | 959,370         | 0.72               |
| 1,000,000                                                                               | Indonesia Government Bond 2.85% 02/14/2030              | IDN             | USD                 | 887,600         | 0.67               |
| 500,000                                                                                 | Ecopetrol SA 8.875% 01/13/2033                          | COL             | USD                 | 516,692         | 0.39               |
| 200,000                                                                                 | Export-Import Bank of India, Reg. S 5.5% 01/18/2033     | IND             | USD                 | 201,746         | 0.15               |
|                                                                                         |                                                         |                 |                     | 13,999,972      | 10.57              |
|                                                                                         |                                                         |                 |                     | 37,014,188      | 27.95              |
| <b>TOTAL BONDS</b>                                                                      |                                                         |                 |                     |                 |                    |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                                                         |                 |                     |                 |                    |
|                                                                                         |                                                         |                 |                     | 74,265,651      | 56.07              |
| TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                                                         |                 |                     |                 |                    |
| <b>EQUITY LINKED NOTES</b>                                                              |                                                         |                 |                     |                 |                    |
| <b>Aerospace &amp; Defense</b>                                                          |                                                         |                 |                     |                 |                    |
| 2,000                                                                                   | Northrop Grumman Corp., 144A 7.5% 09/10/2024            | USA             | USD                 | 871,158         | 0.66               |
|                                                                                         |                                                         |                 |                     | 871,158         | 0.66               |
| <b>Air Freight &amp; Logistics</b>                                                      |                                                         |                 |                     |                 |                    |
| 4,500                                                                                   | United Parcel Service, Inc., 144A 8.5% 10/02/2024       | USA             | USD                 | 622,595         | 0.47               |
|                                                                                         |                                                         |                 |                     | 622,595         | 0.47               |
| <b>Banks</b>                                                                            |                                                         |                 |                     |                 |                    |
| 27,000                                                                                  | Bank of America Corp., 144A 8.5% 02/26/2025             | USA             | USD                 | 971,425         | 0.73               |
| 13,000                                                                                  | Citigroup, Inc., 144A 10% 02/25/2025                    | USA             | USD                 | 775,105         | 0.59               |
| 15,000                                                                                  | US Bancorp., 144A 10% 08/23/2024                        | USA             | USD                 | 601,596         | 0.45               |
| 10,000                                                                                  | Bank of America Corp., 144A 8% 08/16/2024               | USA             | USD                 | 358,670         | 0.27               |
|                                                                                         |                                                         |                 |                     | 2,706,796       | 2.04               |
| <b>Biotechnology</b>                                                                    |                                                         |                 |                     |                 |                    |
| 4,000                                                                                   | Amgen, Inc., 144A 8% 09/20/2024                         | USA             | USD                 | 1,144,462       | 0.86               |
|                                                                                         |                                                         |                 |                     | 1,144,462       | 0.86               |
| <b>Broadline Retail</b>                                                                 |                                                         |                 |                     |                 |                    |
| 2,000                                                                                   | Amazon.com, Inc., 144A 9% 11/20/2024                    | USA             | USD                 | 263,265         | 0.20               |
|                                                                                         |                                                         |                 |                     | 263,265         | 0.20               |
| <b>Capital Markets</b>                                                                  |                                                         |                 |                     |                 |                    |
| 1,800                                                                                   | Goldman Sachs Group, Inc. (The), 144A 7.5% 08/19/2024   | USA             | USD                 | 726,953         | 0.55               |

**Franklin Global Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 3,000                             | Charles Schwab Corp. (The), 144A 10% 07/17/2024                    | USA             | USD                 | 190,566         | 0.14               |
|                                   |                                                                    |                 |                     | 917,519         | 0.69               |
|                                   | <b>Communications Equipment</b>                                    |                 |                     |                 |                    |
| 13,000                            | Cisco Systems, Inc., 144A 7.5% 07/23/2024                          | USA             | USD                 | 615,810         | 0.46               |
|                                   |                                                                    |                 |                     | 615,810         | 0.46               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                  |                 |                     |                 |                    |
| 4,200                             | Target Corp., 144A 8.5% 10/08/2024                                 | USA             | USD                 | 590,252         | 0.45               |
|                                   |                                                                    |                 |                     | 590,252         | 0.45               |
|                                   | <b>Ground Transportation</b>                                       |                 |                     |                 |                    |
| 4,000                             | Union Pacific Corp., 144A 9% 10/28/2024                            | USA             | USD                 | 871,864         | 0.66               |
|                                   |                                                                    |                 |                     | 871,864         | 0.66               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                           |                 |                     |                 |                    |
| 9,500                             | Starbucks Corp., 144A 8% 03/04/2025                                | USA             | USD                 | 765,036         | 0.58               |
|                                   |                                                                    |                 |                     | 765,036         | 0.58               |
|                                   | <b>Insurance</b>                                                   |                 |                     |                 |                    |
| 9,000                             | MetLife, Inc., 144A 9% 10/23/2024                                  | USA             | USD                 | 613,692         | 0.46               |
|                                   |                                                                    |                 |                     | 613,692         | 0.46               |
|                                   | <b>Media</b>                                                       |                 |                     |                 |                    |
| 11,000                            | Comcast Corp., 144A 8% 09/12/2024                                  | USA             | USD                 | 435,246         | 0.33               |
|                                   |                                                                    |                 |                     | 435,246         | 0.33               |
|                                   | <b>Metals &amp; Mining</b>                                         |                 |                     |                 |                    |
| 12,650                            | Newmont Corp., 144A 11% 01/16/2025                                 | USA             | USD                 | 514,724         | 0.39               |
| 20,000                            | Barrick Gold Corp., 144A 9% 07/01/2025                             | USA             | USD                 | 329,944         | 0.25               |
|                                   |                                                                    |                 |                     | 844,668         | 0.64               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                             |                 |                     |                 |                    |
| 19,500                            | BP plc, 144A 8.5% 05/15/2025                                       | USA             | USD                 | 728,250         | 0.55               |
| 6,000                             | Exxon Mobil Corp., 144A 9% 03/12/2025                              | USA             | USD                 | 653,886         | 0.49               |
| 2,000                             | Exxon Mobil Corp., 144A 9% 09/24/2024                              | USA             | USD                 | 230,617         | 0.18               |
| 5,500                             | BP plc, 144A 10% 12/30/2024                                        | USA             | USD                 | 200,653         | 0.15               |
|                                   |                                                                    |                 |                     | 1,813,406       | 1.37               |
|                                   | <b>Pharmaceuticals</b>                                             |                 |                     |                 |                    |
| 17,000                            | Bristol-Myers Squibb Co., 144A 8% 09/05/2024                       | USA             | USD                 | 710,201         | 0.54               |
|                                   |                                                                    |                 |                     | 710,201         | 0.54               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                |                 |                     |                 |                    |
| 6,300                             | Texas Instruments, Inc., 144A 8.5% 08/07/2024                      | USA             | USD                 | 1,200,331       | 0.91               |
| 10,000                            | Taiwan Semiconductor Manufacturing Co. Ltd., 144A 10% 10/22/2024   | USA             | USD                 | 992,160         | 0.75               |
| 4,000                             | Texas Instruments, Inc., 144A 8.5% 07/15/2025                      | USA             | USD                 | 774,290         | 0.58               |
| 550                               | Broadcom, Inc., 144A 11.5% 05/13/2025                              | USA             | USD                 | 750,080         | 0.57               |
| 8,500                             | Microchip Technology, Inc., 144A 10% 03/03/2025                    | USA             | USD                 | 743,352         | 0.56               |
|                                   |                                                                    |                 |                     | 4,460,213       | 3.37               |
|                                   | <b>Software</b>                                                    |                 |                     |                 |                    |
| 5,300                             | Oracle Corp., 144A 8.5% 02/10/2025                                 | USA             | USD                 | 657,081         | 0.50               |
| 2,600                             | Workday, Inc., 144A 9% 11/13/2024                                  | USA             | USD                 | 575,137         | 0.43               |
|                                   |                                                                    |                 |                     | 1,232,218       | 0.93               |
|                                   | <b>TOTAL EQUITY LINKED NOTES</b>                                   |                 |                     | 19,478,401      | 14.71              |
|                                   | <b>BONDS</b>                                                       |                 |                     |                 |                    |
|                                   | <b>Asset-Backed Securities</b>                                     |                 |                     |                 |                    |
| 764,059                           | FNMA FS7252 5% 11/01/2053                                          | USA             | USD                 | 738,829         | 0.56               |
| 600,000                           | United Airlines Pass-Through Trust, Series 2023-1A 5.8% 07/15/2037 | USA             | USD                 | 611,342         | 0.46               |
| 356,490                           | FNMA MA5009 5% 05/01/2053                                          | USA             | USD                 | 344,719         | 0.26               |
| 355,831                           | FHLMC Pool SD8323 5% 05/01/2053                                    | USA             | USD                 | 344,098         | 0.26               |
| 153,046                           | FHLMC Pool SD8372 5.5% 11/01/2053                                  | USA             | USD                 | 151,025         | 0.11               |
| 148,641                           | FHLMC Pool SD8342 5.5% 07/01/2053                                  | USA             | USD                 | 146,705         | 0.11               |
|                                   |                                                                    |                 |                     | 2,336,718       | 1.76               |
|                                   | <b>Corporate Bonds</b>                                             |                 |                     |                 |                    |
| 1,000,000                         | Bayer US Finance II LLC, Reg. S 4.375% 12/15/2028                  | DEU             | USD                 | 950,060         | 0.72               |
| 1,000,000                         | Grifols SA, Reg. S 4.75% 10/15/2028                                | ESP             | USD                 | 863,935         | 0.65               |
| 1,000,000                         | JBS USA LUX SA SARL 3.625% 01/15/2032                              | USA             | USD                 | 863,903         | 0.65               |
| 1,000,000                         | DaVita, Inc., Reg. S 3.75% 02/15/2031                              | USA             | USD                 | 853,974         | 0.65               |
| 1,000,000                         | Glencore Funding LLC, Reg. S 2.5% 09/01/2030                       | AUS             | USD                 | 846,103         | 0.64               |
| 800,000                           | Societe Generale SA, Reg. S 6.691% 01/10/2034                      | FRA             | USD                 | 825,642         | 0.62               |

## Franklin Global Income Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,000,000                         | 7-Eleven, Inc., Reg. S 1.8% 02/10/2031                           | USA             | USD                 | 801,357         | 0.61               |
| 900,000                           | Hyundai Capital America, Reg. S 2% 06/15/2028                    | USA             | USD                 | 794,569         | 0.60               |
|                                   | Fresenius Medical Care US Finance III, Inc., Reg. S              |                 |                     |                 |                    |
| 1,000,000                         | 2.375% 02/16/2031                                                | DEU             | USD                 | 790,100         | 0.60               |
| 750,000                           | Community Health Systems, Inc., Reg. S 10.875% 01/15/2032        | USA             | USD                 | 781,527         | 0.59               |
| 750,000                           | American Airlines, Inc., Reg. S 8.5% 05/15/2029                  | USA             | USD                 | 779,694         | 0.59               |
| 800,000                           | Nestle Holdings, Inc., Reg. S 4.3% 10/01/2032                    | USA             | USD                 | 771,151         | 0.58               |
| 750,000                           | Morgan Stanley 5.948% 01/19/2038                                 | USA             | USD                 | 746,053         | 0.56               |
|                                   | Mercedes-benz Finance North America LLC, Reg. S                  |                 |                     |                 |                    |
| 750,000                           | 4.8% 03/30/2028                                                  | DEU             | USD                 | 744,749         | 0.56               |
| 750,000                           | Siemens Financieringsmaatschappij NV, Reg. S 3.4% 03/16/2027     | DEU             | USD                 | 719,413         | 0.54               |
| 700,000                           | Vodafone Group plc 4.125% 05/30/2025                             | GBR             | USD                 | 691,740         | 0.52               |
| 650,000                           | Teva Pharmaceutical Finance Netherlands III BV 6.75% 03/01/2028  | ISR             | USD                 | 665,977         | 0.50               |
| 650,000                           | Athene Global Funding, Reg. S 5.516% 03/25/2027                  | USA             | USD                 | 651,884         | 0.49               |
| 650,000                           | CSL Finance plc, Reg. S 5.106% 04/03/2034                        | AUS             | USD                 | 641,294         | 0.48               |
| 750,000                           | Kimberly-Clark de Mexico SAB de CV, Reg. S 2.431% 07/01/2031     | MEX             | USD                 | 637,472         | 0.48               |
| 750,000                           | NXP BV 2.5% 05/11/2031                                           | CHN             | USD                 | 628,761         | 0.48               |
| 1,000,000                         | Ardagh Packaging Finance plc, Reg. S 5.25% 08/15/2027            | USA             | USD                 | 623,912         | 0.47               |
| 750,000                           | Macquarie Group Ltd., Reg. S 2.691% 06/23/2032                   | AUS             | USD                 | 622,296         | 0.47               |
| 600,000                           | CaixaBank SA, Reg. S 6.208% 01/18/2029                           | ESP             | USD                 | 609,831         | 0.46               |
| 600,000                           | Toronto-Dominion Bank (The) 5.156% 01/10/2028                    | CAN             | USD                 | 599,555         | 0.45               |
| 600,000                           | Westpac Banking Corp. 2.894% 02/04/2030                          | AUS             | USD                 | 588,297         | 0.44               |
| 600,000                           | FMG Resources August 2006 Pty. Ltd., Reg. S 5.875% 04/15/2030    | AUS             | USD                 | 586,788         | 0.44               |
| 600,000                           | 1375209 BC Ltd., Reg. S 9% 01/30/2028                            | CAN             | USD                 | 577,699         | 0.44               |
| 600,000                           | GFL Environmental, Inc., Reg. S 4.75% 06/15/2029                 | USA             | USD                 | 566,840         | 0.43               |
|                                   | Volkswagen Group of America Finance LLC, Reg. S                  |                 |                     |                 |                    |
| 600,000                           | 3.75% 05/13/2030                                                 | DEU             | USD                 | 554,336         | 0.42               |
| 500,000                           | Rain Carbon, Inc., Reg. S 12.25% 09/01/2029                      | USA             | USD                 | 538,767         | 0.41               |
| 600,000                           | Tencent Holdings Ltd., Reg. S 2.88% 04/22/2031                   | CHN             | USD                 | 521,910         | 0.39               |
| 600,000                           | Dornoch Debt Merger Sub, Inc., Reg. S 6.625% 10/15/2029          | USA             | USD                 | 510,899         | 0.39               |
| 500,000                           | TransDigm, Inc., Reg. S 6.75% 08/15/2028                         | USA             | USD                 | 506,737         | 0.38               |
| 500,000                           | Aker BP ASA, Reg. S 6% 06/13/2033                                | NOR             | USD                 | 505,433         | 0.38               |
| 500,000                           | Mauser Packaging Solutions Holding Co., Reg. S 9.25% 04/15/2027  | USA             | USD                 | 500,936         | 0.38               |
| 500,000                           | Carnival Corp., Reg. S 5.75% 03/01/2027                          | USA             | USD                 | 494,274         | 0.37               |
| 500,000                           | Bank of America Corp. 5.015% 07/22/2033                          | USA             | USD                 | 488,928         | 0.37               |
| 500,000                           | Bacardi Ltd., Reg. S 5.4% 06/15/2033                             | BMU             | USD                 | 488,375         | 0.37               |
| 500,000                           | Woodside Finance Ltd., Reg. S 4.5% 03/04/2029                    | AUS             | USD                 | 482,821         | 0.36               |
| 1,000,000                         | CommScope, Inc., Reg. S 8.25% 03/01/2027                         | USA             | USD                 | 475,558         | 0.36               |
| 500,000                           | Calumet Specialty Products Partners LP, Reg. S 9.75% 07/15/2028  | USA             | USD                 | 473,981         | 0.36               |
| 600,000                           | CSN Resources SA, Reg. S 4.625% 06/10/2031                       | BRA             | USD                 | 471,659         | 0.36               |
| 500,000                           | Fertitta Entertainment LLC, Reg. S 6.75% 01/15/2030              | USA             | USD                 | 439,473         | 0.33               |
| 400,000                           | Goldman Sachs Group, Inc. (The) 6.561% 10/24/2034                | USA             | USD                 | 430,197         | 0.33               |
| 400,000                           | Calumet Specialty Products Partners LP, Reg. S 9.25% 07/15/2029  | USA             | USD                 | 408,000         | 0.31               |
| 400,000                           | Consolidated Energy Finance SA, Reg. S 6.5% 05/15/2026           | CHE             | USD                 | 387,357         | 0.29               |
| 500,000                           | Community Health Systems, Inc., Reg. S 6.875% 04/15/2029         | USA             | USD                 | 382,954         | 0.29               |
| 334,000                           | Wynn Las Vegas LLC, Reg. S 5.5% 03/01/2025                       | USA             | USD                 | 333,832         | 0.25               |
| 250,000                           | Mauser Packaging Solutions Holding Co., Reg. S 7.875% 04/15/2027 | USA             | USD                 | 255,310         | 0.19               |
| 250,000                           | Amgen, Inc. 5.25% 03/02/2033                                     | USA             | USD                 | 249,394         | 0.19               |
| 250,000                           | Sands China Ltd. 5.4% 08/08/2028                                 | MAC             | USD                 | 244,938         | 0.19               |
| 176,000                           | Calumet Specialty Products Partners LP, Reg. S 11% 04/15/2025    | USA             | USD                 | 177,003         | 0.13               |
| 150,000                           | PNC Financial Services Group, Inc. (The) 5.068% 01/24/2034       | USA             | USD                 | 145,036         | 0.11               |
| 150,000                           | International Flavors & Fragrances, Inc., Reg. S 2.3% 11/01/2030 | USA             | USD                 | 125,133         | 0.09               |
| 125,000                           | Prudential Financial, Inc. 5.375% 05/15/2045                     | USA             | USD                 | 123,981         | 0.09               |
| 125,000                           | Meta Platforms, Inc. 3.85% 08/15/2032                            | USA             | USD                 | 116,260         | 0.09               |
| 100,000                           | Intel Corp. 5.125% 02/10/2030                                    | USA             | USD                 | 100,457         | 0.08               |
| 100,000                           | Goodyear Tire & Rubber Co. (The) 5% 07/15/2029                   | USA             | USD                 | 93,177          | 0.07               |
| 50,000                            | Pacific Gas and Electric Co. 4.55% 07/01/2030                    | USA             | USD                 | 47,408          | 0.04               |
|                                   |                                                                  |                 |                     | 31,899,100      | 24.08              |
|                                   | <b>Government and Municipal Bonds</b>                            |                 |                     |                 |                    |
| 2,630,000                         | FHLB 0% 07/01/2024                                               | USA             | USD                 | 2,628,860       | 1.98               |

**Franklin Global Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                   | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|-------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
| 500,000                           | Petroleos Mexicanos 6.5% 03/13/2027                                           | MEX             | USD                 | 476,745            | 0.37               |
|                                   |                                                                               |                 |                     | 3,105,605          | 2.35               |
|                                   | <b>TOTAL BONDS</b>                                                            |                 |                     | 37,341,423         | 28.19              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b> |                 |                     | 56,819,824         | 42.90              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                      |                 |                     | <b>131,085,475</b> | <b>98.97</b>       |

## Schedule of Investments, June 30, 2024

## Franklin Global Multi-Asset Income Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 155                               | TransDigm Group, Inc.                                                     | USA             | USD                 | 184,884         | 0.15               |
|                                   |                                                                           |                 |                     | 184,884         | 0.15               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 4,138                             | Hankook Tire & Technology Co. Ltd.                                        | KOR             | KRW                 | 125,935         | 0.10               |
|                                   |                                                                           |                 |                     | 125,935         | 0.10               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 36,191                            | Toyota Motor Corp.                                                        | JPN             | JPY                 | 693,365         | 0.55               |
| 8,234                             | Mercedes-Benz Group AG                                                    | DEU             | EUR                 | 532,133         | 0.42               |
| 25,712                            | Stellantis NV                                                             | USA             | EUR                 | 474,619         | 0.38               |
|                                   |                                                                           |                 |                     | 1,700,117       | 1.35               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 92,731                            | ABN AMRO Bank NV, Reg. S, 144A                                            | NLD             | EUR                 | 1,422,087       | 1.13               |
| 170,897                           | Intesa Sanpaolo SpA                                                       | ITA             | EUR                 | 593,047         | 0.47               |
| 15,029                            | UniCredit SpA                                                             | ITA             | EUR                 | 519,318         | 0.41               |
| 49,359                            | Bancolombia SA                                                            | COL             | COP                 | 391,907         | 0.31               |
| 97,862                            | NatWest Group plc                                                         | GBR             | GBP                 | 359,456         | 0.29               |
| 2,116                             | Credicorp Ltd.                                                            | PER             | USD                 | 318,714         | 0.25               |
| 7,182                             | Bank of Nova Scotia (The)                                                 | CAN             | CAD                 | 306,691         | 0.24               |
| 26,333                            | Banco Bilbao Vizcaya Argentaria SA                                        | ESP             | EUR                 | 246,831         | 0.20               |
| 1,056                             | JPMorgan Chase & Co.                                                      | USA             | USD                 | 199,409         | 0.16               |
| 1,875                             | BNP Paribas SA                                                            | FRA             | EUR                 | 111,966         | 0.09               |
|                                   |                                                                           |                 |                     | 4,469,426       | 3.55               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 10,728                            | PepsiCo, Inc.                                                             | USA             | USD                 | 1,651,918       | 1.31               |
|                                   |                                                                           |                 |                     | 1,651,918       | 1.31               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 12,131                            | AbbVie, Inc.                                                              | USA             | USD                 | 1,942,591       | 1.54               |
| 302                               | Vertex Pharmaceuticals, Inc.                                              | USA             | USD                 | 132,157         | 0.11               |
|                                   |                                                                           |                 |                     | 2,074,748       | 1.65               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 12,818                            | Amazon.com, Inc.                                                          | USA             | USD                 | 2,312,649       | 1.83               |
| 80                                | MercadoLibre, Inc.                                                        | BRA             | USD                 | 122,745         | 0.10               |
| 6,796                             | Macy's, Inc.                                                              | USA             | USD                 | 121,822         | 0.10               |
|                                   |                                                                           |                 |                     | 2,557,216       | 2.03               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 409                               | Trane Technologies plc                                                    | USA             | USD                 | 125,602         | 0.10               |
|                                   |                                                                           |                 |                     | 125,602         | 0.10               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 585,739                           | Pantheon Infrastructure plc                                               | GBR             | GBP                 | 553,048         | 0.44               |
| 172,602                           | Ashmore Group plc                                                         | GBR             | GBP                 | 345,475         | 0.27               |
| 46,405                            | Nomura Holdings, Inc.                                                     | JPN             | JPY                 | 250,296         | 0.20               |
| 3,661                             | 3i Group plc                                                              | GBR             | GBP                 | 131,738         | 0.11               |
| 99                                | Partners Group Holding AG                                                 | CHE             | CHF                 | 118,366         | 0.09               |
| 4,619                             | Intermediate Capital Group plc                                            | GBR             | GBP                 | 118,269         | 0.09               |
|                                   |                                                                           |                 |                     | 1,517,192       | 1.20               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 9,653                             | BASF SE                                                                   | DEU             | EUR                 | 435,735         | 0.35               |
| 1,094                             | Ecolab, Inc.                                                              | USA             | USD                 | 243,088         | 0.19               |
| 582                               | Sherwin-Williams Co. (The)                                                | USA             | USD                 | 162,157         | 0.13               |
| 3,887                             | Solvay SA                                                                 | BEL             | EUR                 | 127,991         | 0.10               |
| 1,399                             | LyondellBasell Industries NV 'A'                                          | USA             | USD                 | 124,945         | 0.10               |
|                                   |                                                                           |                 |                     | 1,093,916       | 0.87               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 30,374                            | Cisco Systems, Inc.                                                       | USA             | USD                 | 1,347,277       | 1.07               |
|                                   |                                                                           |                 |                     | 1,347,277       | 1.07               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 8,644                             | Target Corp.                                                              | USA             | USD                 | 1,194,714       | 0.95               |
| 13,832                            | Koninklijke Ahold Delhaize NV                                             | NLD             | EUR                 | 380,070         | 0.30               |

**Franklin Global Multi-Asset Income Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 172                               | Costco Wholesale Corp.                                    | USA             | USD                 | 136,493         | 0.11               |
|                                   |                                                           |                 |                     | 1,711,277       | 1.36               |
|                                   | <b>Distributors</b>                                       |                 |                     |                 |                    |
| 373                               | Pool Corp.                                                | USA             | USD                 | 107,025         | 0.09               |
|                                   |                                                           |                 |                     | 107,025         | 0.09               |
|                                   | <b>Diversified Consumer Services</b>                      |                 |                     |                 |                    |
| 2,593                             | H&R Block, Inc.                                           | USA             | USD                 | 131,284         | 0.10               |
|                                   |                                                           |                 |                     | 131,284         | 0.10               |
|                                   | <b>Diversified Telecommunication Services</b>             |                 |                     |                 |                    |
| 23,141                            | Verizon Communications, Inc.                              | USA             | USD                 | 890,986         | 0.71               |
| 26,259                            | Hellenic Telecommunications Organization SA               | GRC             | EUR                 | 352,435         | 0.28               |
|                                   |                                                           |                 |                     | 1,243,421       | 0.99               |
|                                   | <b>Electric Utilities</b>                                 |                 |                     |                 |                    |
| 12,461                            | Iberdrola SA                                              | ESP             | EUR                 | 150,969         | 0.12               |
| 1,681                             | NRG Energy, Inc.                                          | USA             | USD                 | 122,195         | 0.09               |
| 20,179                            | CPFL Energia SA                                           | BRA             | BRL                 | 110,300         | 0.09               |
|                                   |                                                           |                 |                     | 383,464         | 0.30               |
|                                   | <b>Electrical Equipment</b>                               |                 |                     |                 |                    |
| 1,978                             | Eaton Corp. plc                                           | USA             | USD                 | 579,033         | 0.46               |
| 1,346                             | Vertiv Holdings Co. 'A'                                   | USA             | USD                 | 108,788         | 0.09               |
|                                   |                                                           |                 |                     | 687,821         | 0.55               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b> |                 |                     |                 |                    |
| 136,189                           | Hon Hai Precision Industry Co. Ltd.                       | TWN             | TWD                 | 835,451         | 0.66               |
| 909                               | TE Connectivity Ltd.                                      | USA             | USD                 | 127,664         | 0.10               |
| 1,998                             | Amphenol Corp. 'A'                                        | USA             | USD                 | 125,670         | 0.10               |
|                                   |                                                           |                 |                     | 1,088,785       | 0.86               |
|                                   | <b>Entertainment</b>                                      |                 |                     |                 |                    |
| 70,367                            | NetEase, Inc.                                             | CHN             | HKD                 | 1,254,526       | 1.00               |
| 215                               | Netflix, Inc.                                             | USA             | USD                 | 135,467         | 0.11               |
| 2,584                             | Nintendo Co. Ltd.                                         | JPN             | JPY                 | 128,850         | 0.10               |
|                                   |                                                           |                 |                     | 1,518,843       | 1.21               |
|                                   | <b>Equity Real Estate Investment Trusts (REITs)</b>       |                 |                     |                 |                    |
| 8,223                             | Simon Property Group, Inc.                                | USA             | USD                 | 1,165,392       | 0.92               |
| 16,198                            | Highwoods Properties, Inc.                                | USA             | USD                 | 397,275         | 0.32               |
| 14,262                            | AGNC Investment Corp.                                     | USA             | USD                 | 127,028         | 0.10               |
|                                   |                                                           |                 |                     | 1,689,695       | 1.34               |
|                                   | <b>Financial Services</b>                                 |                 |                     |                 |                    |
| 1,632                             | Mastercard, Inc. 'A'                                      | USA             | USD                 | 672,181         | 0.53               |
| 1,104                             | Visa, Inc. 'A'                                            | USA             | USD                 | 270,532         | 0.22               |
| 409                               | Berkshire Hathaway, Inc. 'B'                              | USA             | USD                 | 155,337         | 0.12               |
|                                   |                                                           |                 |                     | 1,098,050       | 0.87               |
|                                   | <b>Gas Utilities</b>                                      |                 |                     |                 |                    |
| 15,395                            | Tokyo Gas Co. Ltd.                                        | JPN             | JPY                 | 309,471         | 0.25               |
|                                   |                                                           |                 |                     | 309,471         | 0.25               |
|                                   | <b>Ground Transportation</b>                              |                 |                     |                 |                    |
| 2,143                             | Uber Technologies, Inc.                                   | USA             | USD                 | 145,414         | 0.12               |
| 794                               | Old Dominion Freight Line, Inc.                           | USA             | USD                 | 130,913         | 0.10               |
|                                   |                                                           |                 |                     | 276,327         | 0.22               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>               |                 |                     |                 |                    |
| 13,797                            | Medtronic plc                                             | USA             | USD                 | 1,013,875       | 0.81               |
| 703                               | Stryker Corp.                                             | USA             | USD                 | 223,318         | 0.18               |
| 342                               | Intuitive Surgical, Inc.                                  | USA             | USD                 | 142,040         | 0.11               |
| 1,832                             | Boston Scientific Corp.                                   | USA             | USD                 | 131,717         | 0.10               |
| 1,308                             | Abbott Laboratories                                       | USA             | USD                 | 126,892         | 0.10               |
| 264                               | IDEXX Laboratories, Inc.                                  | USA             | USD                 | 120,083         | 0.10               |
| 644                               | ResMed, Inc.                                              | USA             | USD                 | 115,092         | 0.09               |
|                                   |                                                           |                 |                     | 1,873,017       | 1.49               |
|                                   | <b>Health Care Providers &amp; Services</b>               |                 |                     |                 |                    |
| 1,231                             | Cigna Group (The)                                         | USA             | USD                 | 379,920         | 0.30               |
| 264                               | UnitedHealth Group, Inc.                                  | USA             | USD                 | 125,520         | 0.10               |
|                                   |                                                           |                 |                     | 505,440         | 0.40               |

## Franklin Global Multi-Asset Income Fund (continued)

(Currency - EUR)

| Number of shares<br>or face value         | Description                            | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------|----------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Health Care Technology</b>             |                                        |                 |                     |                 |                    |
| 666                                       | Veeva Systems, Inc. 'A'                | USA             | USD                 | 113,794         | 0.09               |
|                                           |                                        |                 |                     | 113,794         | 0.09               |
| <b>Hotels, Restaurants &amp; Leisure</b>  |                                        |                 |                     |                 |                    |
| 228                                       | Booking Holdings, Inc.                 | USA             | USD                 | 843,266         | 0.67               |
| 2,200                                     | Chipotle Mexican Grill, Inc. 'A'       | USA             | USD                 | 128,681         | 0.10               |
| 1,234                                     | DoorDash, Inc. 'A'                     | USA             | USD                 | 125,324         | 0.10               |
|                                           |                                        |                 |                     | 1,097,271       | 0.87               |
| <b>Household Products</b>                 |                                        |                 |                     |                 |                    |
| 219,010                                   | Kimberly-Clark de Mexico SAB de CV 'A' | MEX             | MXN                 | 353,772         | 0.28               |
| 1,454                                     | Colgate-Palmolive Co.                  | USA             | USD                 | 131,730         | 0.11               |
|                                           |                                        |                 |                     | 485,502         | 0.39               |
| <b>Insurance</b>                          |                                        |                 |                     |                 |                    |
| 92,943                                    | BB Seguridade Participacoes SA         | BRA             | BRL                 | 511,139         | 0.40               |
| 965                                       | Erie Indemnity Co. 'A'                 | USA             | USD                 | 326,502         | 0.26               |
| 3,423                                     | NN Group NV                            | NLD             | EUR                 | 148,556         | 0.12               |
| 60,994                                    | Medibank Pvt. Ltd.                     | AUS             | AUD                 | 141,128         | 0.11               |
| 2,705                                     | Sun Life Financial, Inc.               | CAN             | CAD                 | 123,817         | 0.10               |
|                                           |                                        |                 |                     | 1,251,142       | 0.99               |
| <b>Interactive Media &amp; Services</b>   |                                        |                 |                     |                 |                    |
| 11,553                                    | Alphabet, Inc. 'A'                     | USA             | USD                 | 1,964,690       | 1.56               |
| 1,561                                     | Meta Platforms, Inc. 'A'               | USA             | USD                 | 734,840         | 0.58               |
| 3,301                                     | Pinterest, Inc. 'A'                    | USA             | USD                 | 135,818         | 0.11               |
|                                           |                                        |                 |                     | 2,835,348       | 2.25               |
| <b>IT Services</b>                        |                                        |                 |                     |                 |                    |
| 4,877                                     | Tata Consultancy Services Ltd.         | IND             | INR                 | 212,767         | 0.17               |
|                                           |                                        |                 |                     | 212,767         | 0.17               |
| <b>Life Sciences Tools &amp; Services</b> |                                        |                 |                     |                 |                    |
| 93                                        | Mettler-Toledo International, Inc.     | USA             | USD                 | 121,348         | 0.09               |
| 905                                       | Agilent Technologies, Inc.             | USA             | USD                 | 109,528         | 0.09               |
|                                           |                                        |                 |                     | 230,876         | 0.18               |
| <b>Machinery</b>                          |                                        |                 |                     |                 |                    |
| 34,203                                    | Komatsu Ltd.                           | JPN             | JPY                 | 932,881         | 0.74               |
| 1,451                                     | Caterpillar, Inc.                      | USA             | USD                 | 451,245         | 0.36               |
| 895                                       | Illinois Tool Works, Inc.              | USA             | USD                 | 198,001         | 0.16               |
| 1,403                                     | Otis Worldwide Corp.                   | USA             | USD                 | 126,088         | 0.10               |
| 1,252                                     | PACCAR, Inc.                           | USA             | USD                 | 120,326         | 0.09               |
|                                           |                                        |                 |                     | 1,828,541       | 1.45               |
| <b>Media</b>                              |                                        |                 |                     |                 |                    |
| 23,525                                    | Comcast Corp. 'A'                      | USA             | USD                 | 860,087         | 0.68               |
|                                           |                                        |                 |                     | 860,087         | 0.68               |
| <b>Metals &amp; Mining</b>                |                                        |                 |                     |                 |                    |
| 68,747                                    | Fortescue Ltd.                         | AUS             | AUD                 | 913,746         | 0.73               |
| 447                                       | Reliance, Inc.                         | USA             | USD                 | 119,189         | 0.09               |
|                                           |                                        |                 |                     | 1,032,935       | 0.82               |
| <b>Oil, Gas &amp; Consumable Fuels</b>    |                                        |                 |                     |                 |                    |
| 14,139                                    | Suncor Energy, Inc.                    | CAN             | CAD                 | 503,145         | 0.40               |
| 7,469                                     | TotalEnergies SE                       | FRA             | EUR                 | 466,948         | 0.37               |
| 2,366                                     | Valero Energy Corp.                    | USA             | USD                 | 346,274         | 0.27               |
| 10,125                                    | Repsol SA                              | ESP             | EUR                 | 149,931         | 0.12               |
| 1,378                                     | Exxon Mobil Corp.                      | USA             | USD                 | 148,105         | 0.12               |
| 25,795                                    | Headwater Exploration, Inc.            | CAN             | CAD                 | 127,613         | 0.10               |
| 868                                       | Chevron Corp.                          | USA             | USD                 | 126,760         | 0.10               |
| 958                                       | Phillips 66                            | USA             | USD                 | 126,264         | 0.10               |
| 772                                       | Marathon Petroleum Corp.               | USA             | USD                 | 125,036         | 0.10               |
| 8,944                                     | Inpex Corp.                            | JPN             | JPY                 | 122,647         | 0.10               |
|                                           |                                        |                 |                     | 2,242,723       | 1.78               |
| <b>Pharmaceuticals</b>                    |                                        |                 |                     |                 |                    |
| 12,664                                    | Johnson & Johnson                      | USA             | USD                 | 1,728,102       | 1.37               |
| 2,150                                     | Roche Holding AG                       | USA             | CHF                 | 556,166         | 0.44               |
| 4,001                                     | Merck & Co., Inc.                      | USA             | USD                 | 462,444         | 0.37               |
| 297                                       | Eli Lilly & Co.                        | USA             | USD                 | 251,048         | 0.20               |
| 4,526                                     | Bristol-Myers Squibb Co.               | USA             | USD                 | 175,488         | 0.14               |
| 11,309                                    | Ono Pharmaceutical Co. Ltd.            | JPN             | JPY                 | 144,284         | 0.11               |



**Franklin Global Multi-Asset Income Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                           | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 5,864                             | Richter Gedeon Nyrt.                                  | HUN             | HUF                 | 142,215         | 0.11               |
| 1,344                             | Novartis AG                                           | CHE             | CHF                 | 133,607         | 0.11               |
|                                   |                                                       |                 |                     | 3,593,354       | 2.85               |
|                                   | <b>Professional Services</b>                          |                 |                     |                 |                    |
| 6,235                             | Robert Half, Inc.                                     | USA             | USD                 | 372,435         | 0.30               |
|                                   |                                                       |                 |                     | 372,435         | 0.30               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>   |                 |                     |                 |                    |
| 17,200                            | NVIDIA Corp.                                          | USA             | USD                 | 1,983,837       | 1.58               |
| 40,290                            | Taiwan Semiconductor Manufacturing Co. Ltd.           | TWN             | TWD                 | 1,112,214       | 0.88               |
| 4,500                             | Tokyo Electron Ltd.                                   | JPN             | JPY                 | 919,807         | 0.73               |
| 1,070                             | KLA Corp.                                             | USA             | USD                 | 823,663         | 0.65               |
| 805                               | Lam Research Corp.                                    | USA             | USD                 | 800,303         | 0.64               |
| 2,659                             | Applied Materials, Inc.                               | USA             | USD                 | 585,844         | 0.47               |
| 27,452                            | Novatek Microelectronics Corp.                        | TWN             | TWD                 | 477,026         | 0.38               |
| 171                               | Broadcom, Inc.                                        | USA             | USD                 | 256,321         | 0.20               |
|                                   |                                                       |                 |                     | 6,959,015       | 5.53               |
|                                   | <b>Software</b>                                       |                 |                     |                 |                    |
| 5,690                             | Microsoft Corp.                                       | USA             | USD                 | 2,374,331       | 1.89               |
| 503                               | ServiceNow, Inc.                                      | USA             | USD                 | 369,429         | 0.29               |
| 587                               | Intuit, Inc.                                          | USA             | USD                 | 360,174         | 0.29               |
| 683                               | Adobe, Inc.                                           | USA             | USD                 | 354,247         | 0.28               |
| 633                               | Autodesk, Inc.                                        | USA             | USD                 | 146,238         | 0.12               |
| 398                               | CrowdStrike Holdings, Inc. 'A'                        | USA             | USD                 | 142,386         | 0.11               |
| 101                               | Fair Isaac Corp.                                      | USA             | USD                 | 140,374         | 0.11               |
| 1,116                             | Datadog, Inc. 'A'                                     | USA             | USD                 | 135,127         | 0.11               |
| 462                               | Cadence Design Systems, Inc.                          | USA             | USD                 | 132,742         | 0.10               |
| 782                               | Atlassian Corp. 'A'                                   | USA             | USD                 | 129,138         | 0.10               |
| 232                               | Synopsys, Inc.                                        | USA             | USD                 | 128,890         | 0.10               |
| 229                               | HubSpot, Inc.                                         | USA             | USD                 | 126,096         | 0.10               |
| 6,269                             | Asseco Poland SA                                      | POL             | PLN                 | 116,258         | 0.09               |
| 522                               | Workday, Inc. 'A'                                     | USA             | USD                 | 108,952         | 0.09               |
|                                   |                                                       |                 |                     | 4,764,382       | 3.78               |
|                                   | <b>Specialty Retail</b>                               |                 |                     |                 |                    |
| 2,561                             | Home Depot, Inc. (The)                                | USA             | USD                 | 823,078         | 0.65               |
| 10,207                            | Best Buy Co., Inc.                                    | USA             | USD                 | 803,238         | 0.64               |
| 478                               | Williams-Sonoma, Inc.                                 | USA             | USD                 | 126,013         | 0.10               |
|                                   |                                                       |                 |                     | 1,752,329       | 1.39               |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b> |                 |                     |                 |                    |
| 12,054                            | Apple, Inc.                                           | USA             | USD                 | 2,370,286       | 1.88               |
| 7,423                             | Canon, Inc.                                           | JPN             | JPY                 | 188,031         | 0.15               |
| 8,756                             | Seiko Epson Corp.                                     | JPN             | JPY                 | 127,817         | 0.10               |
|                                   |                                                       |                 |                     | 2,686,134       | 2.13               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>           |                 |                     |                 |                    |
| 151                               | Deckers Outdoor Corp.                                 | USA             | USD                 | 136,458         | 0.11               |
| 454                               | Lululemon Athletica, Inc.                             | USA             | USD                 | 126,608         | 0.10               |
| 10,197                            | Burberry Group plc                                    | GBR             | GBP                 | 105,726         | 0.09               |
| 1,491                             | NIKE, Inc. 'B'                                        | USA             | USD                 | 104,917         | 0.08               |
|                                   |                                                       |                 |                     | 473,709         | 0.38               |
|                                   | <b>Trading Companies &amp; Distributors</b>           |                 |                     |                 |                    |
| 14,466                            | Fastenal Co.                                          | USA             | USD                 | 848,701         | 0.67               |
| 205                               | United Rentals North America, Inc.                    | USA             | USD                 | 123,779         | 0.10               |
| 143                               | WW Grainger, Inc.                                     | USA             | USD                 | 120,456         | 0.10               |
|                                   |                                                       |                 |                     | 1,092,936       | 0.87               |
|                                   | <b>Transportation Infrastructure</b>                  |                 |                     |                 |                    |
| 3,044                             | Aena SME SA, Reg. S, 144A                             | ESP             | EUR                 | 575,565         | 0.46               |
| 32,762                            | International Container Terminal Services, Inc.       | PHL             | PHP                 | 182,927         | 0.14               |
|                                   |                                                       |                 |                     | 758,492         | 0.60               |
|                                   | <b>Wireless Telecommunication Services</b>            |                 |                     |                 |                    |
| 561,823                           | Vodafone Group plc                                    | GBR             | GBP                 | 464,142         | 0.37               |
|                                   |                                                       |                 |                     | 464,142         | 0.37               |
|                                   | <b>TOTAL SHARES</b>                                   |                 |                     | 64,580,065      | 51.28              |

## Franklin Global Multi-Asset Income Fund (continued)

(Currency - EUR)

| Number of shares<br>or face value     | Description                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------|-------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>BONDS</b>                          |                                                                         |                 |                     |                 |                    |
| <b>Corporate Bonds</b>                |                                                                         |                 |                     |                 |                    |
| 1,000,000                             | Iberdrola International BV, Reg. S 1.45% Perpetual                      | ESP             | EUR                 | 932,149         | 0.74               |
| 973,000                               | Telia Co. AB, Reg. S 1.375% 05/11/2081                                  | SWE             | EUR                 | 921,635         | 0.73               |
| 800,000                               | ABN AMRO Bank NV, Reg. S 4.375% Perpetual                               | NLD             | EUR                 | 781,073         | 0.62               |
| 662,000                               | M&G plc, Reg. S 3.875% 07/20/2049                                       | GBR             | GBP                 | 780,447         | 0.62               |
| 920,000                               | Upjohn Finance BV, Reg. S 1.908% 06/23/2032                             | USA             | EUR                 | 771,499         | 0.61               |
| 900,000                               | Societe Generale SA, Reg. S 1.25% 06/12/2030                            | FRA             | EUR                 | 770,139         | 0.61               |
| 863,000                               | Viterra Finance BV, Reg. S 1% 09/24/2028                                | NLD             | EUR                 | 764,899         | 0.61               |
| 862,000                               | ASTM SpA, Reg. S 1.5% 01/25/2030                                        | ITA             | EUR                 | 757,396         | 0.60               |
| 776,000                               | Verizon Communications, Inc. 1.375% 10/27/2026                          | USA             | EUR                 | 743,078         | 0.59               |
| 736,000                               | Goldman Sachs Group, Inc. (The), Reg. S 2% 03/22/2028                   | USA             | EUR                 | 699,220         | 0.56               |
| 771,000                               | Assicurazioni Generali SpA, Reg. S 2.429% 07/14/2031                    | ITA             | EUR                 | 678,129         | 0.54               |
| 743,000                               | Autostrade per l'Italia SpA, Reg. S 2% 01/15/2030                       | ITA             | EUR                 | 666,144         | 0.53               |
| 758,000                               | ANZ New Zealand Int'l Ltd., Reg. S 0.375% 09/17/2029                    | NZL             | EUR                 | 652,417         | 0.52               |
| 590,000                               | Legal & General Group plc, Reg. S 4.5% 11/01/2050                       | GBR             | GBP                 | 634,581         | 0.50               |
| 700,000                               | Telefonica Europe BV, Reg. S 2.376% Perpetual                           | ESP             | EUR                 | 625,225         | 0.50               |
| 655,000                               | Danske Bank A/S, Reg. S 1% 05/15/2031                                   | DNK             | EUR                 | 620,393         | 0.49               |
| 673,000                               | Aeroporti di Roma SpA, Reg. S 1.625% 02/02/2029                         | ITA             | EUR                 | 617,431         | 0.49               |
| 689,000                               | NatWest Group plc 4.445% 05/08/2030                                     | GBR             | USD                 | 614,933         | 0.49               |
| 707,000                               | FedEx Corp. 0.45% 05/04/2029                                            | USA             | EUR                 | 612,678         | 0.49               |
| 627,000                               | NE Property BV, Reg. S 3.375% 07/14/2027                                | ROU             | EUR                 | 609,856         | 0.48               |
| 664,000                               | Intesa Sanpaolo SpA, Reg. S 1.75% 07/04/2029                            | ITA             | EUR                 | 606,061         | 0.48               |
| 617,000                               | UBS Group AG, Reg. S 2.75% 06/15/2027                                   | CHE             | EUR                 | 604,328         | 0.48               |
| 632,000                               | CPI Property Group SA, Reg. S 2.75% 05/12/2026                          | CZE             | EUR                 | 592,197         | 0.47               |
| 628,000                               | Telefonaktiebolaget LM Ericsson, Reg. S 1.125% 02/08/2027               | SWE             | EUR                 | 588,563         | 0.47               |
| 628,000                               | Westpac Banking Corp., Reg. S 0.766% 05/13/2031                         | AUS             | EUR                 | 586,609         | 0.47               |
| 576,000                               | Celanese US Holdings LLC 4.777% 07/19/2026                              | USA             | EUR                 | 584,240         | 0.46               |
| 573,000                               | Netflix, Inc. 3.625% 05/15/2027                                         | USA             | EUR                 | 576,104         | 0.46               |
| 600,000                               | EDP - Energias de Portugal SA, Reg. S 1.625% 04/15/2027                 | PRT             | EUR                 | 571,869         | 0.45               |
| 697,000                               | Simon International Finance SCA, Reg. S 1.125% 03/19/2033               | USA             | EUR                 | 557,845         | 0.44               |
| 646,000                               | Mercedes-Benz Group AG, Reg. S 1.125% 11/06/2031                        | DEU             | EUR                 | 551,406         | 0.44               |
| 589,000                               | Nordea Bank Abp, Reg. S 0.625% 08/18/2031                               | FIN             | EUR                 | 551,131         | 0.44               |
| 630,000                               | HSBC Holdings plc, Reg. S 0.77% 11/13/2031                              | GBR             | EUR                 | 526,221         | 0.42               |
| 570,000                               | Aker BP ASA, Reg. S 1.125% 05/12/2029                                   | NOR             | EUR                 | 505,423         | 0.40               |
| 650,000                               | VF Corp. 2.95% 04/23/2030                                               | USA             | USD                 | 503,960         | 0.40               |
| 500,000                               | Credit Agricole SA, Reg. S 1.625% 06/05/2030                            | FRA             | EUR                 | 487,350         | 0.39               |
| 480,000                               | Enel Finance International NV, Reg. S 3.875% 03/09/2029                 | ITA             | EUR                 | 485,347         | 0.39               |
| 423,000                               | Barclays plc, Reg. S 3.75% 11/22/2030                                   | GBR             | GBP                 | 482,080         | 0.38               |
| 444,000                               | ManpowerGroup, Inc., Reg. S 3.5% 06/30/2027                             | USA             | EUR                 | 443,743         | 0.35               |
| 500,000                               | Credit Agricole Assurances SA, Reg. S 2% 07/17/2030                     | FRA             | EUR                 | 434,431         | 0.34               |
| 400,000                               | Crelan SA, Reg. S 5.75% 01/26/2028                                      | BEL             | EUR                 | 422,019         | 0.34               |
| 445,000                               | Lloyds Banking Group plc, Reg. S 1.5% 09/12/2027                        | GBR             | EUR                 | 417,658         | 0.33               |
| 432,000                               | Arion Banki HF, Reg. S 0.375% 07/14/2025                                | ISL             | EUR                 | 416,292         | 0.33               |
| 506,000                               | Suzano Austria GmbH 3.75% 01/15/2031                                    | BRA             | USD                 | 411,899         | 0.33               |
| 448,000                               | UGI International LLC, Reg. S 2.5% 12/01/2029                           | USA             | EUR                 | 398,941         | 0.32               |
| 400,000                               | TotalEnergies Capital International SA, Reg. S 2.5% 03/25/2026          | FRA             | EUR                 | 394,534         | 0.31               |
| 414,000                               | Visa, Inc. 2% 06/15/2029                                                | USA             | EUR                 | 391,917         | 0.31               |
| 400,000                               | ZF Finance GmbH, Reg. S 3.75% 09/21/2028                                | DEU             | EUR                 | 388,010         | 0.31               |
| 400,000                               | BPCE SA, Reg. S 1.375% 03/23/2026                                       | FRA             | EUR                 | 384,359         | 0.31               |
| 415,000                               | Blackstone Property Partners Europe Holdings SARL, Reg. S 1% 05/04/2028 | LUX             | EUR                 | 365,822         | 0.29               |
| 400,000                               | Acciona Energia Financiacion Filiales SA, Reg. S 0.375% 10/07/2027      | ESP             | EUR                 | 358,877         | 0.28               |
| 400,000                               | Grand City Properties SA, Reg. S 0.125% 01/11/2028                      | DEU             | EUR                 | 342,618         | 0.27               |
| 340,000                               | Statkraft A/S, Reg. S 2.875% 09/13/2029                                 | NOR             | EUR                 | 331,847         | 0.26               |
| 275,000                               | Anglo American Capital plc, Reg. S 4.75% 09/21/2032                     | ZAF             | EUR                 | 286,086         | 0.23               |
| 277,000                               | WMG Acquisition Corp., Reg. S 2.25% 08/15/2031                          | USA             | EUR                 | 242,195         | 0.19               |
| 400,000                               | Aroundtown SA, Reg. S 2.875% Perpetual                                  | DEU             | EUR                 | 223,390         | 0.18               |
| 152,000                               | Illinois Tool Works, Inc. 2.125% 05/22/2030                             | USA             | EUR                 | 141,735         | 0.11               |
|                                       |                                                                         |                 |                     | 30,410,429      | 24.15              |
| <b>Government and Municipal Bonds</b> |                                                                         |                 |                     |                 |                    |
| 2,023,000                             | UK Treasury, Reg. S 3.75% 10/22/2053                                    | GBR             | GBP                 | 2,043,083       | 1.62               |
| 8,592,730                             | Brazil Notas do Tesouro Nacional 6% 08/15/2050                          | BRA             | BRL                 | 1,368,288       | 1.09               |
| 14,000,000,000                        | Indonesia Government Bond 6.375% 08/15/2028                             | IDN             | IDR                 | 786,003         | 0.62               |
| 618,000                               | Bundesrepublik Deutschland, Reg. S 4.25% 07/04/2039                     | DEU             | EUR                 | 737,355         | 0.59               |
| 663,000                               | Power Finance Corp. Ltd., Reg. S 1.841% 09/21/2028                      | IND             | EUR                 | 597,881         | 0.47               |

**Franklin Global Multi-Asset Income Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value                                                   | Description                                                    | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------------------------------------|----------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 12,210,000                                                                          | South Africa Government Bond 8.25% 03/31/2032                  | ZAF             | ZAR                 | 546,630         | 0.43               |
| 572,000                                                                             | TenneT Holding BV, Reg. S 2.75% 05/17/2042                     | NLD             | EUR                 | 500,145         | 0.40               |
| 12,800,000                                                                          | South Africa Government Bond 8.75% 01/31/2044                  | ZAF             | ZAR                 | 492,357         | 0.39               |
| 510,000                                                                             | US Treasury 2.375% 08/15/2024                                  | USA             | USD                 | 474,345         | 0.38               |
| 350,000                                                                             | Orsted A/S, Reg. S 2.25% 06/14/2028                            | DNK             | EUR                 | 334,026         | 0.27               |
| 327,000                                                                             | France Government Bond OAT, Reg. S, 144A 2.75% 10/25/2027      | FRA             | EUR                 | 323,957         | 0.26               |
| 286,000                                                                             | Portugal Obrigaçoes do Tesouro, Reg. S, 144A 2.875% 07/21/2026 | PRT             | EUR                 | 285,654         | 0.23               |
| 271,000                                                                             | Permanent TSB Group Holdings plc, Reg. S 5.25% 06/30/2025      | IRL             | EUR                 | 271,000         | 0.22               |
| 269,000                                                                             | Bundesrepublik Deutschland, Reg. S 0.25% 02/15/2027            | DEU             | EUR                 | 253,174         | 0.20               |
| 269,000                                                                             | Bonos Y Oblig del Estando, Reg. S, 144A 1.4% 07/30/2028        | ESP             | EUR                 | 252,595         | 0.20               |
| 267,000                                                                             | Bonos Y Oblig del Estando, Reg. S, 144A 1.95% 07/30/2030       | ESP             | EUR                 | 250,725         | 0.20               |
| 227,000                                                                             | Bonos Y Oblig del Estando, Reg. S, 144A 4.2% 01/31/2037        | ESP             | EUR                 | 242,084         | 0.19               |
| 206,000                                                                             | Bundesrepublik Deutschland, Reg. S 4% 01/04/2037               | DEU             | EUR                 | 236,439         | 0.19               |
| 214,000                                                                             | Bundesrepublik Deutschland, Reg. S 5.625% 01/04/2028           | DEU             | EUR                 | 235,952         | 0.19               |
| 197,000                                                                             | Bundesrepublik Deutschland, Reg. S 4.75% 07/04/2034            | DEU             | EUR                 | 235,928         | 0.19               |
| 199,000                                                                             | Bundesrepublik Deutschland, Reg. S 5.5% 01/04/2031             | DEU             | EUR                 | 234,835         | 0.19               |
| 212,000                                                                             | France Government Bond OAT, Reg. S, 144A 5.5% 04/25/2029       | FRA             | EUR                 | 234,805         | 0.19               |
| 221,000                                                                             | France Government Bond OAT, Reg. S, 144A 4% 10/25/2038         | FRA             | EUR                 | 234,089         | 0.19               |
| 196,000                                                                             | Bundesrepublik Deutschland, Reg. S 6.25% 01/04/2030            | DEU             | EUR                 | 233,858         | 0.19               |
| 184,000                                                                             | Bundesrepublik Deutschland, Reg. S 4.75% 07/04/2040            | DEU             | EUR                 | 233,173         | 0.18               |
| 224,000                                                                             | Bonos Y Oblig del Estando, Reg. S, 144A 2.35% 07/30/2033       | ESP             | EUR                 | 207,595         | 0.16               |
| 212,000                                                                             | Bonos Y Oblig del Estando, Reg. S, 144A 1.95% 04/30/2026       | ESP             | EUR                 | 207,576         | 0.16               |
| 238,000                                                                             | Belgium Government Bond, Reg. S, 144A 1.25% 04/22/2033         | BEL             | EUR                 | 206,267         | 0.16               |
| 242,000                                                                             | France Government Bond OAT, Reg. S, 144A 1.75% 06/25/2039      | FRA             | EUR                 | 194,038         | 0.15               |
| 179,000                                                                             | Bundesrepublik Deutschland, Reg. S 3.25% 07/04/2042            | DEU             | EUR                 | 192,829         | 0.15               |
| 172,000                                                                             | Bundesrepublik Deutschland, Reg. S 1% 08/15/2025               | DEU             | EUR                 | 168,079         | 0.13               |
| 172,000                                                                             | Austria Government Bond, Reg. S, 144A 1.2% 10/20/2025          | AUT             | EUR                 | 167,653         | 0.13               |
| 202,000                                                                             | Netherlands Government Bond, Reg. S, 144A 0% 07/15/2031        | NLD             | EUR                 | 167,361         | 0.13               |
| 172,000                                                                             | Belgium Government Bond, Reg. S, 144A 2.75% 04/22/2039         | BEL             | EUR                 | 159,994         | 0.13               |
| 154,000                                                                             | Austria Government Bond, Reg. S, 144A 4.85% 03/15/2026         | AUT             | EUR                 | 158,298         | 0.13               |
| 151,000                                                                             | France Government Bond OAT, Reg. S, 144A 6% 10/25/2025         | FRA             | EUR                 | 156,197         | 0.12               |
| 132,000                                                                             | Netherlands Government Bond, Reg. S, 144A 0.25% 07/15/2025     | NLD             | EUR                 | 128,149         | 0.10               |
| 120,000                                                                             | Finland Government Bond, Reg. S, 144A 4% 07/04/2025            | FIN             | EUR                 | 120,927         | 0.10               |
| 152,000                                                                             | France Government Bond OAT, Reg. S, 144A 1.25% 05/25/2036      | FRA             | EUR                 | 120,761         | 0.10               |
| 104,000                                                                             | France Government Bond OAT, Reg. S, 144A 4.75% 04/25/2035      | FRA             | EUR                 | 117,377         | 0.09               |
|                                                                                     |                                                                |                 |                     | 14,111,482      | 11.21              |
| <b>TOTAL BONDS</b>                                                                  |                                                                |                 |                     | 44,521,911      | 35.36              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b> |                                                                |                 |                     | 109,101,976     | 86.64              |
| TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET                        |                                                                |                 |                     |                 |                    |
| <b>BONDS</b>                                                                        |                                                                |                 |                     |                 |                    |
| <b>Corporate Bonds</b>                                                              |                                                                |                 |                     |                 |                    |
| 340,000                                                                             | SCIH Salt Holdings, Inc., 144A 4.875% 05/01/2028               | USA             | USD                 | 295,643         | 0.23               |
| 322,000                                                                             | Ingevity Corp., 144A 3.875% 11/01/2028                         | USA             | USD                 | 273,181         | 0.22               |
| 41,100                                                                              | Adient Global Holdings Ltd., 144A 3.5% 08/15/2024              | USA             | EUR                 | 41,039          | 0.03               |
|                                                                                     |                                                                |                 |                     | 609,863         | 0.48               |
| <b>Government and Municipal Bonds</b>                                               |                                                                |                 |                     |                 |                    |
| 485,000                                                                             | Ecopetrol SA 4.625% 11/02/2031                                 | COL             | USD                 | 370,913         | 0.30               |
|                                                                                     |                                                                |                 |                     | 370,913         | 0.30               |
| <b>TOTAL BONDS</b>                                                                  |                                                                |                 |                     | 980,776         | 0.78               |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET</b>           |                                                                |                 |                     | 980,776         | 0.78               |
| UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE INVESTMENT UNDERTAKINGS               |                                                                |                 |                     |                 |                    |
| <b>COLLECTIVE INVESTMENT SCHEMES - AIF</b>                                          |                                                                |                 |                     |                 |                    |
| <b>Financial Services</b>                                                           |                                                                |                 |                     |                 |                    |
| 294,089                                                                             | 3i Infrastructure plc                                          | GBR             | GBP                 | 1,112,168       | 0.88               |
| 552,799                                                                             | Greencoat UK Wind plc                                          | GBR             | GBP                 | 861,211         | 0.69               |
| 715,156                                                                             | Renewables Infrastructure Group Ltd. (The)                     | GGY             | GBP                 | 804,767         | 0.64               |
| 501,733                                                                             | International Public Partnerships Ltd.                         | GGY             | GBP                 | 755,218         | 0.60               |
| 701,431                                                                             | Foresight Solar Fund Ltd.                                      | GBR             | GBP                 | 745,896         | 0.59               |
| 577,312                                                                             | Bluefield Solar Income Fund Ltd.                               | GGY             | GBP                 | 717,721         | 0.57               |
| 426,959                                                                             | BBGI Global Infrastructure SA                                  | LUX             | GBP                 | 669,195         | 0.53               |

**Franklin Global Multi-Asset Income Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                        | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
| 432,586                           | Hicl Infrastructure plc                                                            | GBR             | GBP                 | 634,311            | 0.50               |
|                                   |                                                                                    |                 |                     | 6,300,487          | 5.00               |
|                                   | <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - AIF</b>                                   |                 |                     | 6,300,487          | 5.00               |
|                                   | <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                       |                 |                     |                    |                    |
|                                   | <b>Financial Services</b>                                                          |                 |                     |                    |                    |
| 316,506                           | FTIF Franklin Emerging Market Corporate Debt Fund - Y (Mdis) EUR                   | LUX             | EUR                 | 3,043,749          | 2.42               |
| 227,976                           | FTAF Franklin K2 Cat Bond UCITS Fund - Y (Acc) USD                                 | LUX             | USD                 | 2,594,555          | 2.06               |
|                                   |                                                                                    |                 |                     | 5,638,304          | 4.48               |
|                                   | <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                 |                 |                     | 5,638,304          | 4.48               |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE INVESTMENT UNDERTAKINGS</b> |                 |                     | 11,938,791         | 9.48               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                           |                 |                     | <b>122,021,543</b> | <b>96.90</b>       |

## Schedule of Investments, June 30, 2024

## Franklin Global Real Estate Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 15,298                            | Cellnex Telecom SA, Reg. S, 144A                                          | ESP             | EUR                 | 497,629         | 0.51               |
|                                   |                                                                           |                 |                     | 497,629         | 0.51               |
|                                   | <b>Equity Real Estate Investment Trusts (REITs)</b>                       |                 |                     |                 |                    |
| 63,136                            | Prologis, Inc.                                                            | USA             | USD                 | 7,090,804       | 7.22               |
| 47,962                            | Welltower, Inc.                                                           | USA             | USD                 | 5,000,038       | 5.09               |
| 80,271                            | Realty Income Corp.                                                       | USA             | USD                 | 4,239,914       | 4.32               |
| 5,381                             | Equinix, Inc.                                                             | USA             | USD                 | 4,071,265       | 4.15               |
| 24,771                            | Digital Realty Trust, Inc.                                                | USA             | USD                 | 3,766,430       | 3.84               |
| 23,363                            | Extra Space Storage, Inc.                                                 | USA             | USD                 | 3,630,844       | 3.70               |
| 17,018                            | AvalonBay Communities, Inc.                                               | USA             | USD                 | 3,520,854       | 3.59               |
| 140,318                           | Goodman Group                                                             | AUS             | AUD                 | 3,237,122       | 3.30               |
| 71,767                            | American Homes 4 Rent 'A'                                                 | USA             | USD                 | 2,666,862       | 2.72               |
| 23,668                            | Camden Property Trust                                                     | USA             | USD                 | 2,582,415       | 2.63               |
| 88,003                            | VICI Properties, Inc. 'A'                                                 | USA             | USD                 | 2,520,406       | 2.57               |
| 13,620                            | Simon Property Group, Inc.                                                | USA             | USD                 | 2,067,516       | 2.11               |
| 38,886                            | Ventas, Inc.                                                              | USA             | USD                 | 1,993,296       | 2.03               |
| 31,403                            | Regency Centers Corp.                                                     | USA             | USD                 | 1,953,267       | 1.99               |
| 28,672                            | Equity LifeStyle Properties, Inc.                                         | USA             | USD                 | 1,867,407       | 1.90               |
| 148,570                           | Segro plc                                                                 | GBR             | GBP                 | 1,681,009       | 1.71               |
| 32,371                            | Rexford Industrial Realty, Inc.                                           | USA             | USD                 | 1,443,423       | 1.47               |
| 27,067                            | Boardwalk Real Estate Investment Trust                                    | CAN             | CAD                 | 1,394,301       | 1.42               |
| 33,479                            | UDR, Inc.                                                                 | USA             | USD                 | 1,377,661       | 1.40               |
| 117,170                           | UNITE Group plc (The)                                                     | GBR             | GBP                 | 1,321,884       | 1.35               |
| 29,252                            | CubeSmart                                                                 | USA             | USD                 | 1,321,313       | 1.35               |
| 956,124                           | Vicinity Ltd.                                                             | AUS             | AUD                 | 1,175,636       | 1.20               |
| 64,278                            | Host Hotels & Resorts, Inc.                                               | USA             | USD                 | 1,155,718       | 1.18               |
| 71,161                            | NETSTREIT Corp.                                                           | USA             | USD                 | 1,145,692       | 1.17               |
| 649,239                           | Shaftesbury Capital plc                                                   | GBR             | GBP                 | 1,142,464       | 1.16               |
| 671,834                           | Frasers Centrepoint Trust                                                 | SGP             | SGD                 | 1,053,396       | 1.07               |
| 44,793                            | Cousins Properties, Inc.                                                  | USA             | USD                 | 1,036,958       | 1.06               |
| 39,285                            | Americold Realty Trust, Inc.                                              | USA             | USD                 | 1,003,339       | 1.02               |
| 10,424                            | Gecina SA                                                                 | FRA             | EUR                 | 962,387         | 0.98               |
| 1,887                             | Japan Hotel REIT Investment Corp.                                         | JPN             | JPY                 | 911,189         | 0.93               |
| 8,931                             | Ryman Hospitality Properties, Inc.                                        | USA             | USD                 | 891,850         | 0.91               |
| 70,396                            | Killam Apartment Real Estate Investment Trust                             | CAN             | CAD                 | 876,734         | 0.89               |
| 313,024                           | Stockland                                                                 | AUS             | AUD                 | 867,005         | 0.88               |
| 7,401                             | Alexandria Real Estate Equities, Inc.                                     | USA             | USD                 | 865,695         | 0.88               |
| 163,684                           | British Land Co. plc (The)                                                | GBR             | GBP                 | 850,834         | 0.87               |
| 25,786                            | Canadian Apartment Properties REIT                                        | CAN             | CAD                 | 837,734         | 0.85               |
| 855                               | KDX Realty Investment Corp.                                               | JPN             | JPY                 | 831,246         | 0.85               |
| 28,642                            | Derwent London plc                                                        | GBR             | GBP                 | 818,296         | 0.83               |
| 52,703                            | Sabra Health Care REIT, Inc.                                              | USA             | USD                 | 811,626         | 0.83               |
| 45,894                            | Carmila SA                                                                | FRA             | EUR                 | 772,256         | 0.79               |
| 33,007                            | Brixmor Property Group, Inc.                                              | USA             | USD                 | 762,132         | 0.78               |
| 51,210                            | SITE Centers Corp.                                                        | USA             | USD                 | 742,545         | 0.76               |
| 739                               | Orix JREIT, Inc.                                                          | JPN             | JPY                 | 732,444         | 0.75               |
| 888                               | GLP J-REIT                                                                | JPN             | JPY                 | 725,170         | 0.74               |
| 18,155                            | Shurgard Self Storage Ltd.                                                | BEL             | EUR                 | 701,819         | 0.71               |
| 438,523                           | National Storage REIT                                                     | AUS             | AUD                 | 672,209         | 0.68               |
| 296                               | Comforia Residential REIT, Inc.                                           | JPN             | JPY                 | 585,397         | 0.60               |
| 610                               | LaSalle Logiport REIT                                                     | JPN             | JPY                 | 560,817         | 0.57               |
| 1,212                             | Star Asia Investment Corp.                                                | JPN             | JPY                 | 450,330         | 0.46               |
| 103,378                           | Link REIT                                                                 | HKG             | HKD                 | 401,454         | 0.41               |
| 26,655                            | American Healthcare REIT, Inc.                                            | USA             | USD                 | 389,430         | 0.40               |
| 198                               | NTT UD REIT Investment Corp.                                              | JPN             | JPY                 | 143,316         | 0.14               |
|                                   |                                                                           |                 |                     | 83,625,149      | 85.21              |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 115,885                           | Chartwell Retirement Residences                                           | CAN             | CAD                 | 1,088,381       | 1.11               |
|                                   |                                                                           |                 |                     | 1,088,381       | 1.11               |
|                                   | <b>Real Estate Management &amp; Development</b>                           |                 |                     |                 |                    |
| 269,041                           | Mitsui Fudosan Co. Ltd.                                                   | JPN             | JPY                 | 2,476,616       | 2.52               |

**Franklin Global Real Estate Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value          | % of net<br>assets  |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|--------------------------|---------------------|
| 68,075                            | Vonovia SE                                                                              | DEU             | EUR                 | 1,937,577                | 1.97                |
| 96,233                            | Mitsubishi Estate Co. Ltd.                                                              | JPN             | JPY                 | 1,515,272                | 1.54                |
| 136,580                           | Sun Hung Kai Properties Ltd.                                                            | HKG             | HKD                 | 1,183,403                | 1.21                |
| 166,829                           | Fastighets AB Balder 'B'                                                                | SWE             | SEK                 | 1,145,475                | 1.17                |
| 22,190                            | Catena AB                                                                               | SWE             | SEK                 | 1,109,147                | 1.13                |
| 59,520                            | CTP NV, Reg. S, 144A                                                                    | NLD             | EUR                 | 1,015,824                | 1.03                |
| 469,489                           | Capitaland Investment Ltd.                                                              | SGP             | SGD                 | 918,223                  | 0.94                |
| 238,875                           | Grainger plc                                                                            | GBR             | GBP                 | 735,306                  | 0.75                |
| 150,646                           | Corp. Inmobiliaria Vesta SAB de CV                                                      | MEX             | MXN                 | 450,712                  | 0.46                |
|                                   |                                                                                         |                 |                     | <u>12,487,555</u>        | <u>12.72</u>        |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | <u>97,698,714</u>        | <u>99.55</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | <u>97,698,714</u>        | <u>99.55</u>        |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <u><b>97,698,714</b></u> | <u><b>99.55</b></u> |



## Schedule of Investments, June 30, 2024

## Franklin Gold and Precious Metals Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 210,000                           | Chrysos Corp. Ltd.                                                        | AUS             | AUD                 | 797,118         | 0.19               |
| 210,000                           | Clean TeQ Water Ltd.                                                      | AUS             | AUD                 | 37,824          | 0.01               |
|                                   |                                                                           |                 |                     | 834,942         | 0.20               |
|                                   | <b>Metals &amp; Mining</b>                                                |                 |                     |                 |                    |
| 1,126,800                         | Alamos Gold, Inc. 'A'                                                     | CAN             | USD                 | 17,668,224      | 4.23               |
| 392,629                           | Newmont Corp.                                                             | USA             | AUD                 | 16,573,416      | 3.97               |
| 10,099,978                        | Perseus Mining Ltd.                                                       | AUS             | AUD                 | 15,858,534      | 3.80               |
| 824,846                           | Barrick Gold Corp.                                                        | CAN             | USD                 | 13,758,431      | 3.29               |
| 196,100                           | Agnico Eagle Mines Ltd.                                                   | CAN             | USD                 | 12,824,940      | 3.07               |
| 594,989                           | Endeavour Mining plc                                                      | BFA             | CAD                 | 12,567,740      | 3.01               |
| 49,491,694                        | Red 5 Ltd.                                                                | AUS             | AUD                 | 11,854,413      | 2.84               |
| 265,600                           | Newmont Corp.                                                             | USA             | USD                 | 11,120,672      | 2.66               |
| 1,465,000                         | Artemis Gold, Inc.                                                        | CAN             | CAD                 | 10,514,764      | 2.52               |
| 4,011,000                         | Emerald Resources NL                                                      | AUS             | AUD                 | 9,425,162       | 2.26               |
| 144,615,358                       | Pantoro Ltd.                                                              | AUS             | AUD                 | 9,214,110       | 2.21               |
| 582,550                           | Torex Gold Resources, Inc.                                                | CAN             | CAD                 | 9,026,502       | 2.16               |
| 2,322,748                         | Orla Mining Ltd.                                                          | CAN             | CAD                 | 8,912,752       | 2.13               |
| 4,976,000                         | Vizsla Silver Corp.                                                       | CAN             | CAD                 | 8,801,286       | 2.11               |
| 3,576,150                         | OceanaGold Corp.                                                          | AUS             | CAD                 | 8,207,215       | 1.96               |
| 5,004,400                         | Centamin plc                                                              | EGY             | GBP                 | 7,647,984       | 1.83               |
| 2,730,155                         | B2Gold Corp.                                                              | CAN             | CAD                 | 7,323,249       | 1.75               |
| 3,243,077                         | Osisko Mining, Inc.                                                       | CAN             | CAD                 | 6,779,126       | 1.62               |
| 99,212                            | Agnico Eagle Mines Ltd.                                                   | CAN             | CAD                 | 6,488,444       | 1.55               |
| 246,400                           | Anglogold Ashanti plc                                                     | GBR             | ZAR                 | 6,210,567       | 1.49               |
| 1,217,400                         | Impala Platinum Holdings Ltd.                                             | ZAF             | ZAR                 | 6,045,634       | 1.45               |
| 1,093,600                         | Skeena Resources Ltd.                                                     | CAN             | CAD                 | 5,866,850       | 1.40               |
| 4,756,589                         | Bellevue Gold Ltd.                                                        | AUS             | AUD                 | 5,660,957       | 1.36               |
| 13,782,000                        | Ascot Resources Ltd.                                                      | CAN             | CAD                 | 5,640,930       | 1.35               |
| 3,891,790                         | Calibre Mining Corp.                                                      | CAN             | CAD                 | 5,120,028       | 1.23               |
| 7,734,095                         | Spartan Resources Ltd.                                                    | AUS             | AUD                 | 5,052,263       | 1.21               |
| 335,140                           | Eldorado Gold Corp.                                                       | TUR             | CAD                 | 4,950,431       | 1.18               |
| 2,500,000                         | New Gold, Inc.                                                            | CAN             | USD                 | 4,875,000       | 1.17               |
| 4,328,572                         | West African Resources Ltd.                                               | AUS             | AUD                 | 4,643,525       | 1.11               |
| 770,143                           | K92 Mining, Inc.                                                          | CAN             | CAD                 | 4,418,669       | 1.06               |
| 3,627,414                         | Genesis Minerals Ltd.                                                     | AUS             | AUD                 | 4,257,985       | 1.02               |
| 2,442,900                         | Galiano Gold, Inc.                                                        | CAN             | CAD                 | 4,195,889       | 1.00               |
| 11,891,667                        | Resolute Mining Ltd.                                                      | AUS             | AUD                 | 4,135,303       | 0.99               |
| 34,436,358                        | Predictive Discovery Ltd.                                                 | AUS             | AUD                 | 3,983,917       | 0.95               |
| 4,020,000                         | GoGold Resources, Inc.                                                    | CAN             | CAD                 | 3,937,144       | 0.94               |
| 17,369,636                        | Ora Banda Mining Ltd.                                                     | AUS             | AUD                 | 3,881,740       | 0.93               |
| 1,348,000                         | Bravo Mining Corp.                                                        | CAN             | CAD                 | 3,743,897       | 0.90               |
| 7,050,000                         | Reunion Gold Corp.                                                        | CAN             | CAD                 | 3,503,874       | 0.84               |
| 5,900,000                         | Mawson Gold Ltd.                                                          | CAN             | CAD                 | 3,234,176       | 0.77               |
| 4,168,016                         | De Grey Mining Ltd.                                                       | AUS             | AUD                 | 3,162,252       | 0.76               |
| 2,245,000                         | Prime Mining Corp.                                                        | CAN             | CAD                 | 2,920,699       | 0.70               |
| 285,000                           | Aya Gold & Silver, Inc.                                                   | CAN             | CAD                 | 2,828,753       | 0.68               |
| 186,200                           | Gold Fields Ltd.                                                          | ZAF             | ZAR                 | 2,782,066       | 0.67               |
| 2,980,000                         | Atex Resources, Inc.                                                      | CAN             | CAD                 | 2,744,336       | 0.66               |
| 311,982                           | Northern Star Resources Ltd.                                              | AUS             | AUD                 | 2,709,272       | 0.65               |
| 1,300,000                         | Robex Resources, Inc.                                                     | CAN             | CAD                 | 2,707,937       | 0.65               |
| 1,712,433                         | Southern Cross Gold Ltd.                                                  | CAN             | AUD                 | 2,644,220       | 0.63               |
| 1,169,125                         | Hochschild Mining plc                                                     | PER             | GBP                 | 2,634,222       | 0.63               |
| 1,997,636                         | Ramelius Resources Ltd.                                                   | AUS             | AUD                 | 2,566,065       | 0.61               |
| 2,523,900                         | Probe Gold, Inc.                                                          | CAN             | CAD                 | 2,268,964       | 0.54               |
| 319,860                           | Northam Platinum Holdings Ltd.                                            | ZAF             | ZAR                 | 2,237,847       | 0.54               |
| 2,150,000                         | O3 Mining, Inc.                                                           | CAN             | CAD                 | 2,121,400       | 0.51               |
| 2,758,599                         | Catalyst Metals Ltd.                                                      | AUS             | AUD                 | 2,083,182       | 0.50               |
| 265,000                           | Dundee Precious Metals, Inc.                                              | CAN             | CAD                 | 2,074,368       | 0.50               |
| 954,820                           | Mondavi Ventures Ltd.                                                     | CAN             | CAD                 | 2,051,725       | 0.49               |
| 1,190,558                         | Platinum Group Metals Ltd.                                                | ZAF             | USD                 | 2,023,949       | 0.48               |
| 300,000                           | Centerra Gold, Inc.                                                       | CAN             | CAD                 | 2,017,249       | 0.48               |
| 3,923,173                         | FireFly Metals Ltd.                                                       | AUS             | AUD                 | 1,950,090       | 0.47               |



**Franklin Gold and Precious Metals Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                           | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|---------------------------------------|-----------------|---------------------|--------------------|--------------------|
| 7,997,161                         | Liberty Gold Corp.                    | CAN             | CAD                 | 1,841,182          | 0.44               |
| 4,119,066                         | Thesis Gold, Inc.                     | CAN             | CAD                 | 1,806,344          | 0.43               |
| 1,979,199                         | STLLR Gold, Inc.                      | CAN             | CAD                 | 1,750,351          | 0.42               |
| 184,531                           | Ivanhoe Electric, Inc.                | USA             | USD                 | 1,730,901          | 0.41               |
| 1,863,061                         | Integra Resources Corp.               | CAN             | CAD                 | 1,729,343          | 0.41               |
| 6,400,000                         | Troilus Gold Corp.                    | CAN             | CAD                 | 1,683,964          | 0.40               |
| 1,700,000                         | Montage Gold Corp.                    | CAN             | CAD                 | 1,640,111          | 0.39               |
| 10,580,000                        | Silver Tiger Metals, Inc.             | CAN             | CAD                 | 1,623,885          | 0.39               |
| 9,649,300                         | Banyan Gold Corp.                     | CAN             | CAD                 | 1,622,087          | 0.39               |
| 1,420,000                         | Western Copper & Gold Corp.           | CAN             | CAD                 | 1,619,061          | 0.39               |
| 858,096                           | Platinum Group Metals Ltd.            | ZAF             | CAD                 | 1,436,223          | 0.34               |
| 110,800                           | Ivanhoe Mines Ltd. 'A'                | CAN             | CAD                 | 1,429,338          | 0.34               |
| 66,222                            | Pan American Silver Corp.             | CAN             | CAD                 | 1,316,018          | 0.31               |
| 1,200,000                         | Kingsgate Consolidated Ltd.           | AUS             | AUD                 | 1,295,463          | 0.31               |
| 2,916,000                         | Aurion Resources Ltd.                 | CAN             | CAD                 | 1,278,760          | 0.31               |
| 765,907                           | Imperial Metals Corp.                 | CAN             | CAD                 | 1,220,346          | 0.29               |
| 5,999,435                         | Black Cat Syndicate Ltd.              | AUS             | AUD                 | 1,218,483          | 0.29               |
| 36,600                            | Anglo American Platinum Ltd.          | ZAF             | ZAR                 | 1,205,235          | 0.29               |
| 1,139,900                         | i-80 Gold Corp.                       | CAN             | CAD                 | 1,199,719          | 0.29               |
| 5,180,001                         | Newcore Gold Ltd.                     | CAN             | CAD                 | 1,116,869          | 0.27               |
| 1,850,000                         | Faraday Copper Corp.                  | CAN             | CAD                 | 1,095,235          | 0.26               |
| 3,031,190                         | Lion One Metals Ltd.                  | CAN             | CAD                 | 1,041,265          | 0.25               |
| 1,050,423                         | Chalice Mining Ltd.                   | AUS             | AUD                 | 991,891            | 0.24               |
| 3,000,000                         | Meridian Mining UK Societas           | NLD             | CAD                 | 942,845            | 0.23               |
| 35,835,942                        | RTG Mining, Inc.                      | AUS             | AUD                 | 884,528            | 0.21               |
| 7,914,329                         | SolGold plc                           | AUS             | GBP                 | 876,429            | 0.21               |
| 2,373,800                         | HighGold Mining, Inc.                 | CAN             | CAD                 | 815,441            | 0.20               |
| 556,000                           | Arizona Metals Corp.                  | CAN             | CAD                 | 804,619            | 0.19               |
| 2,311,500                         | Adventus Mining Corp.                 | CAN             | CAD                 | 768,698            | 0.18               |
| 2,080,000                         | Talisker Resources Ltd.               | CAN             | CAD                 | 760,123            | 0.18               |
| 5,000,000                         | Saturn Metals Ltd.                    | AUS             | AUD                 | 646,737            | 0.15               |
| 337,899                           | Osisko Development Corp.              | CAN             | CAD                 | 629,763            | 0.15               |
| 2,420,000                         | Bluestone Resources, Inc.             | CAN             | CAD                 | 619,062            | 0.15               |
| 23,120                            | Anglogold Ashanti plc                 | GBR             | USD                 | 581,006            | 0.14               |
| 3,422,173                         | Falcon Metals Ltd.                    | AUS             | AUD                 | 570,733            | 0.14               |
| 22,006,465                        | Ausgold Ltd.                          | AUS             | AUD                 | 529,476            | 0.13               |
| 3,593,815                         | St. Barbara Ltd.                      | AUS             | AUD                 | 480,668            | 0.11               |
| 890,000                           | Magna Mining, Inc.                    | CAN             | CAD                 | 468,353            | 0.11               |
| 23,150                            | Contango ORE, Inc.                    | USA             | USD                 | 418,320            | 0.10               |
| 356,000                           | Integra Resources Corp.               | CAN             | USD                 | 328,766            | 0.08               |
| 5,645,500                         | Silver Mountain Resources, Inc.       | CAN             | CAD                 | 288,836            | 0.07               |
| 5,278,400                         | St. Augustine Gold and Copper Ltd.    | USA             | CAD                 | 279,699            | 0.07               |
| 19,401,075                        | Geopacific Resources Ltd.             | AUS             | AUD                 | 258,849            | 0.06               |
| 550,600                           | Pan American Silver Corp., CVR Rights | CAN             | CAD                 | 254,708            | 0.06               |
| 3,097,000                         | TDG Gold Corp.                        | CAN             | CAD                 | 237,674            | 0.06               |
| 659,900                           | Azimut Exploration, Inc.              | CAN             | CAD                 | 236,333            | 0.06               |
| 924,751                           | Aurum Resources Ltd.                  | AUS             | AUD                 | 206,662            | 0.05               |
| 1,093,450                         | Onyx Gold Corp.                       | CAN             | CAD                 | 199,797            | 0.05               |
| 4,214,286                         | AuMega Metals Ltd.                    | AUS             | AUD                 | 157,436            | 0.04               |
| 1,050,000                         | Cerrado Gold, Inc.                    | CAN             | CAD                 | 153,486            | 0.04               |
| 4,000,000                         | Sable Resources Ltd.                  | CAN             | CAD                 | 131,560            | 0.03               |
| 510,000                           | Sunrise Energy Metals Ltd.            | AUS             | AUD                 | 112,273            | 0.03               |
| 20,000                            | Perpetua Resources Corp.              | USA             | CAD                 | 103,640            | 0.02               |
| 2,200,000                         | Max Resource Corp.                    | CAN             | CAD                 | 96,477             | 0.02               |
| 15,000,000                        | Aston Minerals Ltd.                   | AUS             | AUD                 | 90,659             | 0.02               |
| 2,306,500                         | Belo Sun Mining Corp.                 | CAN             | CAD                 | 75,861             | 0.02               |
| 91,071                            | Victoria Gold Corp.                   | CAN             | CAD                 | 70,556             | 0.02               |
| 151,019                           | Aclara Resources, Inc.                | GBR             | CAD                 | 58,500             | 0.01               |
| 2,035,747                         | Clean Air Metals, Inc.                | CAN             | CAD                 | 44,637             | 0.01               |
| 176,190                           | Vizsla Copper Corp.                   | CAN             | CAD                 | 12,234             | —                  |
| 358,843                           | RTG Mining, Inc.                      | AUS             | CAD                 | 10,491             | —                  |
| <b>TOTAL SHARES</b>               |                                       |                 |                     | <b>391,552,348</b> | <b>93.73</b>       |
| <b>WARRANTS</b>                   |                                       |                 |                     | <b>392,387,290</b> | <b>93.93</b>       |
| <b>Metals &amp; Mining</b>        |                                       |                 |                     |                    |                    |
| 225,000                           | Osisko Development Corp. 03/02/2027   | CAN             | CAD                 | 16,445             | —                  |

**Franklin Gold and Precious Metals Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 750,000                           | Silver Mountain Resources, Inc. 02/09/2026                                                                                | CAN             | CAD                 | 6,852           | —                  |
|                                   |                                                                                                                           |                 |                     | 23,297          | —                  |
|                                   |                                                                                                                           |                 |                     | 23,297          | —                  |
|                                   | <b>TOTAL WARRANTS</b>                                                                                                     |                 |                     |                 |                    |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                   |                 |                     | 392,410,587     | 93.93              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                                                           |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Metals &amp; Mining</b>                                                                                                |                 |                     |                 |                    |
| 7,035,746                         | G Mining Ventures Corp.                                                                                                   | CAN             | CAD                 | 12,135,916      | 2.91               |
| 7,014,900                         | Heliostar Metals Ltd.                                                                                                     | CAN             | CAD                 | 1,409,953       | 0.34               |
| 20,000                            | Perpetua Resources Corp., 144A                                                                                            | USA             | CAD                 | 103,640         | 0.02               |
|                                   |                                                                                                                           |                 |                     | 13,649,509      | 3.27               |
|                                   | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | 13,649,509      | 3.27               |
|                                   | <b>WARRANTS</b>                                                                                                           |                 |                     |                 |                    |
|                                   | <b>Metals &amp; Mining</b>                                                                                                |                 |                     |                 |                    |
| 250,000                           | Integra Resources Corp. 03/31/2027                                                                                        | CAN             | CAD                 | 86,793          | 0.02               |
| 1,445,500                         | Silver Mountain Resources, Inc. 04/28/2028                                                                                | CAN             | CAD                 | 18,489          | —                  |
|                                   |                                                                                                                           |                 |                     | 105,282         | 0.02               |
|                                   | <b>TOTAL WARRANTS</b>                                                                                                     |                 |                     | 105,282         | 0.02               |
|                                   | <b>BONDS</b>                                                                                                              |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                                                     |                 |                     |                 |                    |
| 4,925,000                         | FHLB 0% 07/01/2024                                                                                                        | USA             | USD                 | 4,922,866       | 1.18               |
|                                   |                                                                                                                           |                 |                     | 4,922,866       | 1.18               |
|                                   | <b>TOTAL BONDS</b>                                                                                                        |                 |                     | 4,922,866       | 1.18               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                             |                 |                     | 18,677,657      | 4.47               |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Metals &amp; Mining</b>                                                                                                |                 |                     |                 |                    |
| 7,500,000                         | Omai Gold Mines Corp."                                                                                                    | CAN             | CAD                 | 524,885         | 0.13               |
| 1,500,000                         | Awale Resources Ltd."                                                                                                     | CAN             | CAD                 | 517,607         | 0.12               |
| 1,820,000                         | NorthIsle Copper & Gold, Inc."                                                                                            | CAN             | CAD                 | 478,877         | 0.12               |
| 1,800,000                         | Liberty Gold Corp."                                                                                                       | CAN             | CAD                 | 389,264         | 0.09               |
| 660,000                           | Thesis Gold, Inc."                                                                                                        | CAN             | CAD                 | 272,637         | 0.07               |
| 6,687,919                         | Firefinch Ltd."                                                                                                           | AUS             | AUD                 | 267,691         | 0.06               |
| 250,000                           | Probe Gold, Inc."                                                                                                         | CAN             | CAD                 | 211,577         | 0.05               |
| 706,000                           | Heliostar Metals Ltd."                                                                                                    | CAN             | CAD                 | 132,568         | 0.03               |
| 7,290,000                         | Wiluna Mining Corp. Ltd."                                                                                                 | AUS             | AUD                 | 99,695          | 0.02               |
| 1,658,666                         | Vizsla Royalties Corp."                                                                                                   | CAN             | CAD                 | 54,553          | 0.01               |
| 18,434,211                        | Phoenix Industrial Minerals Pty. Ltd."                                                                                    | AUS             | AUD                 | 20,906          | 0.01               |
| 6,400,000                         | Monarch Mining Corp."                                                                                                     | CAN             | CAD                 | —               | —                  |
|                                   |                                                                                                                           |                 |                     | 2,970,260       | 0.71               |
|                                   | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | 2,970,260       | 0.71               |
|                                   | <b>WARRANTS</b>                                                                                                           |                 |                     |                 |                    |
|                                   | <b>Metals &amp; Mining</b>                                                                                                |                 |                     |                 |                    |
| 1,300,000                         | Robex Ressources, Inc. 06/26/2026"                                                                                        | CAN             | CAD                 | 1,148,023       | 0.28               |
| 2,500,000                         | Reunion Gold Corp. 07/08/2024"                                                                                            | CAN             | CAD                 | 548,165         | 0.13               |
| 1,250,000                         | G Mining Ventures Corp. 09/11/2024"                                                                                       | CAN             | CAD                 | 456,794         | 0.11               |
| 650,000                           | Vizsla Silver Corp. 11/15/2024"                                                                                           | CAN             | CAD                 | 252,490         | 0.06               |
| 1,275,000                         | Marathon Gold Corp. 09/20/2024"                                                                                           | CAN             | CAD                 | 139,379         | 0.03               |
| 11,575                            | Contango ORE, Inc. 06/11/2027"                                                                                            | USA             | USD                 | 89,077          | 0.02               |
| 750,000                           | Awale Resources Ltd. 05/08/2026"                                                                                          | CAN             | CAD                 | 35,466          | 0.01               |
| 925,000                           | Troilus Gold Corp. 11/20/2025"                                                                                            | CAN             | CAD                 | 34,814          | 0.01               |
| 900,000                           | Liberty Gold Corp. 05/17/2026"                                                                                            | CAN             | CAD                 | 34,598          | 0.01               |
| 234,465                           | STLLR Gold, Inc. 02/06/2027"                                                                                              | CAN             | CAD                 | 20,189          | 0.01               |
| 716,666                           | Heliostar Metals Ltd. 12/08/2025"                                                                                         | CAN             | CAD                 | 16,834          | —                  |
| 290,000                           | TDG Gold Corp. 07/07/2026"                                                                                                | CAN             | CAD                 | 4,512           | —                  |
| 250,000                           | Onyx Gold Corp. 07/06/2025"                                                                                               | CAN             | CAD                 | 2,985           | —                  |
| 3,000,000                         | Aston Minerals Ltd. 10/16/2025"                                                                                           | AUS             | AUD                 | 1,827           | —                  |

**Franklin Gold and Precious Metals Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value           | % of net<br>assets  |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|---------------------------|---------------------|
| 150,000                           | Osisko Mining, Inc. 08/28/2024**                                                                                                         | CAN             | CAD                 | 784                       | —                   |
| 500,000                           | Thesis Gold, Inc. 09/29/2024**                                                                                                           | CAN             | CAD                 | 147                       | —                   |
| 7,328,680                         | RTG Mining, Inc. 09/08/2024**                                                                                                            | AUS             | AUD                 | 93                        | —                   |
| 282,450                           | Heliostar Metals Ltd. 01/11/2025**                                                                                                       | CAN             | CAD                 | 77                        | —                   |
| 2,100,000                         | Talisker Resources Ltd. 02/11/2025**                                                                                                     | CAN             | CAD                 | 32                        | —                   |
| 2,200,000                         | Monarch Mining Corp. 04/06/2027**                                                                                                        | CAN             | CAD                 | —                         | —                   |
| 1,658,666                         | Vizsla Royalties Corp. 12/21/2025**                                                                                                      | CAN             | CAD                 | —                         | —                   |
| 3,645,000                         | Wiluna Mining Corp. Ltd. 12/31/2024**                                                                                                    | AUS             | AUD                 | —                         | —                   |
|                                   |                                                                                                                                          |                 |                     | <u>2,786,286</u>          | <u>0.67</u>         |
|                                   | <b>TOTAL WARRANTS</b>                                                                                                                    |                 |                     | <u>2,786,286</u>          | <u>0.67</u>         |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | 5,756,546                 | 1.38                |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <u><b>416,844,790</b></u> | <u><b>99.78</b></u> |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Gulf Wealth Bond Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                                       | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING         |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                      |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                            |                 |                     |                 |                    |
| 9,745,000                         | QIC Cayman Ltd., Reg. S 6.75% Perpetual                                           | QAT             | USD                 | 9,791,679       | 3.60               |
| 12,109,000                        | EIG Pearl Holdings SARL, Reg. S 4.387% 11/30/2046                                 | SAU             | USD                 | 9,583,795       | 3.52               |
| 9,895,000                         | Kuwait Projects Co. SPC Ltd., Reg. S 4.229% 10/29/2026                            | KWT             | USD                 | 9,018,179       | 3.31               |
| 7,800,000                         | DP World Ltd., Reg. S 6.85% 07/02/2037                                            | ARE             | USD                 | 8,461,210       | 3.11               |
| 10,165,158                        | Galaxy Pipeline Assets Bidco Ltd., Reg. S 2.94% 09/30/2040                        | ARE             | USD                 | 8,144,808       | 2.99               |
| 9,125,000                         | Burgan Bank SAK, Reg. S 2.75% 12/15/2031                                          | KWT             | USD                 | 8,105,566       | 2.98               |
| 7,450,000                         | MAF Global Securities Ltd., Reg. S 6.375% Perpetual                               | ARE             | USD                 | 7,365,521       | 2.71               |
| 7,570,000                         | DAE Funding LLC, Reg. S 3.375% 03/20/2028                                         | ARE             | USD                 | 6,963,957       | 2.56               |
| 7,100,000                         | KIB Sukuk Ltd., Reg. S 2.375% 11/30/2030                                          | KWT             | USD                 | 6,741,762       | 2.48               |
| 6,560,000                         | EIG Pearl Holdings SARL, Reg. S 3.545% 08/31/2036                                 | SAU             | USD                 | 5,639,698       | 2.07               |
| 5,315,000                         | MEGlobal Canada ULC, Reg. S 5% 05/18/2025                                         | KWT             | USD                 | 5,268,637       | 1.94               |
| 5,410,000                         | NBK Tier 1 Financing 2 Ltd., Reg. S 4.5% Perpetual                                | KWT             | USD                 | 5,235,725       | 1.92               |
| 4,900,000                         | Commercial Bank PSQC (The), Reg. S 4.5% Perpetual                                 | QAT             | USD                 | 4,619,475       | 1.70               |
| 4,400,000                         | NBK Tier 2 Ltd., Reg. S 2.5% 11/24/2030                                           | KWT             | USD                 | 4,168,932       | 1.53               |
| 4,978,397                         | Sweihan PV Power Co. PJSC, Reg. S 3.625% 01/31/2049                               | ARE             | USD                 | 3,994,638       | 1.47               |
| 3,435,000                         | Abu Dhabi Crude Oil Pipeline LLC, Reg. S 4.6% 11/02/2047                          | ARE             | USD                 | 3,083,857       | 1.13               |
| 3,385,000                         | Abu Dhabi Ports Co. PJSC, Reg. S 2.5% 05/06/2031                                  | ARE             | USD                 | 2,864,731       | 1.05               |
| 2,900,000                         | QNB Finance Ltd., Reg. S 2.625% 05/12/2025                                        | QAT             | USD                 | 2,824,241       | 1.04               |
| 2,750,000                         | Alpha Star Holding VII Ltd., Reg. S 7.75% 04/27/2026                              | ARE             | USD                 | 2,775,699       | 1.02               |
| 3,350,000                         | MDGH GMTN RSC Ltd., Reg. S 3.95% 05/21/2050                                       | ARE             | USD                 | 2,658,603       | 0.98               |
| 2,494,000                         | Kuwait Projects Co. SPC Ltd., Reg. S 4.5% 02/23/2027                              | KWT             | USD                 | 2,244,176       | 0.82               |
| 1,150,000                         | QNB Finance Ltd., Reg. S 1.625% 09/22/2025                                        | QAT             | USD                 | 1,095,950       | 0.40               |
| 1,000,000                         | MDGH GMTN RSC Ltd., Reg. S 5.875% 05/01/2034                                      | ARE             | USD                 | 1,053,941       | 0.39               |
| 192,821                           | Emirates Airline, Reg. S 4.5% 02/06/2025                                          | ARE             | USD                 | 191,896         | 0.07               |
|                                   |                                                                                   |                 |                     | 121,896,676     | 44.79              |
|                                   | <b>Government and Municipal Bonds</b>                                             |                 |                     |                 |                    |
| 17,418,000                        | Qatar Government Bond, Reg. S 4.4% 04/16/2050                                     | QAT             | USD                 | 15,263,720      | 5.61               |
| 15,400,000                        | US Treasury 4.25% 02/15/2054                                                      | USA             | USD                 | 14,667,297      | 5.39               |
| 17,625,000                        | Abu Dhabi Government Bond, Reg. S 3.125% 09/30/2049                               | ARE             | USD                 | 12,332,186      | 4.53               |
| 12,175,000                        | Saudi Government Bond, Reg. S 5% 04/17/2049                                       | SAU             | USD                 | 10,935,311      | 4.02               |
| 14,594,000                        | QatarEnergy, Reg. S 3.3% 07/12/2051                                               | QAT             | USD                 | 10,239,296      | 3.76               |
| 10,915,000                        | Qatar Government Bond, Reg. S 4.817% 03/14/2049                                   | QAT             | USD                 | 10,222,815      | 3.76               |
| 8,566,000                         | Saudi Government Bond, Reg. S 5.75% 01/16/2054                                    | SAU             | USD                 | 8,368,982       | 3.08               |
| 6,900,000                         | Saudi Government Bond, Reg. S 4.625% 10/04/2047                                   | SAU             | USD                 | 5,897,154       | 2.17               |
| 8,500,000                         | Abu Dhabi Government Bond, Reg. S 3% 09/15/2051                                   | ARE             | USD                 | 5,722,100       | 2.10               |
| 7,515,000                         | Abu Dhabi Government Bond, Reg. S 2.7% 09/02/2070                                 | ARE             | USD                 | 4,304,216       | 1.58               |
| 4,390,000                         | QatarEnergy, Reg. S 3.125% 07/12/2041                                             | QAT             | USD                 | 3,276,556       | 1.20               |
| 2,850,000                         | Saudi Government Bond, Reg. S 5% 01/18/2053                                       | SAU             | USD                 | 2,514,844       | 0.92               |
| 3,110,000                         | Abu Dhabi Government Bond, Reg. S 3.875% 04/16/2050                               | ARE             | USD                 | 2,480,505       | 0.91               |
| 1,600,000                         | Egypt Government Bond, Reg. S 3.875% 02/16/2026                                   | EGY             | USD                 | 1,483,656       | 0.55               |
|                                   |                                                                                   |                 |                     | 107,708,638     | 39.58              |
|                                   | <b>TOTAL BONDS</b>                                                                |                 |                     | 229,605,314     | 84.37              |
|                                   | <b>TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 229,605,314     | 84.37              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                   |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                      |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                            |                 |                     |                 |                    |
| 13,020,594                        | Brooge Petroleum and Gas Investment Co. FZE, Reg. S, 144A<br>8.5% 09/24/2025      | ARE             | USD                 | 11,653,432      | 4.28               |
| 9,010,000                         | Ahli United Bank BSC, Reg. S 5.839% Perpetual                                     | BHR             | USD                 | 8,858,745       | 3.25               |
| 3,930,440                         | Galaxy Pipeline Assets Bidco Ltd., Reg. S 2.16% 03/31/2034                        | ARE             | USD                 | 3,374,524       | 1.24               |
| 3,000,000                         | Arabian Centres Sukuk III Ltd., Reg. S 9.5% 03/06/2029                            | SAU             | USD                 | 3,101,250       | 1.14               |
| 2,800,000                         | NBK SPC Ltd., Reg. S 5.5% 06/06/2030                                              | KWT             | USD                 | 2,829,088       | 1.04               |
|                                   |                                                                                   |                 |                     | 29,817,039      | 10.95              |
|                                   | <b>TOTAL BONDS</b>                                                                |                 |                     | 29,817,039      | 10.95              |
|                                   | <b>TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                 |                     | 29,817,039      | 10.95              |

**Franklin Gulf Wealth Bond Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                    |                    |
|                                   | <b>WARRANTS</b>                                                                                                                          |                 |                     |                    |                    |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                                                                                        |                 |                     |                    |                    |
| 441,300                           | Pure Harvest Smart Farms Sukuk Ltd. 06/30/2027**                                                                                         | ARE             | USD                 | 1,619,686          | 0.60               |
|                                   |                                                                                                                                          |                 |                     | 1,619,686          | 0.60               |
|                                   | <b>TOTAL WARRANTS</b>                                                                                                                    |                 |                     | 1,619,686          | 0.60               |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                    |                    |
|                                   | <b>Convertible Bonds</b>                                                                                                                 |                 |                     |                    |                    |
| 8,715,549                         | NMC Health Jersey Ltd., Reg. S 1.875% 04/30/2025**§                                                                                      | ARE             | USD                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | —                  | —                  |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                    |                    |
| 1,725,000                         | RSS Sukuk Co. Ltd., FRN 12% 12/31/2027**                                                                                                 | ARE             | USD                 | 1,803,833          | 0.66               |
| 1,500,000                         | Moove Sukuk Co. Ltd. 12% 06/30/2028**                                                                                                    | ARE             | USD                 | 1,551,796          | 0.57               |
|                                   |                                                                                                                                          |                 |                     | 3,355,629          | 1.23               |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | 3,355,629          | 1.23               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | 4,975,315          | 1.83               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>264,397,668</b> | <b>97.15</b>       |

\*\*These securities are submitted to a Fair Valuation

§ These Bonds are currently in default

## Schedule of Investments, June 30, 2024

## Franklin High Yield Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING               |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                           |                 |                     |                 |                    |
| 21,342                            | <b>Independent Power and Renewable Electricity Producers</b><br>Talen Energy Corp.      | USA             | USD                 | 2,369,389       | 0.24               |
|                                   |                                                                                         |                 |                     | 2,369,389       | 0.24               |
| 5,430                             | <b>Oil, Gas &amp; Consumable Fuels</b><br>Amplify Energy Corp.                          | USA             | USD                 | 36,815          | —                  |
|                                   |                                                                                         |                 |                     | 36,815          | —                  |
| 30,720                            | <b>Pharmaceuticals</b><br>Endo, Inc.                                                    | USA             | USD                 | 867,840         | 0.08               |
| 9,969                             | Endo, Inc.                                                                              | USA             | USD                 | 280,378         | 0.03               |
|                                   |                                                                                         |                 |                     | 1,148,218       | 0.11               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 3,554,422       | 0.35               |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                                  |                 |                     |                 |                    |
| 9,500,000                         | Jaguar Land Rover Automotive plc, 144A 5.5% 07/15/2029                                  | GBR             | USD                 | 9,115,376       | 0.91               |
| 6,100,000                         | Harbour Energy plc, 144A 5.5% 10/15/2026                                                | GBR             | USD                 | 5,985,126       | 0.60               |
| 5,200,000                         | Trivium Packaging Finance BV, 144A 5.5% 08/15/2026                                      | NLD             | USD                 | 5,100,482       | 0.51               |
| 5,300,000                         | MPT Operating Partnership LP 5.25% 08/01/2026                                           | USA             | USD                 | 4,820,868       | 0.48               |
| 4,600,000                         | ATI, Inc. 7.25% 08/15/2030                                                              | USA             | USD                 | 4,754,891       | 0.48               |
| 5,500,000                         | Consolidated Energy Finance SA, 144A 5.625% 10/15/2028                                  | CHE             | USD                 | 4,681,058       | 0.47               |
| 4,500,000                         | OneMain Finance Corp. 6.625% 01/15/2028                                                 | USA             | USD                 | 4,520,412       | 0.45               |
| 4,100,000                         | Teva Pharmaceutical Finance Netherlands III BV 4.75% 05/09/2027                         | ISR             | USD                 | 3,956,122       | 0.40               |
| 3,800,000                         | Celanese US Holdings LLC 6.33% 07/15/2029                                               | USA             | USD                 | 3,910,510       | 0.39               |
| 4,700,000                         | Centene Corp. 2.5% 03/01/2031                                                           | USA             | USD                 | 3,860,701       | 0.39               |
| 3,800,000                         | Hillenbrand, Inc. 6.25% 02/15/2029                                                      | USA             | USD                 | 3,822,963       | 0.38               |
| 3,400,000                         | Vital Energy, Inc. 9.75% 10/15/2030                                                     | USA             | USD                 | 3,715,483       | 0.37               |
| 3,800,000                         | Centene Corp. 2.45% 07/15/2028                                                          | USA             | USD                 | 3,376,755       | 0.34               |
| 3,300,000                         | Regal Rexnord Corp. 6.3% 02/15/2030                                                     | USA             | USD                 | 3,375,210       | 0.34               |
| 3,000,000                         | OneMain Finance Corp. 5.375% 11/15/2029                                                 | USA             | USD                 | 2,815,876       | 0.28               |
| 2,600,000                         | Regal Rexnord Corp. 6.4% 04/15/2033                                                     | USA             | USD                 | 2,661,847       | 0.27               |
| 4,000,000                         | MPT Operating Partnership LP 3.5% 03/15/2031                                            | USA             | USD                 | 2,611,043       | 0.26               |
| 1,900,000                         | OneMain Finance Corp. 9% 01/15/2029                                                     | USA             | USD                 | 2,006,337       | 0.20               |
| 2,000,000                         | B&G Foods, Inc. 5.25% 09/15/2027                                                        | USA             | USD                 | 1,854,755       | 0.18               |
| 1,500,000                         | Ashtead Capital, Inc., 144A 5.8% 04/15/2034                                             | GBR             | USD                 | 1,489,411       | 0.15               |
|                                   |                                                                                         |                 |                     | 78,435,226      | 7.85               |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 78,435,226      | 7.85               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 81,989,648      | 8.20               |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                                  |                 |                     |                 |                    |
| 11,000,000                        | Martin Midstream Partners LP, 144A 11.5% 02/15/2028                                     | USA             | USD                 | 11,906,510      | 1.19               |
| 10,500,000                        | Carnival Corp., 144A 5.75% 03/01/2027                                                   | USA             | USD                 | 10,379,753      | 1.04               |
| 11,800,000                        | CCO Holdings LLC, 144A 4.5% 08/15/2030                                                  | USA             | USD                 | 9,998,571       | 1.00               |
| 9,000,000                         | Rain Carbon, Inc., 144A 12.25% 09/01/2029                                               | USA             | USD                 | 9,697,797       | 0.97               |
| 9,100,000                         | Mauser Packaging Solutions Holding Co., 144A 9.25% 04/15/2027                           | USA             | USD                 | 9,117,035       | 0.91               |
| 9,000,000                         | 1011778 BC ULC, 144A 6.125% 06/15/2029                                                  | CAN             | USD                 | 9,039,236       | 0.90               |
| 9,300,000                         | Pactiv Evergreen Group Issuer, Inc., 144A 4% 10/15/2027                                 | USA             | USD                 | 8,719,391       | 0.87               |
| 8,000,000                         | Smyrna Ready Mix Concrete LLC, 144A 8.875% 11/15/2031                                   | USA             | USD                 | 8,495,888       | 0.85               |
| 8,900,000                         | Vibrant Technologies, Inc., 144A 9% 02/15/2030                                          | USA             | USD                 | 8,156,583       | 0.82               |
| 8,100,000                         | Allied Universal Holdco LLC, 144A 7.875% 02/15/2031                                     | USA             | USD                 | 8,128,366       | 0.81               |
| 7,800,000                         | EMRLD Borrower LP, 144A 6.625% 12/15/2030                                               | USA             | USD                 | 7,870,606       | 0.79               |
| 7,600,000                         | Northriver Midstream Finance LP, 144A 6.75% 07/15/2032                                  | CAN             | USD                 | 7,618,050       | 0.76               |
|                                   | Apollo Commercial Real Estate Finance, Inc., 144A<br>4.625% 06/15/2029                  | USA             | USD                 | 7,554,930       | 0.76               |
| 9,000,000                         | Jefferson Capital Holdings LLC, 144A 6% 08/15/2026                                      | USA             | USD                 | 7,502,117       | 0.75               |
| 7,400,000                         | FirstCash, Inc., 144A 6.875% 03/01/2032                                                 | USA             | USD                 | 7,408,259       | 0.74               |
| 6,800,000                         | Pilgrim's Pride Corp. 6.875% 05/15/2034                                                 | USA             | USD                 | 7,245,529       | 0.73               |
| 7,200,000                         | RHP Hotel Properties LP, 144A 6.5% 04/01/2032                                           | USA             | USD                 | 7,206,424       | 0.72               |
| 7,500,000                         | Goodyear Tire & Rubber Co. (The) 5% 07/15/2029                                          | USA             | USD                 | 6,988,295       | 0.70               |
| 8,200,000                         | Dornoch Debt Merger Sub, Inc., 144A 6.625% 10/15/2029                                   | USA             | USD                 | 6,982,282       | 0.70               |



## Franklin High Yield Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                         | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 7,300,000                         | Nationstar Mortgage Holdings, Inc., 144A 5.75% 11/15/2031           | USA             | USD                 | 6,867,666       | 0.69               |
| 6,700,000                         | Chesapeake Energy Corp., 144A 6.75% 04/15/2029                      | USA             | USD                 | 6,718,639       | 0.67               |
| 7,100,000                         | Vertiv Group Corp., 144A 4.125% 11/15/2028                          | USA             | USD                 | 6,636,525       | 0.66               |
| 6,900,000                         | Clearway Energy Operating LLC, 144A 4.75% 03/15/2028                | USA             | USD                 | 6,598,053       | 0.66               |
| 6,400,000                         | Six Flags Entertainment Corp., 144A 6.625% 05/01/2032               | USA             | USD                 | 6,507,944       | 0.65               |
| 7,000,000                         | McAfee Corp., 144A 7.375% 02/15/2030                                | USA             | USD                 | 6,471,765       | 0.65               |
| 6,200,000                         | Wynn Resorts Finance LLC, 144A 7.125% 02/15/2031                    | USA             | USD                 | 6,433,143       | 0.64               |
| 6,300,000                         | Bombardier, Inc., 144A 7% 06/01/2032                                | CAN             | USD                 | 6,395,388       | 0.64               |
| 6,700,000                         | PROG Holdings, Inc., 144A 6% 11/15/2029                             | USA             | USD                 | 6,370,164       | 0.64               |
| 6,500,000                         | APX Group, Inc., 144A 5.75% 07/15/2029                              | USA             | USD                 | 6,240,909       | 0.62               |
| 6,900,000                         | DaVita, Inc., 144A 4.625% 06/01/2030                                | USA             | USD                 | 6,240,839       | 0.62               |
| 7,100,000                         | Global Net Lease, Inc., 144A 3.75% 12/15/2027                       | USA             | USD                 | 6,224,398       | 0.62               |
| 6,200,000                         | United Rentals North America, Inc., 144A 6.125% 03/15/2034          | USA             | USD                 | 6,185,137       | 0.62               |
| 5,600,000                         | Jones Deslauriers Insurance Management, Inc., 144A 10.5% 12/15/2030 | CAN             | USD                 | 6,019,059       | 0.60               |
| 6,000,000                         | Ashton Woods USA LLC, 144A 6.625% 01/15/2028                        | USA             | USD                 | 5,997,523       | 0.60               |
| 5,700,000                         | LGI Homes, Inc., 144A 8.75% 12/15/2028                              | USA             | USD                 | 5,940,708       | 0.59               |
| 5,800,000                         | Herc Holdings, Inc., 144A 6.625% 06/15/2029                         | USA             | USD                 | 5,885,537       | 0.59               |
| 6,700,000                         | CSC Holdings LLC, 144A 11.25% 05/15/2028                            | USA             | USD                 | 5,843,175       | 0.58               |
| 5,700,000                         | Banijay Entertainment SASU, 144A 8.125% 05/01/2029                  | FRA             | USD                 | 5,835,010       | 0.58               |
| 5,500,000                         | GGAM Finance Ltd., 144A 8% 06/15/2028                               | IRL             | USD                 | 5,796,593       | 0.58               |
| 5,700,000                         | Enerflex Ltd., 144A 9% 10/15/2027                                   | CAN             | USD                 | 5,791,605       | 0.58               |
| 6,300,000                         | Kedrion SpA, 144A 6.5% 09/01/2029                                   | ITA             | USD                 | 5,783,006       | 0.58               |
| 6,000,000                         | GPD Cos., Inc., 144A 10.125% 04/01/2026                             | USA             | USD                 | 5,741,875       | 0.57               |
| 5,400,000                         | Calderys Financing LLC, 144A 11.25% 06/01/2028                      | FRA             | USD                 | 5,718,892       | 0.57               |
| 5,500,000                         | Allwyn Entertainment Financing UK plc, 144A 7.875% 04/30/2029       | CZE             | USD                 | 5,686,257       | 0.57               |
| 5,500,000                         | EquipmentShare.com, Inc., 144A 9% 05/15/2028                        | USA             | USD                 | 5,682,732       | 0.57               |
| 5,500,000                         | Calumet Specialty Products Partners LP, 144A 9.25% 07/15/2029       | USA             | USD                 | 5,610,000       | 0.56               |
| 6,200,000                         | Grand Canyon University 5.125% 10/01/2028                           | USA             | USD                 | 5,606,722       | 0.56               |
| 6,200,000                         | Fertitta Entertainment LLC, 144A 6.75% 01/15/2030                   | USA             | USD                 | 5,449,468       | 0.55               |
| 5,900,000                         | Fertitta Entertainment LLC, 144A 4.625% 01/15/2029                  | USA             | USD                 | 5,377,501       | 0.54               |
| 5,300,000                         | Alliant Holdings Intermediate LLC, 144A 7% 01/15/2031               | USA             | USD                 | 5,358,535       | 0.54               |
| 6,300,000                         | Virgin Media Secured Finance plc, 144A 4.5% 08/15/2030              | GBR             | USD                 | 5,347,667       | 0.54               |
| 5,300,000                         | Tenet Healthcare Corp. 6.125% 06/15/2030                            | USA             | USD                 | 5,270,837       | 0.53               |
| 5,700,000                         | First Student Bidco, Inc., 144A 4% 07/31/2029                       | USA             | USD                 | 5,141,081       | 0.51               |
| 5,000,000                         | Nabors Industries Ltd., 144A 7.25% 01/15/2026                       | USA             | USD                 | 5,076,390       | 0.51               |
| 5,500,000                         | Sirius XM Radio, Inc., 144A 4% 07/15/2028                           | USA             | USD                 | 4,973,366       | 0.50               |
| 5,600,000                         | Necessity Retail, Inc., 144A 4.5% 09/30/2028                        | USA             | USD                 | 4,932,752       | 0.49               |
| 4,600,000                         | Civitas Resources, Inc., 144A 8.75% 07/01/2031                      | USA             | USD                 | 4,932,120       | 0.49               |
| 4,800,000                         | XPO, Inc., 144A 7.125% 02/01/2032                                   | USA             | USD                 | 4,924,104       | 0.49               |
| 4,680,000                         | Transocean, Inc., 144A 8.75% 02/15/2030                             | USA             | USD                 | 4,917,218       | 0.49               |
| 4,700,000                         | Weatherford International Ltd., 144A 8.625% 04/30/2030              | USA             | USD                 | 4,874,262       | 0.49               |
| 4,700,000                         | Viper Energy, Inc., 144A 7.375% 11/01/2031                          | USA             | USD                 | 4,872,269       | 0.49               |
| 5,200,000                         | Novelis Corp., 144A 4.75% 01/30/2030                                | USA             | USD                 | 4,829,109       | 0.48               |
| 4,866,667                         | American Airlines, Inc., 144A 5.5% 04/20/2026                       | USA             | USD                 | 4,827,908       | 0.48               |
| 5,400,000                         | M/I Homes, Inc. 3.95% 02/15/2030                                    | USA             | USD                 | 4,819,962       | 0.48               |
| 5,000,000                         | Calpine Corp., 144A 5.125% 03/15/2028                               | USA             | USD                 | 4,812,493       | 0.48               |
| 4,700,000                         | Medline Borrower LP, 144A 6.25% 04/01/2029                          | USA             | USD                 | 4,759,070       | 0.48               |
| 5,100,000                         | Prime Security Services Borrower LLC, 144A 3.375% 08/31/2027        | USA             | USD                 | 4,723,138       | 0.47               |
| 4,500,000                         | Civitas Resources, Inc., 144A 8.375% 07/01/2028                     | USA             | USD                 | 4,720,855       | 0.47               |
| 4,600,000                         | Iron Mountain, Inc., 144A 7% 02/15/2029                             | USA             | USD                 | 4,685,565       | 0.47               |
| 4,700,000                         | Cogent Communications Group, Inc., 144A 7% 06/15/2027               | USA             | USD                 | 4,655,603       | 0.47               |
| 4,500,000                         | ZF North America Capital, Inc., 144A 6.875% 04/23/2032              | DEU             | USD                 | 4,655,160       | 0.47               |
| 4,500,000                         | Kodiak Gas Services LLC, 144A 7.25% 02/15/2029                      | USA             | USD                 | 4,616,420       | 0.46               |
| 4,900,000                         | Directv Financing LLC, 144A 5.875% 08/15/2027                       | USA             | USD                 | 4,612,965       | 0.46               |
| 4,400,000                         | Adient Global Holdings Ltd., 144A 8.25% 04/15/2031                  | USA             | USD                 | 4,596,504       | 0.46               |
| 4,292,000                         | Evergreen Acqco 1 LP, 144A 9.75% 04/26/2028                         | USA             | USD                 | 4,589,371       | 0.46               |
| 5,500,000                         | Bausch Health Cos., Inc., 144A 6.125% 02/01/2027                    | USA             | USD                 | 4,584,937       | 0.46               |
| 4,500,000                         | Vistra Operations Co. LLC, 144A 6.875% 04/15/2032                   | USA             | USD                 | 4,571,717       | 0.46               |
| 4,500,000                         | Garrett Motion Holdings, Inc., 144A 7.75% 05/31/2032                | USA             | USD                 | 4,564,157       | 0.46               |
| 4,600,000                         | Vistra Operations Co. LLC, 144A 5.625% 02/15/2027                   | USA             | USD                 | 4,526,197       | 0.45               |
| 4,500,000                         | Eco Material Technologies, Inc., 144A 7.875% 01/31/2027             | USA             | USD                 | 4,515,349       | 0.45               |
| 4,500,000                         | Matador Resources Co., 144A 6.5% 04/15/2032                         | USA             | USD                 | 4,503,686       | 0.45               |
| 5,000,000                         | Albertsons Cos., Inc., 144A 3.5% 03/15/2029                         | USA             | USD                 | 4,501,710       | 0.45               |
| 4,500,000                         | Wangler Holdco Corp., 144A 6.625% 04/01/2032                        | CAN             | USD                 | 4,483,702       | 0.45               |
| 4,400,000                         | Coty, Inc., 144A 6.625% 07/15/2030                                  | USA             | USD                 | 4,468,587       | 0.45               |
| 4,900,000                         | Constellium SE, 144A 3.75% 04/15/2029                               | USA             | USD                 | 4,449,356       | 0.45               |



**Franklin High Yield Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 4,400,000                         | Acrisure LLC, 144A 7.5% 11/06/2030                               | USA             | USD                 | 4,406,436       | 0.44               |
| 4,300,000                         | Esab Corp., 144A 6.25% 04/15/2029                                | USA             | USD                 | 4,331,162       | 0.43               |
| 4,600,000                         | Sunoco LP 4.5% 05/15/2029                                        | USA             | USD                 | 4,305,462       | 0.43               |
| 7,900,000                         | MPH Acquisition Holdings LLC, 144A 5.75% 11/01/2028              | USA             | USD                 | 4,259,167       | 0.43               |
| 4,600,000                         | Primo Water Holdings, Inc., 144A 4.375% 04/30/2029               | CAN             | USD                 | 4,241,499       | 0.42               |
| 10,200,000                        | CommScope, Inc., 144A 7.125% 07/01/2028                          | USA             | USD                 | 4,238,702       | 0.42               |
| 4,400,000                         | Forestar Group, Inc., 144A 3.85% 05/15/2026                      | USA             | USD                 | 4,220,073       | 0.42               |
| 4,000,000                         | Venture Global LNG, Inc., 144A 8.125% 06/01/2028                 | USA             | USD                 | 4,124,028       | 0.41               |
| 4,000,000                         | Fortress Intermediate 3, Inc., 144A 7.5% 06/01/2031              | USA             | USD                 | 4,103,200       | 0.41               |
| 4,400,000                         | Tenet Healthcare Corp. 4.25% 06/01/2029                          | USA             | USD                 | 4,101,147       | 0.41               |
| 4,300,000                         | Station Casinos LLC, 144A 4.5% 02/15/2028                        | USA             | USD                 | 4,050,108       | 0.41               |
| 10,000,000                        | Altice France Holding SA, 144A 10.5% 05/15/2027                  | LUX             | USD                 | 4,002,798       | 0.40               |
| 3,800,000                         | CITGO Petroleum Corp., 144A 8.375% 01/15/2029                    | USA             | USD                 | 3,920,015       | 0.39               |
| 4,000,000                         | Wynn Las Vegas LLC, 144A 5.25% 05/15/2027                        | USA             | USD                 | 3,904,303       | 0.39               |
| 3,800,000                         | Bausch & Lomb Corp., 144A 8.375% 10/01/2028                      | USA             | USD                 | 3,895,000       | 0.39               |
| 4,000,000                         | Gartner, Inc., 144A 4.5% 07/01/2028                              | USA             | USD                 | 3,858,623       | 0.39               |
| 3,800,000                         | Caesars Entertainment, Inc., 144A 6.5% 02/15/2032                | USA             | USD                 | 3,821,124       | 0.38               |
| 4,000,000                         | VICI Properties LP, 144A 3.75% 02/15/2027                        | USA             | USD                 | 3,802,566       | 0.38               |
| 3,600,000                         | EquipmentShare.com, Inc., 144A 8.625% 05/15/2032                 | USA             | USD                 | 3,737,419       | 0.37               |
| 4,100,000                         | H&E Equipment Services, Inc., 144A 3.875% 12/15/2028             | USA             | USD                 | 3,704,036       | 0.37               |
| 3,600,000                         | Acrisure LLC, 144A 8.5% 06/15/2029                               | USA             | USD                 | 3,640,230       | 0.36               |
| 3,500,000                         | Venture Global LNG, Inc., 144A 8.375% 06/01/2031                 | USA             | USD                 | 3,632,916       | 0.36               |
| 3,600,000                         | Miter Brands Acquisition Holdco, Inc., 144A 6.75% 04/01/2032     | USA             | USD                 | 3,627,853       | 0.36               |
| 3,800,000                         | VM Consolidated, Inc., 144A 5.5% 04/15/2029                      | USA             | USD                 | 3,627,808       | 0.36               |
| 3,600,000                         | Viking Cruises Ltd., 144A 7% 02/15/2029                          | USA             | USD                 | 3,621,898       | 0.36               |
| 3,600,000                         | Post Holdings, Inc., 144A 6.25% 02/15/2032                       | USA             | USD                 | 3,609,176       | 0.36               |
| 3,500,000                         | HUB International Ltd., 144A 7.25% 06/15/2030                    | USA             | USD                 | 3,590,496       | 0.36               |
| 3,300,000                         | Neogen Food Safety Corp., 144A 8.625% 07/20/2030                 | USA             | USD                 | 3,568,198       | 0.36               |
| 3,500,000                         | PRA Group, Inc., 144A 8.875% 01/31/2030                          | USA             | USD                 | 3,497,030       | 0.35               |
| 3,400,000                         | Caesars Entertainment, Inc., 144A 7% 02/15/2030                  | USA             | USD                 | 3,475,840       | 0.35               |
| 3,400,000                         | Hess Midstream Operations LP, 144A 6.5% 06/01/2029               | USA             | USD                 | 3,448,917       | 0.35               |
| 5,000,000                         | Altice France SA, 144A 5.5% 01/15/2028                           | FRA             | USD                 | 3,430,110       | 0.34               |
| 3,300,000                         | StoneX Group, Inc., 144A 7.875% 03/01/2031                       | USA             | USD                 | 3,406,234       | 0.34               |
| 3,700,000                         | TTM Technologies, Inc., 144A 4% 03/01/2029                       | USA             | USD                 | 3,399,468       | 0.34               |
| 3,300,000                         | Dream Finders Homes, Inc., 144A 8.25% 08/15/2028                 | USA             | USD                 | 3,382,536       | 0.34               |
| 3,300,000                         | Encore Capital Group, Inc., 144A 8.5% 05/15/2030                 | USA             | USD                 | 3,363,508       | 0.34               |
| 3,400,000                         | Kinetik Holdings LP, 144A 5.875% 06/15/2030                      | USA             | USD                 | 3,352,521       | 0.34               |
| 3,000,000                         | Carnival Holdings Bermuda Ltd., 144A 10.375% 05/01/2028          | USA             | USD                 | 3,249,822       | 0.33               |
| 3,800,000                         | Clearway Energy Operating LLC, 144A 3.75% 01/15/2032             | USA             | USD                 | 3,236,952       | 0.32               |
| 3,100,000                         | PRA Group, Inc., 144A 8.375% 02/01/2028                          | USA             | USD                 | 3,091,780       | 0.31               |
| 3,300,000                         | Calpine Corp., 144A 5% 02/01/2031                                | USA             | USD                 | 3,081,959       | 0.31               |
| 3,000,000                         | Mauser Packaging Solutions Holding Co., 144A 7.875% 04/15/2027   | USA             | USD                 | 3,063,724       | 0.31               |
| 2,900,000                         | Greystar Real Estate Partners LLC, 144A 7.75% 09/01/2030         | USA             | USD                 | 3,056,246       | 0.31               |
| 3,000,000                         | Clear Channel Outdoor Holdings, Inc., 144A 7.875% 04/01/2030     | USA             | USD                 | 3,022,053       | 0.30               |
| 3,300,000                         | SunCoke Energy, Inc., 144A 4.875% 06/30/2029                     | USA             | USD                 | 2,993,324       | 0.30               |
| 3,600,000                         | Glatfelter Corp., 144A 4.75% 11/15/2029                          | USA             | USD                 | 2,979,878       | 0.30               |
| 3,200,000                         | DT Midstream, Inc., 144A 4.125% 06/15/2029                       | USA             | USD                 | 2,958,883       | 0.30               |
| 2,800,000                         | Hanesbrands, Inc., 144A 9% 02/15/2031                            | USA             | USD                 | 2,936,097       | 0.29               |
| 3,000,000                         | Delta Air Lines, Inc., 144A 4.75% 10/20/2028                     | USA             | USD                 | 2,922,890       | 0.29               |
| 3,300,000                         | Rocket Software, Inc., 144A 6.5% 02/15/2029                      | USA             | USD                 | 2,880,236       | 0.29               |
| 3,000,000                         | Calpine Corp., 144A 4.5% 02/15/2028                              | USA             | USD                 | 2,852,752       | 0.29               |
| 3,100,000                         | CCO Holdings LLC, 144A 5.375% 06/01/2029                         | USA             | USD                 | 2,823,137       | 0.28               |
| 2,700,000                         | US Foods, Inc., 144A 7.25% 01/15/2032                            | USA             | USD                 | 2,805,413       | 0.28               |
| 3,000,000                         | VICI Properties LP, Reg. S 3.875% 02/15/2029                     | USA             | USD                 | 2,776,206       | 0.28               |
| 2,700,000                         | Gates Corp. (The), 144A 6.875% 07/01/2029                        | USA             | USD                 | 2,750,463       | 0.28               |
| 2,600,000                         | Adient Global Holdings Ltd., 144A 7% 04/15/2028                  | USA             | USD                 | 2,663,469       | 0.27               |
| 3,700,000                         | ModivCare Escrow Issuer, Inc., 144A 5% 10/01/2029                | USA             | USD                 | 2,611,098       | 0.26               |
| 2,800,000                         | Calpine Corp., 144A 4.625% 02/01/2029                            | USA             | USD                 | 2,600,252       | 0.26               |
| 2,900,000                         | Cablevision Lightpath LLC, 144A 3.875% 09/15/2027                | USA             | USD                 | 2,567,377       | 0.26               |
| 2,500,000                         | EnLink Midstream LLC, 144A 6.5% 09/01/2030                       | USA             | USD                 | 2,560,452       | 0.26               |
| 2,500,000                         | TransDigm, Inc., 144A 6.625% 03/01/2032                          | USA             | USD                 | 2,528,274       | 0.25               |
| 3,600,000                         | Community Health Systems, Inc., 144A 6.125% 04/01/2030           | USA             | USD                 | 2,522,938       | 0.25               |
| 2,500,000                         | Iliad Holding SASU, 144A 7% 10/15/2028                           | FRA             | USD                 | 2,481,197       | 0.25               |
| 3,000,000                         | Community Health Systems, Inc., 144A 5.25% 05/15/2030            | USA             | USD                 | 2,476,236       | 0.25               |
| 2,400,000                         | Iliad Holding SASU, 144A 6.5% 10/15/2026                         | FRA             | USD                 | 2,391,505       | 0.24               |
| 2,100,000                         | Teva Pharmaceutical Finance Netherlands III BV 8.125% 09/15/2031 | ISR             | USD                 | 2,337,527       | 0.23               |
| 2,500,000                         | Ladder Capital Finance Holdings LLLP, 144A 4.75% 06/15/2029      | USA             | USD                 | 2,311,328       | 0.23               |

## Franklin High Yield Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                    | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|----------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 2,500,000                         | Venture Global Calcasieu Pass LLC, 144A 3.875% 08/15/2029      | USA             | USD                 | 2,278,450       | 0.23               |
| 2,300,000                         | Oceaneering International, Inc. 6% 02/01/2028                  | USA             | USD                 | 2,275,945       | 0.23               |
| 2,200,000                         | GGAM Finance Ltd., 144A 8% 02/15/2027                          | IRL             | USD                 | 2,273,894       | 0.23               |
| 2,400,000                         | United Airlines, Inc., 144A 4.625% 04/15/2029                  | USA             | USD                 | 2,237,100       | 0.22               |
| 2,000,000                         | Venture Global LNG, Inc., 144A 9.5% 02/01/2029                 | USA             | USD                 | 2,191,443       | 0.22               |
| 2,100,000                         | RHP Hotel Properties LP, 144A 7.25% 07/15/2028                 | USA             | USD                 | 2,173,187       | 0.22               |
| 2,500,000                         | Grifols SA, 144A 4.75% 10/15/2028                              | ESP             | USD                 | 2,159,837       | 0.22               |
| 2,400,000                         | Gartner, Inc., 144A 3.75% 10/01/2030                           | USA             | USD                 | 2,154,527       | 0.22               |
| 2,300,000                         | Community Health Systems, Inc., 144A 5.625% 03/15/2027         | USA             | USD                 | 2,143,858       | 0.21               |
| 2,100,000                         | Ritchie Bros Holdings, Inc., 144A 6.75% 03/15/2028             | CAN             | USD                 | 2,140,513       | 0.21               |
| 2,100,000                         | Nabors Industries, Inc., 144A 7.375% 05/15/2027                | USA             | USD                 | 2,137,739       | 0.21               |
| 2,500,000                         | CSC Holdings LLC, 144A 11.75% 01/31/2029                       | USA             | USD                 | 2,133,698       | 0.21               |
| 2,000,000                         | Ritchie Bros Holdings, Inc., 144A 7.75% 03/15/2031             | CAN             | USD                 | 2,091,212       | 0.21               |
| 2,200,000                         | Iron Mountain, Inc., 144A 5.625% 07/15/2032                    | USA             | USD                 | 2,090,977       | 0.21               |
| 2,000,000                         | Community Health Systems, Inc., 144A 10.875% 01/15/2032        | USA             | USD                 | 2,084,073       | 0.21               |
| 2,000,000                         | Outfront Media Capital LLC, 144A 7.375% 02/15/2031             | USA             | USD                 | 2,083,868       | 0.21               |
| 2,200,000                         | Jane Street Group, 144A 4.5% 11/15/2029                        | USA             | USD                 | 2,065,564       | 0.21               |
| 2,300,000                         | Community Health Systems, Inc., 144A 6% 01/15/2029             | USA             | USD                 | 2,031,813       | 0.20               |
| 2,100,000                         | Hilcorp Energy I LP, 144A 6% 02/01/2031                        | USA             | USD                 | 2,012,188       | 0.20               |
| 2,400,000                         | Clear Channel Outdoor Holdings, Inc., 144A 7.5% 06/01/2029     | USA             | USD                 | 2,007,900       | 0.20               |
| 2,000,000                         | Tenet Healthcare Corp. 6.125% 10/01/2028                       | USA             | USD                 | 1,991,509       | 0.20               |
| 1,992,000                         | Owens-Brockway Glass Container, Inc., 144A 6.625% 05/13/2027   | USA             | USD                 | 1,990,030       | 0.20               |
| 2,000,000                         | CrownRock LP, 144A 5% 05/01/2029                               | USA             | USD                 | 1,985,128       | 0.20               |
| 2,100,000                         | Calumet Specialty Products Partners LP, 144A 8.125% 01/15/2027 | USA             | USD                 | 1,982,030       | 0.20               |
| 1,920,000                         | Antero Resources Corp., 144A 7.625% 02/01/2029                 | USA             | USD                 | 1,978,362       | 0.20               |
| 2,100,000                         | Arcosa, Inc., 144A 4.375% 04/15/2029                           | USA             | USD                 | 1,952,085       | 0.20               |
| 1,900,000                         | Concentra Escrow Issuer Corp., 144A 6.875% 07/15/2032          | USA             | USD                 | 1,927,379       | 0.19               |
| 1,900,000                         | Royal Caribbean Cruises Ltd., 144A 6.25% 03/15/2032            | USA             | USD                 | 1,917,149       | 0.19               |
| 2,315,250                         | Kobe US Midco 2, Inc., 144A 0% 11/01/2026                      | USA             | USD                 | 1,905,404       | 0.19               |
| 2,200,000                         | PRA Group, Inc., 144A 5% 10/01/2029                            | USA             | USD                 | 1,886,176       | 0.19               |
| 2,000,000                         | Caesars Entertainment, Inc., 144A 4.625% 10/15/2029            | USA             | USD                 | 1,834,981       | 0.18               |
| 1,800,000                         | Vital Energy, Inc., 144A 7.875% 04/15/2032                     | USA             | USD                 | 1,831,176       | 0.18               |
| 1,900,000                         | Hilcorp Energy I LP, 144A 6.25% 04/15/2032                     | USA             | USD                 | 1,828,624       | 0.18               |
| 1,800,000                         | Zebra Technologies Corp., 144A 6.5% 06/01/2032                 | USA             | USD                 | 1,821,608       | 0.18               |
| 2,000,000                         | Venture Global Calcasieu Pass LLC, 144A 4.125% 08/15/2031      | USA             | USD                 | 1,796,041       | 0.18               |
| 1,800,000                         | Viking Cruises Ltd., 144A 5.875% 09/15/2027                    | USA             | USD                 | 1,782,503       | 0.18               |
| 1,800,000                         | Royal Caribbean Cruises Ltd., 144A 5.375% 07/15/2027           | USA             | USD                 | 1,773,579       | 0.18               |
| 1,700,000                         | Endo Finance Holdings, Inc., 144A 8.5% 04/15/2031              | USA             | USD                 | 1,756,486       | 0.18               |
| 1,900,000                         | Element Solutions, Inc., 144A 3.875% 09/01/2028                | USA             | USD                 | 1,747,848       | 0.17               |
| 1,800,000                         | Antero Resources Corp., 144A 5.375% 03/01/2030                 | USA             | USD                 | 1,743,079       | 0.17               |
| 1,700,000                         | Carnival Corp., 144A 7.625% 03/01/2026                         | USA             | USD                 | 1,718,003       | 0.17               |
| 1,700,000                         | Freedom Mortgage Holdings LLC, 144A 9.25% 02/01/2029           | USA             | USD                 | 1,700,373       | 0.17               |
| 1,800,000                         | News Corp., 144A 3.875% 05/15/2029                             | USA             | USD                 | 1,658,482       | 0.17               |
| 1,800,000                         | Allison Transmission, Inc., 144A 3.75% 01/30/2031              | USA             | USD                 | 1,579,765       | 0.16               |
| 2,500,000                         | Ardagh Packaging Finance plc, 144A 5.25% 08/15/2027            | USA             | USD                 | 1,559,779       | 0.16               |
| 1,700,000                         | Gartner, Inc., 144A 3.625% 06/15/2029                          | USA             | USD                 | 1,558,365       | 0.16               |
| 1,900,000                         | Bausch Health Cos., Inc., 144A 5.75% 08/15/2027                | USA             | USD                 | 1,515,929       | 0.15               |
| 1,500,000                         | Alliant Holdings Intermediate LLC, 144A 6.75% 10/15/2027       | USA             | USD                 | 1,480,897       | 0.15               |
| 1,400,000                         | Encore Capital Group, Inc., 144A 9.25% 04/01/2029              | USA             | USD                 | 1,460,649       | 0.15               |
| 1,600,000                         | Outfront Media Capital LLC, 144A 4.25% 01/15/2029              | USA             | USD                 | 1,460,608       | 0.15               |
| 1,400,000                         | WESCO Distribution, Inc., 144A 6.375% 03/15/2029               | USA             | USD                 | 1,406,808       | 0.14               |
| 1,500,000                         | Boyne USA, Inc., 144A 4.75% 05/15/2029                         | USA             | USD                 | 1,400,602       | 0.14               |
| 1,300,000                         | Chobani LLC, 144A 7.625% 07/01/2029                            | USA             | USD                 | 1,340,503       | 0.13               |
| 1,400,000                         | Medline Borrower LP, 144A 5.25% 10/01/2029                     | USA             | USD                 | 1,337,143       | 0.13               |
| 1,400,000                         | Pactiv Evergreen Group Issuer LLC, 144A 4.375% 10/15/2028      | USA             | USD                 | 1,308,496       | 0.13               |
| 1,300,000                         | Sunoco LP 6% 04/15/2027                                        | USA             | USD                 | 1,299,120       | 0.13               |
| 1,700,000                         | Braskem Idesa SAPI, 144A 6.99% 02/20/2032                      | MEX             | USD                 | 1,290,834       | 0.13               |
| 1,200,000                         | Clear Channel Outdoor Holdings, Inc., 144A 9% 09/15/2028       | USA             | USD                 | 1,257,481       | 0.13               |
| 1,200,000                         | Boeing Co. (The), 144A 6.528% 05/01/2034                       | USA             | USD                 | 1,229,293       | 0.12               |
| 1,200,000                         | United Airlines, Inc., 144A 4.375% 04/15/2026                  | USA             | USD                 | 1,160,601       | 0.12               |
| 1,100,000                         | Vistra Operations Co. LLC, 144A 7.75% 10/15/2031               | USA             | USD                 | 1,146,394       | 0.11               |
| 1,100,000                         | Macquarie Airfinance Holdings Ltd., 144A 6.5% 03/26/2031       | GBR             | USD                 | 1,131,910       | 0.11               |
| 1,000,000                         | Nabors Industries, Inc., 144A 9.125% 01/31/2030                | USA             | USD                 | 1,036,785       | 0.10               |
| 1,000,000                         | Jefferson Capital Holdings LLC, 144A 9.5% 02/15/2029           | USA             | USD                 | 1,031,810       | 0.10               |
| 1,000,000                         | PBF Holding Co. LLC, 144A 7.875% 09/15/2030                    | USA             | USD                 | 1,024,551       | 0.10               |
| 1,000,000                         | Venture Global Calcasieu Pass LLC, 144A 6.25% 01/15/2030       | USA             | USD                 | 1,015,521       | 0.10               |
| 1,000,000                         | Alliant Holdings Intermediate LLC, 144A 6.75% 04/15/2028       | USA             | USD                 | 1,002,537       | 0.10               |

**Franklin High Yield Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                                                                        | Description                                                     | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,000,000                                                                                                                                | Owens-Brockway Glass Container, Inc., 144A 7.25% 05/15/2031     | USA             | USD                 | 999,514         | 0.10               |
| 1,100,000                                                                                                                                | Outfront Media Capital LLC, 144A 4.625% 03/15/2030              | USA             | USD                 | 992,126         | 0.10               |
| 1,100,000                                                                                                                                | FMG Resources August 2006 Pty. Ltd., 144A 4.375% 04/01/2031     | AUS             | USD                 | 984,537         | 0.10               |
| 900,000                                                                                                                                  | Macquarie Airfinance Holdings Ltd., 144A 6.4% 03/26/2029        | GBR             | USD                 | 915,868         | 0.09               |
| 800,000                                                                                                                                  | EQM Midstream Partners LP, 144A 7.5% 06/01/2027                 | USA             | USD                 | 817,565         | 0.08               |
| 1,200,000                                                                                                                                | Viasat, Inc., 144A 7.5% 05/30/2031                              | USA             | USD                 | 798,646         | 0.08               |
| 800,000                                                                                                                                  | Royal Caribbean Cruises Ltd., 144A 5.5% 08/31/2026              | USA             | USD                 | 791,627         | 0.08               |
| 700,000                                                                                                                                  | LABL, Inc., 144A 9.5% 11/01/2028                                | USA             | USD                 | 706,390         | 0.07               |
| 700,000                                                                                                                                  | American Airlines, Inc., 144A 5.75% 04/20/2029                  | USA             | USD                 | 681,663         | 0.07               |
| 600,000                                                                                                                                  | Transocean Titan Financing Ltd., 144A 8.375% 02/01/2028         | USA             | USD                 | 619,852         | 0.06               |
| 590,000                                                                                                                                  | LCPR Senior Secured Financing DAC, 144A 6.75% 10/15/2027        | PRI             | USD                 | 553,196         | 0.06               |
| 600,000                                                                                                                                  | 1011778 BC ULC, 144A 4% 10/15/2030                              | CAN             | USD                 | 528,564         | 0.05               |
| 500,000                                                                                                                                  | Community Health Systems, Inc., 144A 8% 12/15/2027              | USA             | USD                 | 496,230         | 0.05               |
| 400,000                                                                                                                                  | Bausch Health Cos., Inc., 144A 11% 09/30/2028                   | USA             | USD                 | 357,000         | 0.04               |
| 225,000                                                                                                                                  | 1375209 BC Ltd., 144A 9% 01/30/2028                             | CAN             | USD                 | 216,637         | 0.02               |
| 9,500,000                                                                                                                                | Diamond Sports Group LLC, 144A 5.375% 08/15/2026 <sup>§</sup>   | USA             | USD                 | 195,937         | 0.02               |
| 76,000                                                                                                                                   | Rain CII Carbon LLC, 144A 7.25% 04/01/2025                      | USA             | USD                 | 74,570          | 0.01               |
| 78,000                                                                                                                                   | Bausch Health Cos., Inc., 144A 14% 10/15/2030                   | USA             | USD                 | 60,450          | 0.01               |
| 680,856                                                                                                                                  | Anagram Holdings LLC, 144A 10% 08/15/2026 <sup>§</sup>          | USA             | USD                 | 10,195          | —                  |
|                                                                                                                                          |                                                                 |                 |                     | 864,713,821     | 86.51              |
| <b>Government and Municipal Bonds</b>                                                                                                    |                                                                 |                 |                     |                 |                    |
| 42,055,000                                                                                                                               | FHLB 0% 07/01/2024                                              | USA             | USD                 | 42,036,776      | 4.21               |
|                                                                                                                                          |                                                                 |                 |                     | 42,036,776      | 4.21               |
| <b>TOTAL BONDS</b>                                                                                                                       |                                                                 |                 |                     | 906,750,597     | 90.72              |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                                            |                                                                 |                 |                     | 906,750,597     | 90.72              |
| TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                                                                 |                 |                     |                 |                    |
| <b>SHARES</b>                                                                                                                            |                                                                 |                 |                     |                 |                    |
| 19                                                                                                                                       | <b>Specialty Retail</b><br>Party City Holdco, Inc.**            | USA             | USD                 | —               | —                  |
|                                                                                                                                          |                                                                 |                 |                     | —               | —                  |
| <b>TOTAL SHARES</b>                                                                                                                      |                                                                 |                 |                     | —               | —                  |
| <b>BONDS</b>                                                                                                                             |                                                                 |                 |                     |                 |                    |
| <b>Corporate Bonds</b>                                                                                                                   |                                                                 |                 |                     |                 |                    |
| 1,800,000                                                                                                                                | Presidio Holdings, Inc., 144A 8.25% 02/01/2028**                | USA             | USD                 | 1,837,134       | 0.18               |
| 2,323,000                                                                                                                                | Endo, Inc. Escrow Account 0% 04/01/2027**                       | USA             | USD                 | —               | —                  |
| 3,974,000                                                                                                                                | Endo, Inc. Escrow Account 0% 07/31/2027**                       | USA             | USD                 | —               | —                  |
| 789,000                                                                                                                                  | Endo, Inc. Escrow Account 0% 06/30/2028**                       | USA             | USD                 | —               | —                  |
| 11,366,019                                                                                                                               | Murray Energy Corp., 144A, FRN 0.004% 04/15/2024** <sup>§</sup> | USA             | USD                 | —               | —                  |
|                                                                                                                                          |                                                                 |                 |                     | 1,837,134       | 0.18               |
| <b>TOTAL BONDS</b>                                                                                                                       |                                                                 |                 |                     | 1,837,134       | 0.18               |
| <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                                                                 |                 |                     | 1,837,134       | 0.18               |
| <b>TOTAL INVESTMENTS</b>                                                                                                                 |                                                                 |                 |                     | 990,577,379     | 99.10              |

<sup>§</sup> These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Income Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 100,000                           | Lockheed Martin Corp.                                                     | USA             | USD                 | 46,710,000      | 0.84               |
| 224,000                           | RTX Corp.                                                                 | USA             | USD                 | 22,487,360      | 0.40               |
|                                   |                                                                           |                 |                     | 69,197,360      | 1.24               |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 250,000                           | United Parcel Service, Inc. 'B'                                           | USA             | USD                 | 34,212,500      | 0.61               |
|                                   |                                                                           |                 |                     | 34,212,500      | 0.61               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 165,000                           | PNC Financial Services Group, Inc. (The)                                  | USA             | USD                 | 25,654,200      | 0.46               |
| 600,000                           | US Bancorp                                                                | USA             | USD                 | 23,820,000      | 0.43               |
| 300,000                           | Bank of America Corp.                                                     | USA             | USD                 | 11,931,000      | 0.21               |
| 385,000                           | DBS Group Holdings Ltd.                                                   | SGP             | SGD                 | 10,140,813      | 0.18               |
| 250,000                           | Truist Financial Corp.                                                    | USA             | USD                 | 9,712,500       | 0.18               |
|                                   |                                                                           |                 |                     | 81,258,513      | 1.46               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 200,000                           | PepsiCo, Inc.                                                             | USA             | USD                 | 32,986,000      | 0.59               |
|                                   |                                                                           |                 |                     | 32,986,000      | 0.59               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 450,000                           | BASF SE                                                                   | DEU             | EUR                 | 21,757,204      | 0.39               |
| 450,000                           | Albemarle Corp. Preference 7.25%                                          | USA             | USD                 | 20,997,000      | 0.38               |
|                                   |                                                                           |                 |                     | 42,754,204      | 0.77               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 550,000                           | Cisco Systems, Inc.                                                       | USA             | USD                 | 26,130,500      | 0.47               |
|                                   |                                                                           |                 |                     | 26,130,500      | 0.47               |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 520,300                           | Verizon Communications, Inc.                                              | USA             | USD                 | 21,457,172      | 0.39               |
|                                   |                                                                           |                 |                     | 21,457,172      | 0.39               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 358,220                           | American Electric Power Co., Inc.                                         | USA             | USD                 | 31,430,223      | 0.56               |
| 395,041                           | NextEra Energy, Inc.                                                      | USA             | USD                 | 27,972,853      | 0.50               |
| 200,000                           | Duke Energy Corp.                                                         | USA             | USD                 | 20,046,000      | 0.36               |
| 300,000                           | Xcel Energy, Inc.                                                         | USA             | USD                 | 16,023,000      | 0.29               |
|                                   |                                                                           |                 |                     | 95,472,076      | 1.71               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 375,000                           | Nestle SA                                                                 | USA             | CHF                 | 38,279,989      | 0.69               |
|                                   |                                                                           |                 |                     | 38,279,989      | 0.69               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 350,000                           | Medtronic plc                                                             | USA             | USD                 | 27,548,500      | 0.49               |
|                                   |                                                                           |                 |                     | 27,548,500      | 0.49               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 400,000                           | CVS Health Corp.                                                          | USA             | USD                 | 23,624,000      | 0.42               |
|                                   |                                                                           |                 |                     | 23,624,000      | 0.42               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 100,000                           | Starbucks Corp.                                                           | USA             | USD                 | 7,785,000       | 0.14               |
|                                   |                                                                           |                 |                     | 7,785,000       | 0.14               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 100,000                           | Honeywell International, Inc.                                             | USA             | USD                 | 21,354,000      | 0.38               |
|                                   |                                                                           |                 |                     | 21,354,000      | 0.38               |
|                                   | <b>Insurance</b>                                                          |                 |                     |                 |                    |
| 25,000                            | Zurich Insurance Group AG                                                 | CHE             | CHF                 | 13,318,142      | 0.24               |
|                                   |                                                                           |                 |                     | 13,318,142      | 0.24               |
|                                   | <b>Metals &amp; Mining</b>                                                |                 |                     |                 |                    |
| 500,000                           | Rio Tinto plc, ADR                                                        | AUS             | USD                 | 32,965,000      | 0.59               |
| 750,000                           | Barrick Gold Corp.                                                        | CAN             | USD                 | 12,510,000      | 0.23               |
| 200,000                           | Newmont Corp.                                                             | USA             | USD                 | 8,374,000       | 0.15               |
|                                   |                                                                           |                 |                     | 53,849,000      | 0.97               |
|                                   | <b>Multi-Utilities</b>                                                    |                 |                     |                 |                    |
| 600,000                           | Dominion Energy, Inc.                                                     | USA             | USD                 | 29,400,000      | 0.53               |
| 250,000                           | DTE Energy Co.                                                            | USA             | USD                 | 27,752,500      | 0.50               |

**Franklin Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                            | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 250,000                           | Sempra                                                 | USA             | USD                 | 19,015,000      | 0.34               |
|                                   |                                                        |                 |                     | 76,167,500      | 1.37               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                 |                 |                     |                 |                    |
| 525,152                           | Chevron Corp.                                          | USA             | USD                 | 82,144,276      | 1.47               |
| 462,138                           | Exxon Mobil Corp.                                      | USA             | USD                 | 53,201,326      | 0.96               |
| 500,000                           | TotalEnergies SE, ADR                                  | FRA             | USD                 | 33,340,000      | 0.60               |
| 125,000                           | ConocoPhillips                                         | USA             | USD                 | 14,297,500      | 0.26               |
|                                   |                                                        |                 |                     | 182,983,102     | 3.29               |
|                                   | <b>Pharmaceuticals</b>                                 |                 |                     |                 |                    |
| 450,000                           | Johnson & Johnson                                      | USA             | USD                 | 65,772,000      | 1.18               |
| 1,500,000                         | Roche Holding AG, ADR                                  | USA             | USD                 | 52,005,000      | 0.93               |
| 1,449,505                         | Pfizer, Inc.                                           | USA             | USD                 | 40,557,150      | 0.73               |
| 700,000                           | Bristol-Myers Squibb Co.                               | USA             | USD                 | 29,071,000      | 0.52               |
| 500,000                           | Sanofi SA, ADR                                         | USA             | USD                 | 24,260,000      | 0.44               |
| 400,000                           | Bayer AG                                               | DEU             | EUR                 | 11,276,783      | 0.20               |
| 137,820                           | Endo, Inc.                                             | USA             | USD                 | 3,893,415       | 0.07               |
| 52,693                            | Endo, Inc.                                             | USA             | USD                 | 1,481,990       | 0.03               |
|                                   |                                                        |                 |                     | 228,317,338     | 4.10               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>    |                 |                     |                 |                    |
| 915,000                           | Intel Corp.                                            | USA             | USD                 | 28,337,550      | 0.51               |
|                                   |                                                        |                 |                     | 28,337,550      | 0.51               |
|                                   | <b>Specialty Retail</b>                                |                 |                     |                 |                    |
| 160,900                           | Home Depot, Inc. (The)                                 | USA             | USD                 | 55,388,216      | 0.99               |
|                                   |                                                        |                 |                     | 55,388,216      | 0.99               |
|                                   | <b>Tobacco</b>                                         |                 |                     |                 |                    |
| 400,000                           | Philip Morris International, Inc.                      | USA             | USD                 | 40,532,000      | 0.73               |
|                                   |                                                        |                 |                     | 40,532,000      | 0.73               |
|                                   | <b>TOTAL SHARES</b>                                    |                 |                     | 1,200,952,662   | 21.56              |
|                                   | <b>BONDS</b>                                           |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                 |                 |                     |                 |                    |
| 30,000,000                        | Boeing Co. (The) 5.15% 05/01/2030                      | USA             | USD                 | 28,817,492      | 0.52               |
| 20,500,000                        | United Rentals North America, Inc. 3.875% 02/15/2031   | USA             | USD                 | 18,307,753      | 0.33               |
| 17,500,000                        | General Motors Financial Co., Inc. 4.3% 04/06/2029     | USA             | USD                 | 16,632,437      | 0.30               |
| 17,000,000                        | BAT Capital Corp. 3.557% 08/15/2027                    | GBR             | USD                 | 16,152,523      | 0.29               |
| 15,000,000                        | ArcelorMittal SA 6.55% 11/29/2027                      | LUX             | USD                 | 15,473,725      | 0.28               |
| 15,000,000                        | Petrobras Global Finance BV 6.5% 07/03/2033            | BRA             | USD                 | 14,948,337      | 0.27               |
| 15,000,000                        | HCA, Inc. 5.5% 06/01/2033                              | USA             | USD                 | 14,882,934      | 0.27               |
| 15,000,000                        | Reynolds American, Inc. 5.7% 08/15/2035                | GBR             | USD                 | 14,657,077      | 0.26               |
| 15,000,000                        | Ford Motor Credit Co. LLC 5.113% 05/03/2029            | USA             | USD                 | 14,497,376      | 0.26               |
| 12,975,000                        | ArcelorMittal SA 6.8% 11/29/2032                       | LUX             | USD                 | 13,677,850      | 0.25               |
| 13,000,000                        | HP, Inc. 5.5% 01/15/2033                               | USA             | USD                 | 13,093,039      | 0.23               |
| 12,000,000                        | Occidental Petroleum Corp. 6.625% 09/01/2030           | USA             | USD                 | 12,592,152      | 0.23               |
| 12,335,000                        | Boeing Co. (The) 5.04% 05/01/2027                      | USA             | USD                 | 12,067,185      | 0.22               |
| 12,000,000                        | Kinder Morgan, Inc. 5.4% 02/01/2034                    | USA             | USD                 | 11,820,941      | 0.21               |
| 12,000,000                        | NextEra Energy Capital Holdings, Inc. 5.25% 03/15/2034 | USA             | USD                 | 11,796,139      | 0.21               |
| 11,425,000                        | Celanese US Holdings LLC 6.165% 07/15/2027             | USA             | USD                 | 11,600,885      | 0.21               |
| 11,250,000                        | Ford Motor Co. 6.1% 08/19/2032                         | USA             | USD                 | 11,241,596      | 0.20               |
| 10,000,000                        | Ford Motor Credit Co. LLC 7.35% 03/06/2030             | USA             | USD                 | 10,588,501      | 0.19               |
| 10,000,000                        | Dow Chemical Co. (The) 6.3% 03/15/2033                 | USA             | USD                 | 10,557,753      | 0.19               |
| 10,000,000                        | BAT Capital Corp. 6.421% 08/02/2033                    | GBR             | USD                 | 10,459,752      | 0.19               |
| 9,500,000                         | Barclays plc 7.437% 11/02/2033                         | GBR             | USD                 | 10,453,768      | 0.19               |
| 10,000,000                        | Dell International LLC 5.75% 02/01/2033                | USA             | USD                 | 10,286,223      | 0.18               |
| 10,000,000                        | Goldman Sachs Group, Inc. (The) 5.851% 04/25/2035      | USA             | USD                 | 10,247,292      | 0.18               |
| 10,000,000                        | Ford Motor Credit Co. LLC 6.95% 06/10/2026             | USA             | USD                 | 10,196,111      | 0.18               |
| 10,000,000                        | Barclays plc 5.746% 08/09/2033                         | GBR             | USD                 | 9,979,563       | 0.18               |
| 13,700,000                        | Altice Financing SA, 144A 5.75% 08/15/2029             | LUX             | USD                 | 9,969,244       | 0.18               |
| 10,000,000                        | Philip Morris International, Inc. 5.125% 02/15/2030    | USA             | USD                 | 9,967,772       | 0.18               |
| 10,000,000                        | Wynn Macau Ltd., 144A 5.5% 01/15/2026                  | MAC             | USD                 | 9,797,140       | 0.18               |
| 10,000,000                        | Ashtead Capital, Inc., 144A 5.55% 05/30/2033           | GBR             | USD                 | 9,750,348       | 0.17               |
| 9,500,000                         | UnitedHealth Group, Inc. 5.35% 02/15/2033              | USA             | USD                 | 9,630,473       | 0.17               |
| 10,000,000                        | VICI Properties LP 5.125% 05/15/2032                   | USA             | USD                 | 9,533,956       | 0.17               |
| 9,500,000                         | Southern Co. Gas Capital Corp. 5.15% 09/15/2032        | USA             | USD                 | 9,447,115       | 0.17               |
| 10,000,000                        | AerCap Ireland Capital DAC 2.45% 10/29/2026            | IRL             | USD                 | 9,331,754       | 0.17               |
| 10,000,000                        | General Motors Co. 5.15% 04/01/2038                    | USA             | USD                 | 9,205,588       | 0.17               |



## Franklin Income Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                                                       | Description                                         | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------------------------------------------|-----------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 9,500,000                                                                               | Crown Castle, Inc. 5.1% 05/01/2033                  | USA             | USD                 | 9,168,292       | 0.16               |
| 9,500,000                                                                               | Capital One Financial Corp. 3.8% 01/31/2028         | USA             | USD                 | 9,034,757       | 0.16               |
| 10,000,000                                                                              | Oracle Corp. 2.875% 03/25/2031                      | USA             | USD                 | 8,638,454       | 0.15               |
| 10,000,000                                                                              | Coca-Cola Co. (The) 1.65% 06/01/2030                | USA             | USD                 | 8,392,709       | 0.15               |
| 10,000,000                                                                              | Oracle Corp. 3.8% 11/15/2037                        | USA             | USD                 | 8,244,274       | 0.15               |
| 8,000,000                                                                               | HCA, Inc. 5.625% 09/01/2028                         | USA             | USD                 | 8,073,902       | 0.14               |
| 9,500,000                                                                               | CVS Health Corp. 1.875% 02/28/2031                  | USA             | USD                 | 7,626,177       | 0.14               |
| 7,750,000                                                                               | Union Pacific Corp. 4.5% 01/20/2033                 | USA             | USD                 | 7,469,291       | 0.13               |
| 7,500,000                                                                               | Lowe's Cos., Inc. 5% 04/15/2033                     | USA             | USD                 | 7,388,678       | 0.13               |
| 7,500,000                                                                               | McDonald's Corp. 4.6% 09/09/2032                    | USA             | USD                 | 7,249,979       | 0.13               |
| 7,000,000                                                                               | Barclays plc 5.501% 08/09/2028                      | GBR             | USD                 | 6,989,208       | 0.13               |
| 6,000,000                                                                               | General Motors Financial Co., Inc. 6.4% 01/09/2033  | USA             | USD                 | 6,230,960       | 0.11               |
| 9,500,000                                                                               | MPT Operating Partnership LP 3.5% 03/15/2031        | USA             | USD                 | 6,201,228       | 0.11               |
| 7,000,000                                                                               | American Tower Corp. 2.9% 01/15/2030                | USA             | USD                 | 6,173,679       | 0.11               |
| 6,500,000                                                                               | Oracle Corp. 2.65% 07/15/2026                       | USA             | USD                 | 6,161,717       | 0.11               |
| 6,000,000                                                                               | CVS Health Corp. 5.25% 02/21/2033                   | USA             | USD                 | 5,861,513       | 0.10               |
| 6,500,000                                                                               | Haleon US Capital LLC 3.625% 03/24/2032             | USA             | USD                 | 5,825,794       | 0.10               |
| 5,300,000                                                                               | Regal Rexnord Corp. 6.3% 02/15/2030                 | USA             | USD                 | 5,420,792       | 0.10               |
| 5,000,000                                                                               | Ford Motor Credit Co. LLC 6.8% 05/12/2028           | USA             | USD                 | 5,153,322       | 0.09               |
| 5,000,000                                                                               | Williams Cos., Inc. (The) 5.65% 03/15/2033          | USA             | USD                 | 5,048,273       | 0.09               |
| 5,000,000                                                                               | American Tower Corp. 5.65% 03/15/2033               | USA             | USD                 | 5,033,777       | 0.09               |
| 5,300,000                                                                               | Ashtead Capital, Inc., 144A 4.25% 11/01/2029        | GBR             | USD                 | 4,973,464       | 0.09               |
| 5,000,000                                                                               | Ford Motor Credit Co. LLC 5.125% 06/16/2025         | USA             | USD                 | 4,963,821       | 0.09               |
| 5,000,000                                                                               | Ford Motor Co. 4.346% 12/08/2026                    | USA             | USD                 | 4,855,907       | 0.09               |
| 5,000,000                                                                               | CVS Health Corp. 4.3% 03/25/2028                    | USA             | USD                 | 4,829,207       | 0.09               |
| 5,000,000                                                                               | Target Corp. 4.5% 09/15/2032                        | USA             | USD                 | 4,823,065       | 0.09               |
| 5,000,000                                                                               | Freeport-McMoRan, Inc. 4.625% 08/01/2030            | USA             | USD                 | 4,816,683       | 0.09               |
| 4,500,000                                                                               | Barclays plc 6.692% 09/13/2034                      | GBR             | USD                 | 4,773,162       | 0.09               |
| 5,000,000                                                                               | HP, Inc. 4% 04/15/2029                              | USA             | USD                 | 4,764,913       | 0.09               |
| 5,000,000                                                                               | Oracle Corp. 3.25% 11/15/2027                       | USA             | USD                 | 4,715,472       | 0.08               |
| 5,000,000                                                                               | American Tower Corp. 4.05% 03/15/2032               | USA             | USD                 | 4,573,561       | 0.08               |
| 4,600,000                                                                               | Capital One Financial Corp. 4.2% 10/29/2025         | USA             | USD                 | 4,507,147       | 0.08               |
| 4,500,000                                                                               | RTX Corp. 3.95% 08/16/2025                          | USA             | USD                 | 4,424,569       | 0.08               |
| 4,347,000                                                                               | Johnson Controls International plc 4.9% 12/01/2032  | USA             | USD                 | 4,241,771       | 0.08               |
| 4,200,000                                                                               | Ashtead Capital, Inc., 144A 5.95% 10/15/2033        | GBR             | USD                 | 4,211,096       | 0.08               |
| 4,000,000                                                                               | Celanese US Holdings LLC 6.55% 11/15/2030           | USA             | USD                 | 4,181,831       | 0.07               |
| 4,500,000                                                                               | AbbVie, Inc. 3.2% 11/21/2029                        | USA             | USD                 | 4,130,323       | 0.07               |
| 4,000,000                                                                               | Regal Rexnord Corp. 6.05% 04/15/2028                | USA             | USD                 | 4,049,564       | 0.07               |
| 4,000,000                                                                               | Ford Motor Credit Co. LLC 4.95% 05/28/2027          | USA             | USD                 | 3,906,386       | 0.07               |
| 3,000,000                                                                               | Williams Cos., Inc. (The) 2.6% 03/15/2031           | USA             | USD                 | 2,535,469       | 0.05               |
| 2,500,000                                                                               | Philip Morris International, Inc. 5.375% 02/15/2033 | USA             | USD                 | 2,483,666       | 0.04               |
| 2,587,000                                                                               | MPT Operating Partnership LP 5% 10/15/2027          | USA             | USD                 | 2,139,004       | 0.04               |
| 1,800,000                                                                               | Williams Cos., Inc. (The) 4.65% 08/15/2032          | USA             | USD                 | 1,710,533       | 0.03               |
| 1,200,000                                                                               | CVS Health Corp. 5.05% 03/25/2048                   | USA             | USD                 | 1,034,697       | 0.02               |
|                                                                                         |                                                     |                 |                     | 658,693,881     | 11.82              |
| <b>Government and Municipal Bonds</b>                                                   |                                                     |                 |                     |                 |                    |
| 160,000,000                                                                             | US Treasury 4.5% 11/15/2033                         | USA             | USD                 | 161,512,499     | 2.90               |
| 65,000,000                                                                              | US Treasury 4.125% 08/15/2053                       | USA             | USD                 | 60,543,945      | 1.09               |
| 60,000,000                                                                              | US Treasury 5% 10/31/2025                           | USA             | USD                 | 60,012,891      | 1.08               |
| 50,000,000                                                                              | US Treasury 4% 11/15/2042                           | USA             | USD                 | 46,091,797      | 0.83               |
| 52,000,000                                                                              | US Treasury 3.625% 05/15/2053                       | USA             | USD                 | 44,258,906      | 0.79               |
| 125,000,000                                                                             | US Treasury 0% 05/15/2053                           | USA             | USD                 | 35,080,598      | 0.63               |
| 29,000,000                                                                              | US Treasury 2.75% 08/15/2032                        | USA             | USD                 | 25,810,566      | 0.46               |
| 27,500,000                                                                              | US Treasury 2.875% 05/15/2032                       | USA             | USD                 | 24,781,689      | 0.45               |
| 20,000,000                                                                              | US Treasury 3.875% 05/15/2043                       | USA             | USD                 | 18,051,172      | 0.32               |
| 5,000,000                                                                               | US Treasury 4.5% 11/30/2024                         | USA             | USD                 | 4,983,451       | 0.09               |
|                                                                                         |                                                     |                 |                     | 481,127,514     | 8.64               |
| <b>TOTAL BONDS</b>                                                                      |                                                     |                 |                     | 1,139,821,395   | 20.46              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                                                     |                 |                     | 2,340,774,057   | 42.02              |
| TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                                                     |                 |                     |                 |                    |
| <b>EQUITY LINKED NOTES</b>                                                              |                                                     |                 |                     |                 |                    |
| <b>Aerospace &amp; Defense</b>                                                          |                                                     |                 |                     |                 |                    |
| 400,000                                                                                 | Raytheon Technologies Corp., 144A 8% 12/17/2024     | USA             | USD                 | 36,029,807      | 0.65               |

**Franklin Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                            | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 50,200                            | Northrop Grumman Corp., 144A 7% 11/08/2024             | USA             | USD                 | 22,307,044      | 0.40               |
|                                   |                                                        |                 |                     | 58,336,851      | 1.05               |
|                                   | <b>Automobiles</b>                                     |                 |                     |                 |                    |
| 744,000                           | General Motors Co., 144A 10% 07/17/2024                | USA             | USD                 | 31,234,770      | 0.56               |
|                                   |                                                        |                 |                     | 31,234,770      | 0.56               |
|                                   | <b>Banks</b>                                           |                 |                     |                 |                    |
| 900,000                           | Bank of America Corp., 144A 8.5% 02/26/2025            | USA             | USD                 | 32,380,836      | 0.58               |
| 500,000                           | Citigroup, Inc., 144A 10% 02/25/2025                   | USA             | USD                 | 29,811,724      | 0.54               |
| 330,000                           | Bank of America Corp., 144A 8% 08/16/2024              | USA             | USD                 | 11,836,107      | 0.21               |
|                                   |                                                        |                 |                     | 74,028,667      | 1.33               |
|                                   | <b>Biotechnology</b>                                   |                 |                     |                 |                    |
| 126,000                           | Amgen, Inc., 144A 8% 09/20/2024                        | USA             | USD                 | 36,050,546      | 0.65               |
| 235,000                           | AbbVie, Inc., 144A 9% 12/17/2024                       | USA             | USD                 | 36,036,028      | 0.64               |
|                                   |                                                        |                 |                     | 72,086,574      | 1.29               |
|                                   | <b>Broadline Retail</b>                                |                 |                     |                 |                    |
| 100,000                           | Amazon.com, Inc., 144A 9% 11/20/2024                   | USA             | USD                 | 13,163,231      | 0.24               |
|                                   |                                                        |                 |                     | 13,163,231      | 0.24               |
|                                   | <b>Building Products</b>                               |                 |                     |                 |                    |
| 350,000                           | Johnson Controls International plc, 144A 9% 12/10/2024 | USA             | USD                 | 19,982,111      | 0.36               |
|                                   |                                                        |                 |                     | 19,982,111      | 0.36               |
|                                   | <b>Capital Markets</b>                                 |                 |                     |                 |                    |
| 340,000                           | Charles Schwab Corp. (The), 144A 10% 04/15/2025        | USA             | USD                 | 24,934,942      | 0.45               |
| 48,500                            | Goldman Sachs Group, Inc. (The), 144A 8.5% 07/12/2024  | USA             | USD                 | 17,193,929      | 0.31               |
|                                   |                                                        |                 |                     | 42,128,871      | 0.76               |
|                                   | <b>Chemicals</b>                                       |                 |                     |                 |                    |
| 102,000                           | Air Products and Chemicals, Inc., 144A 9% 04/14/2025   | USA             | USD                 | 25,783,381      | 0.46               |
| 198,000                           | LyondellBasell Industries NV, 144A 10% 09/10/2024      | USA             | USD                 | 19,056,279      | 0.34               |
| 150,000                           | Albemarle Corp., 144A 12% 03/31/2025                   | USA             | USD                 | 15,412,963      | 0.28               |
|                                   |                                                        |                 |                     | 60,252,623      | 1.08               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>      |                 |                     |                 |                    |
| 312,000                           | Target Corp., 144A 9% 12/17/2024                       | USA             | USD                 | 44,510,356      | 0.80               |
|                                   |                                                        |                 |                     | 44,510,356      | 0.80               |
|                                   | <b>Containers &amp; Packaging</b>                      |                 |                     |                 |                    |
| 500,000                           | International Paper Co., 144A 10% 01/22/2025           | USA             | USD                 | 19,825,515      | 0.36               |
|                                   |                                                        |                 |                     | 19,825,515      | 0.36               |
|                                   | <b>Electric Utilities</b>                              |                 |                     |                 |                    |
| 410,000                           | NextEra Energy, Inc., 144A 8% 05/21/2025               | USA             | USD                 | 29,547,106      | 0.53               |
|                                   |                                                        |                 |                     | 29,547,106      | 0.53               |
|                                   | <b>Ground Transportation</b>                           |                 |                     |                 |                    |
| 120,000                           | Union Pacific Corp., 144A 9% 10/28/2024                | USA             | USD                 | 26,155,909      | 0.47               |
| 60,000                            | Union Pacific Corp., 144A 8% 11/05/2024                | USA             | USD                 | 13,439,830      | 0.24               |
|                                   |                                                        |                 |                     | 39,595,739      | 0.71               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>               |                 |                     |                 |                    |
| 365,000                           | Starbucks Corp., 144A 8% 03/04/2025                    | USA             | USD                 | 29,393,497      | 0.53               |
|                                   |                                                        |                 |                     | 29,393,497      | 0.53               |
|                                   | <b>Insurance</b>                                       |                 |                     |                 |                    |
| 355,000                           | MetLife, Inc., 144A 8% 03/25/2025                      | USA             | USD                 | 24,666,631      | 0.44               |
| 235,500                           | MetLife, Inc., 144A 9.5% 07/17/2024                    | USA             | USD                 | 14,480,906      | 0.26               |
|                                   |                                                        |                 |                     | 39,147,537      | 0.70               |
|                                   | <b>Interactive Media &amp; Services</b>                |                 |                     |                 |                    |
| 135,000                           | Alphabet, Inc., 144A 8% 03/28/2025                     | USA             | USD                 | 21,088,621      | 0.38               |
|                                   |                                                        |                 |                     | 21,088,621      | 0.38               |
|                                   | <b>Media</b>                                           |                 |                     |                 |                    |
| 370,000                           | Comcast Corp., 144A 8% 09/12/2024                      | USA             | USD                 | 14,640,085      | 0.26               |
|                                   |                                                        |                 |                     | 14,640,085      | 0.26               |
|                                   | <b>Metals &amp; Mining</b>                             |                 |                     |                 |                    |
| 775,000                           | Freeport-McMoRan, Inc., 144A 10% 05/20/2025            | USA             | USD                 | 38,195,643      | 0.68               |
|                                   |                                                        |                 |                     | 38,195,643      | 0.68               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                 |                 |                     |                 |                    |
| 350,000                           | Exxon Mobil Corp., 144A 8.5% 04/01/2025                | USA             | USD                 | 39,921,102      | 0.72               |
| 480,000                           | Shell plc, 144A 8% 04/28/2025                          | USA             | USD                 | 35,009,898      | 0.63               |
| 705,000                           | BP plc, 144A 8.5% 05/15/2025                           | USA             | USD                 | 26,329,040      | 0.47               |



## Franklin Income Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 475,000                           | BP plc, 144A 10% 12/30/2024                                        | USA             | USD                 | 17,329,124      | 0.31               |
|                                   |                                                                    |                 |                     | 118,589,164     | 2.13               |
|                                   | <b>Pharmaceuticals</b>                                             |                 |                     |                 |                    |
| 635,000                           | Pfizer, Inc., 144A 8.5% 08/02/2024                                 | USA             | USD                 | 17,696,696      | 0.32               |
|                                   |                                                                    |                 |                     | 17,696,696      | 0.32               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                |                 |                     |                 |                    |
| 243,000                           | Texas Instruments, Inc., 144A 9% 03/11/2025                        | USA             | USD                 | 43,052,588      | 0.77               |
|                                   | Taiwan Semiconductor Manufacturing Co. Ltd., 144A                  |                 |                     |                 |                    |
| 350,000                           | 10% 10/22/2024                                                     | USA             | USD                 | 34,725,605      | 0.62               |
| 175,000                           | Texas Instruments, Inc., 144A 8% 06/11/2025                        | USA             | USD                 | 34,494,254      | 0.62               |
| 265,000                           | Microchip Technology, Inc., 144A 10% 11/12/2024                    | USA             | USD                 | 22,919,655      | 0.41               |
| 240,000                           | Microchip Technology, Inc., 144A 10% 04/01/2025                    | USA             | USD                 | 22,065,314      | 0.40               |
| 14,000                            | Broadcom, Inc., 144A 11.5% 05/13/2025                              | USA             | USD                 | 19,092,958      | 0.34               |
| 79,000                            | Analog Devices, Inc., 144A 8.5% 07/17/2024                         | USA             | USD                 | 16,866,485      | 0.30               |
| 66,000                            | Qualcomm, Inc., 144A 10% 07/12/2024                                | USA             | USD                 | 9,119,342       | 0.17               |
|                                   |                                                                    |                 |                     | 202,336,201     | 3.63               |
|                                   | <b>Software</b>                                                    |                 |                     |                 |                    |
| 405,000                           | Oracle Corp., 144A 8.5% 02/05/2025                                 | USA             | USD                 | 47,749,781      | 0.86               |
| 350,000                           | Oracle Corp., 144A 9% 06/10/2025                                   | USA             | USD                 | 45,908,514      | 0.82               |
| 100,000                           | Workday, Inc., 144A 9% 11/13/2024                                  | USA             | USD                 | 22,120,663      | 0.40               |
|                                   |                                                                    |                 |                     | 115,778,958     | 2.08               |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b>              |                 |                     |                 |                    |
| 120,000                           | Apple, Inc., 144A 7% 04/02/2025                                    | USA             | USD                 | 22,354,708      | 0.40               |
|                                   |                                                                    |                 |                     | 22,354,708      | 0.40               |
|                                   | <b>TOTAL EQUITY LINKED NOTES</b>                                   |                 |                     | 1,123,913,524   | 20.18              |
|                                   | <b>BONDS</b>                                                       |                 |                     |                 |                    |
|                                   | <b>Asset-Backed Securities</b>                                     |                 |                     |                 |                    |
| 30,709,287                        | FNMA FS7252 5% 11/01/2053                                          | USA             | USD                 | 29,695,244      | 0.53               |
| 27,196,426                        | FNMA MA5009 5% 05/01/2053                                          | USA             | USD                 | 26,298,394      | 0.47               |
| 27,192,942                        | FHLMC Pool SD8323 5% 05/01/2053                                    | USA             | USD                 | 26,296,359      | 0.47               |
| 13,600,653                        | FHLMC Pool SD8342 5.5% 07/01/2053                                  | USA             | USD                 | 13,423,463      | 0.24               |
| 13,601,983                        | FHLMC Pool SD8372 5.5% 11/01/2053                                  | USA             | USD                 | 13,422,325      | 0.24               |
| 10,000,000                        | United Airlines Pass-Through Trust, Series 2023-1A 5.8% 07/15/2037 | USA             | USD                 | 10,189,038      | 0.18               |
|                                   | United Airlines Pass-Through Trust, Series 2020-1A                 |                 |                     |                 |                    |
| 1,928,354                         | 5.875% 04/15/2029                                                  | USA             | USD                 | 1,935,908       | 0.04               |
| 414,119                           | FNMA CA3975 4% 08/01/2049                                          | USA             | USD                 | 386,269         | 0.01               |
|                                   |                                                                    |                 |                     | 121,647,000     | 2.18               |
|                                   | <b>Corporate Bonds</b>                                             |                 |                     |                 |                    |
| 55,000,000                        | Community Health Systems, Inc., 144A 10.875% 01/15/2032            | USA             | USD                 | 57,312,010      | 1.03               |
| 48,122,000                        | Tenet Healthcare Corp. 6.125% 06/15/2030                           | USA             | USD                 | 47,857,212      | 0.86               |
| 50,000,000                        | Community Health Systems, Inc., 144A 6.875% 04/15/2029             | USA             | USD                 | 38,295,415      | 0.69               |
| 35,000,000                        | Tenet Healthcare Corp. 6.125% 10/01/2028                           | USA             | USD                 | 34,851,407      | 0.63               |
| 29,267,000                        | Medline Borrower LP, 144A 3.875% 04/01/2029                        | USA             | USD                 | 26,974,361      | 0.48               |
| 25,000,000                        | Caesars Entertainment, Inc., 144A 7% 02/15/2030                    | USA             | USD                 | 25,557,650      | 0.46               |
| 26,360,000                        | DaVita, Inc., 144A 4.625% 06/01/2030                               | USA             | USD                 | 23,841,813      | 0.43               |
| 31,216,000                        | Community Health Systems, Inc., 144A 6.875% 04/01/2028             | USA             | USD                 | 23,200,370      | 0.42               |
| 22,972,000                        | Mauser Packaging Solutions Holding Co., 144A 9.25% 04/15/2027      | USA             | USD                 | 23,015,004      | 0.41               |
| 21,296,000                        | 1375209 BC Ltd., 144A 9% 01/30/2028                                | CAN             | USD                 | 20,504,460      | 0.37               |
| 22,854,000                        | FMG Resources August 2006 Pty. Ltd., 144A 4.375% 04/01/2031        | AUS             | USD                 | 20,455,098      | 0.37               |
| 20,000,000                        | Delta Air Lines, Inc., 144A 4.75% 10/20/2028                       | USA             | USD                 | 19,485,933      | 0.35               |
| 19,500,000                        | Wynn Las Vegas LLC, 144A 5.25% 05/15/2027                          | USA             | USD                 | 19,033,476      | 0.34               |
| 19,000,000                        | Caesars Entertainment, Inc., 144A 6.25% 07/01/2025                 | USA             | USD                 | 19,000,000      | 0.34               |
| 20,000,000                        | Centene Corp. 4.625% 12/15/2029                                    | USA             | USD                 | 18,931,104      | 0.34               |
| 18,500,000                        | TransDigm, Inc., 144A 6.75% 08/15/2028                             | USA             | USD                 | 18,749,269      | 0.34               |
| 22,098,000                        | Bausch Health Cos., Inc., 144A 6.125% 02/01/2027                   | USA             | USD                 | 18,421,445      | 0.33               |
| 22,000,000                        | Clear Channel Outdoor Holdings, Inc., 144A 7.5% 06/01/2029         | USA             | USD                 | 18,405,752      | 0.33               |
| 18,000,000                        | Wells Fargo & Co. 5.557% 07/25/2034                                | USA             | USD                 | 17,993,589      | 0.32               |
| 28,525,000                        | Ardagh Packaging Finance plc, 144A 5.25% 08/15/2027                | USA             | USD                 | 17,797,084      | 0.32               |
| 19,498,000                        | Bausch Health Cos., Inc., 144A 11% 09/30/2028                      | USA             | USD                 | 17,401,965      | 0.31               |
| 16,974,000                        | Wynn Las Vegas LLC, 144A 5.5% 03/01/2025                           | USA             | USD                 | 16,965,472      | 0.30               |
| 17,000,000                        | Morgan Stanley 5.25% 04/21/2034                                    | USA             | USD                 | 16,741,840      | 0.30               |
| 22,050,000                        | MPH Acquisition Holdings LLC, 144A 5.5% 09/01/2028                 | USA             | USD                 | 16,672,300      | 0.30               |
| 16,560,000                        | JBS USA LUX SA SARL 5.75% 04/01/2033                               | USA             | USD                 | 16,552,818      | 0.30               |
| 18,000,000                        | CommScope, Inc., 144A 6% 03/01/2026                                | USA             | USD                 | 15,818,400      | 0.28               |

**Franklin Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 17,540,000                        | Workday, Inc. 3.8% 04/01/2032                                    | USA             | USD                 | 15,768,246      | 0.28               |
| 15,837,000                        | Community Health Systems, Inc., 144A 8% 12/15/2027               | USA             | USD                 | 15,717,599      | 0.28               |
| 16,600,000                        | Calumet Specialty Products Partners LP, 144A 8.125% 01/15/2027   | USA             | USD                 | 15,667,478      | 0.28               |
| 15,000,000                        | American Airlines, Inc., 144A 8.5% 05/15/2029                    | USA             | USD                 | 15,593,880      | 0.28               |
| 15,000,000                        | Venture Global LNG, Inc., 144A 8.125% 06/01/2028                 | USA             | USD                 | 15,465,105      | 0.28               |
| 16,106,000                        | APX Group, Inc., 144A 5.75% 07/15/2029                           | USA             | USD                 | 15,464,012      | 0.28               |
| 15,000,000                        | Bausch & Lomb Corp., 144A 8.375% 10/01/2028                      | USA             | USD                 | 15,375,000      | 0.28               |
| 15,000,000                        | Mauser Packaging Solutions Holding Co., 144A 7.875% 04/15/2027   | USA             | USD                 | 15,318,618      | 0.28               |
| 15,000,000                        | Calumet Specialty Products Partners LP, 144A 9.25% 07/15/2029    | USA             | USD                 | 15,300,000      | 0.28               |
| 15,000,000                        | Carnival Corp., 144A 7.625% 03/01/2026                           | USA             | USD                 | 15,158,850      | 0.27               |
| 15,000,000                        | Cloud Software Group, Inc., 144A 6.5% 03/31/2029                 | USA             | USD                 | 14,415,895      | 0.26               |
| 15,000,000                        | CCO Holdings LLC, 144A 5% 02/01/2028                             | USA             | USD                 | 14,035,897      | 0.25               |
| 29,450,000                        | CommScope, Inc., 144A 8.25% 03/01/2027                           | USA             | USD                 | 14,005,168      | 0.25               |
| 15,000,000                        | Alcoa Nederland Holding BV, 144A 4.125% 03/31/2029               | USA             | USD                 | 13,927,911      | 0.25               |
| 15,000,000                        | Broadcom, Inc., 144A 4.15% 04/15/2032                            | USA             | USD                 | 13,846,135      | 0.25               |
| 13,700,000                        | Carnival Corp., 144A 5.75% 03/01/2027                            | USA             | USD                 | 13,543,106      | 0.24               |
| 15,000,000                        | Citigroup, Inc. 3.785% 03/17/2033                                | USA             | USD                 | 13,369,781      | 0.24               |
| 12,750,000                        | TransDigm, Inc., 144A 6.625% 03/01/2032                          | USA             | USD                 | 12,894,195      | 0.23               |
| 13,000,000                        | Bank of America Corp. 5.288% 04/25/2034                          | USA             | USD                 | 12,871,259      | 0.23               |
| 12,907,000                        | Charter Communications Operating LLC 4.908% 07/23/2025           | USA             | USD                 | 12,786,672      | 0.23               |
| 15,321,000                        | International Flavors & Fragrances, Inc., 144A 2.3% 11/01/2030   | USA             | USD                 | 12,781,082      | 0.23               |
| 15,000,000                        | Ardagh Metal Packaging Finance USA LLC, 144A 4% 09/01/2029       | USA             | USD                 | 12,710,556      | 0.23               |
| 12,500,000                        | EMRLD Borrower LP, 144A 6.625% 12/15/2030                        | USA             | USD                 | 12,613,150      | 0.23               |
| 15,000,000                        | Goldman Sachs Group, Inc. (The) 2.65% 10/21/2032                 | USA             | USD                 | 12,476,150      | 0.22               |
| 13,500,000                        | Fertitta Entertainment LLC, 144A 4.625% 01/15/2029               | USA             | USD                 | 12,304,452      | 0.22               |
| 11,000,000                        | Rain Carbon, Inc., 144A 12.25% 09/01/2029                        | USA             | USD                 | 11,852,863      | 0.21               |
| 13,455,000                        | Dornoch Debt Merger Sub, Inc., 144A 6.625% 10/15/2029            | USA             | USD                 | 11,456,903      | 0.21               |
| 12,000,000                        | Bank of America Corp. 3.419% 12/20/2028                          | USA             | USD                 | 11,287,343      | 0.20               |
| 12,065,000                        | SCIH Salt Holdings, Inc., 144A 4.875% 05/01/2028                 | USA             | USD                 | 11,236,878      | 0.20               |
| 27,000,000                        | CommScope, Inc., 144A 7.125% 07/01/2028                          | USA             | USD                 | 11,220,093      | 0.20               |
| 10,000,000                        | Morgan Stanley 6.627% 11/01/2034                                 | USA             | USD                 | 10,804,352      | 0.19               |
| 10,000,000                        | Goldman Sachs Group, Inc. (The) 6.561% 10/24/2034                | USA             | USD                 | 10,754,916      | 0.19               |
| 10,000,000                        | Teva Pharmaceutical Finance Netherlands III BV 7.875% 09/15/2029 | ISR             | USD                 | 10,753,160      | 0.19               |
| 11,500,000                        | T-Mobile USA, Inc. 3.375% 04/15/2029                             | USA             | USD                 | 10,628,972      | 0.19               |
| 10,000,000                        | JBS USA LUX SA SARL, 144A 6.75% 03/15/2034                       | USA             | USD                 | 10,607,330      | 0.19               |
| 9,950,000                         | Hanesbrands, Inc., 144A 9% 02/15/2031                            | USA             | USD                 | 10,433,630      | 0.19               |
| 10,000,000                        | Weatherford International Ltd., 144A 8.625% 04/30/2030           | USA             | USD                 | 10,370,770      | 0.19               |
| 10,000,000                        | Endo Finance Holdings, Inc., 144A 8.5% 04/15/2031                | USA             | USD                 | 10,332,270      | 0.19               |
| 10,000,000                        | GE HealthCare Technologies, Inc. 5.857% 03/15/2030               | USA             | USD                 | 10,281,303      | 0.18               |
| 10,398,355                        | Capital One Financial Corp. 4.927% 05/10/2028                    | USA             | USD                 | 10,253,605      | 0.18               |
| 10,000,000                        | Capital One Financial Corp. 6.312% 06/08/2029                    | USA             | USD                 | 10,234,946      | 0.18               |
| 10,000,000                        | Macquarie Airfinance Holdings Ltd., 144A 6.4% 03/26/2029         | GBR             | USD                 | 10,176,310      | 0.18               |
| 10,000,000                        | US Bancorp 5.775% 06/12/2029                                     | USA             | USD                 | 10,154,092      | 0.18               |
| 10,485,000                        | Consolidated Energy Finance SA, 144A 6.5% 05/15/2026             | CHE             | USD                 | 10,153,601      | 0.18               |
| 12,365,000                        | CSC Holdings LLC, 144A 5.5% 04/15/2027                           | USA             | USD                 | 10,041,677      | 0.18               |
| 10,401,000                        | VICI Properties LP, 144A 4.25% 12/01/2026                        | USA             | USD                 | 10,039,239      | 0.18               |
| 10,000,000                        | JPMorgan Chase & Co. 6.1% Perpetual                              | USA             | USD                 | 10,015,980      | 0.18               |
| 10,000,000                        | Cheniere Energy, Inc., 144A 5.65% 04/15/2034                     | USA             | USD                 | 10,014,150      | 0.18               |
| 10,000,000                        | Vistra Corp., 144A 7% Perpetual                                  | USA             | USD                 | 9,922,661       | 0.18               |
| 9,500,000                         | Vistra Operations Co. LLC, 144A 7.75% 10/15/2031                 | USA             | USD                 | 9,900,672       | 0.18               |
| 10,250,000                        | CCO Holdings LLC, 144A 5.125% 05/01/2027                         | USA             | USD                 | 9,849,799       | 0.18               |
| 10,000,000                        | Fifth Third Bancorp 2.375% 01/28/2025                            | USA             | USD                 | 9,806,962       | 0.18               |
| 9,500,000                         | Micron Technology, Inc. 5.875% 02/09/2033                        | USA             | USD                 | 9,709,490       | 0.17               |
| 10,000,000                        | Woodside Finance Ltd., 144A 4.5% 03/04/2029                      | AUS             | USD                 | 9,656,421       | 0.17               |
| 10,000,000                        | Calpine Corp., 144A 5.125% 03/15/2028                            | USA             | USD                 | 9,624,986       | 0.17               |
| 10,300,000                        | Community Health Systems, Inc., 144A 5.625% 03/15/2027           | USA             | USD                 | 9,600,754       | 0.17               |
| 9,000,000                         | Wells Fargo & Co. 6.491% 10/23/2034                              | USA             | USD                 | 9,598,178       | 0.17               |
| 10,000,000                        | Truist Financial Corp. 5.122% 01/26/2034                         | USA             | USD                 | 9,582,029       | 0.17               |
| 9,000,000                         | AmeriTex HoldCo Intermediate LLC, 144A 10.25% 10/15/2028         | USA             | USD                 | 9,488,997       | 0.17               |
| 10,000,000                        | Pacific Gas and Electric Co. 4.55% 07/01/2030                    | USA             | USD                 | 9,481,649       | 0.17               |
| 10,000,000                        | Calumet Specialty Products Partners LP, 144A 9.75% 07/15/2028    | USA             | USD                 | 9,479,612       | 0.17               |
| 10,000,000                        | SCIH Salt Holdings, Inc., 144A 6.625% 05/01/2029                 | USA             | USD                 | 9,417,583       | 0.17               |
| 9,000,000                         | Charles Schwab Corp. (The) 6.196% 11/17/2029                     | USA             | USD                 | 9,363,339       | 0.17               |
| 9,000,000                         | Venture Global LNG, Inc., 144A 8.375% 06/01/2031                 | USA             | USD                 | 9,341,784       | 0.17               |
| 10,000,000                        | Goodyear Tire & Rubber Co. (The) 5% 07/15/2029                   | USA             | USD                 | 9,317,727       | 0.17               |
| 10,000,000                        | Meta Platforms, Inc. 3.85% 08/15/2032                            | USA             | USD                 | 9,300,831       | 0.17               |
| 11,000,000                        | Broadcom, Inc., 144A 2.45% 02/15/2031                            | USA             | USD                 | 9,267,430       | 0.17               |

**Franklin Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                    | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|----------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 10,000,000                        | Vibrantz Technologies, Inc., 144A 9% 02/15/2030                | USA             | USD                 | 9,164,700       | 0.16               |
| 9,000,000                         | Charles Schwab Corp. (The) 5.643% 05/19/2029                   | USA             | USD                 | 9,121,378       | 0.16               |
| 10,000,000                        | Goodyear Tire & Rubber Co. (The) 5.25% 07/15/2031              | USA             | USD                 | 9,113,368       | 0.16               |
| 10,000,000                        | HCA, Inc. 3.625% 03/15/2032                                    | USA             | USD                 | 8,811,511       | 0.16               |
| 10,000,000                        | Fertitta Entertainment LLC, 144A 6.75% 01/15/2030              | USA             | USD                 | 8,789,465       | 0.16               |
| 10,000,000                        | NRG Energy, Inc., 144A 3.625% 02/15/2031                       | USA             | USD                 | 8,583,465       | 0.15               |
| 8,000,000                         | JPMorgan Chase & Co. 6.254% 10/23/2034                         | USA             | USD                 | 8,489,287       | 0.15               |
| 8,475,000                         | American Airlines, Inc., 144A 5.75% 04/20/2029                 | USA             | USD                 | 8,252,987       | 0.15               |
| 7,500,000                         | Micron Technology, Inc. 6.75% 11/01/2029                       | USA             | USD                 | 7,979,596       | 0.14               |
| 7,956,867                         | American Airlines, Inc., 144A 5.5% 04/20/2026                  | USA             | USD                 | 7,893,497       | 0.14               |
| 9,118,285                         | CommScope Technologies LLC, 144A 6% 06/15/2025                 | USA             | USD                 | 7,440,429       | 0.13               |
| 8,555,000                         | Ardagh Packaging Finance plc, 144A 4.125% 08/15/2026           | USA             | USD                 | 7,435,164       | 0.13               |
| 8,000,000                         | Kedrion SpA, 144A 6.5% 09/01/2029                              | ITA             | USD                 | 7,343,500       | 0.13               |
| 8,000,000                         | Apple, Inc. 3.35% 08/08/2032                                   | USA             | USD                 | 7,260,946       | 0.13               |
| 7,100,000                         | United Rentals North America, Inc., 144A 6% 12/15/2029         | USA             | USD                 | 7,137,694       | 0.13               |
| 6,500,000                         | JPMorgan Chase & Co. 6.875% Perpetual                          | USA             | USD                 | 6,729,866       | 0.12               |
| 7,000,000                         | Meta Platforms, Inc. 3.5% 08/15/2027                           | USA             | USD                 | 6,722,685       | 0.12               |
| 7,000,000                         | Univision Communications, Inc., 144A 6.625% 06/01/2027         | USA             | USD                 | 6,708,216       | 0.12               |
| 6,594,000                         | Calumet Specialty Products Partners LP, 144A 11% 04/15/2025    | USA             | USD                 | 6,631,592       | 0.12               |
| 6,700,000                         | Camelot Return Merger Sub, Inc., 144A 8.75% 08/01/2028         | USA             | USD                 | 6,576,228       | 0.12               |
| 7,000,000                         | Stagwell Global LLC, 144A 5.625% 08/15/2029                    | USA             | USD                 | 6,471,066       | 0.12               |
| 7,500,000                         | Penn Entertainment, Inc., 144A 4.125% 07/01/2029               | USA             | USD                 | 6,438,115       | 0.12               |
| 15,000,000                        | CommScope Technologies LLC, 144A 5% 03/15/2027                 | USA             | USD                 | 6,231,990       | 0.11               |
| 6,675,000                         | Expedia Group, Inc. 3.25% 02/15/2030                           | USA             | USD                 | 6,019,322       | 0.11               |
| 6,000,000                         | Mileage Plus Holdings LLC, 144A 6.5% 06/20/2027                | USA             | USD                 | 6,016,746       | 0.11               |
| 6,000,000                         | Netflix, Inc. 4.875% 04/15/2028                                | USA             | USD                 | 5,970,989       | 0.11               |
| 8,500,000                         | Community Health Systems, Inc., 144A 6.125% 04/01/2030         | USA             | USD                 | 5,956,938       | 0.11               |
| 6,000,000                         | Flex Ltd. 4.875% 06/15/2029                                    | USA             | USD                 | 5,814,455       | 0.10               |
| 5,795,000                         | APX Group, Inc., 144A 6.75% 02/15/2027                         | USA             | USD                 | 5,786,040       | 0.10               |
| 6,500,000                         | ZipRecruiter, Inc., 144A 5% 01/15/2030                         | USA             | USD                 | 5,653,372       | 0.10               |
| 5,500,000                         | Vistra Operations Co. LLC, 144A 6.875% 04/15/2032              | USA             | USD                 | 5,587,654       | 0.10               |
| 5,500,000                         | Tenet Healthcare Corp. 6.25% 02/01/2027                        | USA             | USD                 | 5,501,122       | 0.10               |
| 5,703,000                         | Shea Homes LP 4.75% 04/01/2029                                 | USA             | USD                 | 5,324,824       | 0.10               |
| 5,700,000                         | United Airlines, Inc., 144A 4.625% 04/15/2029                  | USA             | USD                 | 5,313,113       | 0.10               |
| 5,000,000                         | Expedia Group, Inc. 5% 02/15/2026                              | USA             | USD                 | 4,964,844       | 0.09               |
| 5,000,000                         | Capital One Financial Corp. 5.247% 07/26/2030                  | USA             | USD                 | 4,913,728       | 0.09               |
| 5,000,000                         | Capital One Financial Corp. 5.268% 05/10/2033                  | USA             | USD                 | 4,827,284       | 0.09               |
| 4,500,000                         | Civitas Resources, Inc., 144A 8.75% 07/01/2031                 | USA             | USD                 | 4,824,900       | 0.09               |
| 5,000,000                         | Citigroup, Inc. 3.52% 10/27/2028                               | USA             | USD                 | 4,727,596       | 0.09               |
| 5,000,000                         | Cheniere Corpus Christi Holdings LLC 3.7% 11/15/2029           | USA             | USD                 | 4,622,035       | 0.08               |
| 5,000,000                         | ADT Security Corp. (The), 144A 4.125% 08/01/2029               | USA             | USD                 | 4,614,918       | 0.08               |
| 5,000,000                         | Amazon.com, Inc. 3.6% 04/13/2032                               | USA             | USD                 | 4,594,191       | 0.08               |
| 4,500,000                         | AbbVie, Inc. 3.8% 03/15/2025                                   | USA             | USD                 | 4,445,219       | 0.08               |
| 4,500,000                         | Univision Communications, Inc., 144A 8% 08/15/2028             | USA             | USD                 | 4,392,599       | 0.08               |
| 4,500,000                         | Pacific Gas and Electric Co. 3.15% 01/01/2026                  | USA             | USD                 | 4,336,460       | 0.08               |
| 5,000,000                         | Glencore Funding LLC, 144A 2.5% 09/01/2030                     | AUS             | USD                 | 4,230,516       | 0.08               |
| 4,475,000                         | Pactiv Evergreen Group Issuer, Inc., 144A 4% 10/15/2027        | USA             | USD                 | 4,195,621       | 0.08               |
| 4,369,000                         | Entegris, Inc., 144A 4.75% 04/15/2029                          | USA             | USD                 | 4,183,437       | 0.08               |
| 4,409,000                         | Caesars Entertainment, Inc., 144A 4.625% 10/15/2029            | USA             | USD                 | 4,045,216       | 0.07               |
| 4,000,000                         | Post Holdings, Inc., 144A 6.25% 02/15/2032                     | USA             | USD                 | 4,010,196       | 0.07               |
| 4,000,000                         | Matador Resources Co., 144A 6.5% 04/15/2032                    | USA             | USD                 | 4,003,276       | 0.07               |
| 4,159,000                         | CVR Partners LP, 144A 6.125% 06/15/2028                        | USA             | USD                 | 3,999,394       | 0.07               |
| 4,000,000                         | Bayer US Finance II LLC, 144A 4.25% 12/15/2025                 | DEU             | USD                 | 3,915,119       | 0.07               |
| 4,120,000                         | Cleveland-Cliffs, Inc., 144A 4.875% 03/01/2031                 | USA             | USD                 | 3,652,288       | 0.07               |
| 4,000,000                         | Post Holdings, Inc., 144A 4.5% 09/15/2031                      | USA             | USD                 | 3,587,888       | 0.06               |
| 3,650,000                         | Shea Homes LP 4.75% 02/15/2028                                 | USA             | USD                 | 3,454,102       | 0.06               |
| 3,500,000                         | Truist Financial Corp. 4.916% 07/28/2033                       | USA             | USD                 | 3,240,910       | 0.06               |
| 4,000,000                         | 7-Eleven, Inc., 144A 1.8% 02/10/2031                           | USA             | USD                 | 3,205,429       | 0.06               |
| 2,537,000                         | CITGO Petroleum Corp., 144A 6.375% 06/15/2026                  | USA             | USD                 | 2,525,084       | 0.05               |
| 2,400,000                         | Chesapeake Energy Corp., Escrow Issuer, 144A 5.875% 02/01/2029 | USA             | USD                 | 2,377,449       | 0.04               |
| 2,000,000                         | Morgan Stanley 6.342% 10/18/2033                               | USA             | USD                 | 2,124,036       | 0.04               |
| 2,000,000                         | Mineral Resources Ltd., 144A 8.5% 05/01/2030                   | AUS             | USD                 | 2,072,762       | 0.04               |
|                                   |                                                                |                 |                     | 1,736,418,548   | 31.18              |
|                                   | <b>Government and Municipal Bonds</b>                          |                 |                     |                 |                    |
| 111,010,000                       | FHLB 0% 07/01/2024                                             | USA             | USD                 | 110,961,896     | 1.99               |

**Franklin Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value      | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|----------------------|--------------------|
| 25,000,000                        | US Treasury 0% 02/15/2036                                                                                                                | USA             | USD                 | 15,388,127           | 0.28               |
|                                   |                                                                                                                                          |                 |                     | 126,350,023          | 2.27               |
|                                   |                                                                                                                                          |                 |                     | 1,984,415,571        | 35.63              |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     |                      |                    |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                                            |                 |                     | 3,108,329,095        | 55.81              |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                      |                    |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                      |                    |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                      |                    |
| 8,016,000                         | Endo, Inc. Escrow Account 0% 10/15/2024**                                                                                                | IRL             | USD                 | —                    | —                  |
| 5,000,000                         | Endo, Inc. Escrow Account 0% 04/01/2027**                                                                                                | USA             | USD                 | —                    | —                  |
|                                   |                                                                                                                                          |                 |                     | —                    | —                  |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | —                    | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | —                    | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>5,449,103,152</b> | <b>97.83</b>       |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin India Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 1,104,186                         | Endurance Technologies Ltd., Reg. S, 144A                                 | IND             | INR                 | 35,430,882      | 1.28               |
| 29,042,727                        | Motherson Sumi Wiring India Ltd.                                          | IND             | INR                 | 26,201,246      | 0.95               |
| 504,172                           | Tube Investments of India Ltd.                                            | IND             | INR                 | 25,733,315      | 0.93               |
|                                   |                                                                           |                 |                     | 87,365,443      | 3.16               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 2,119,848                         | Mahindra & Mahindra Ltd.                                                  | IND             | INR                 | 72,792,806      | 2.63               |
| 7,472,979                         | Tata Motors Ltd. 'A'                                                      | IND             | INR                 | 59,558,900      | 2.16               |
| 3,869,359                         | Tata Motors Ltd.                                                          | IND             | INR                 | 45,862,836      | 1.66               |
|                                   |                                                                           |                 |                     | 178,214,542     | 6.45               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 3,463,200                         | HDFC Bank Ltd., ADR                                                       | IND             | USD                 | 222,787,656     | 8.06               |
| 10,219,879                        | ICICI Bank Ltd.                                                           | IND             | INR                 | 147,146,469     | 5.32               |
| 5,855,055                         | Axis Bank Ltd.                                                            | IND             | INR                 | 88,761,038      | 3.21               |
| 2,930,690                         | Kotak Mahindra Bank Ltd.                                                  | IND             | INR                 | 63,204,985      | 2.28               |
| 1,929,500                         | ICICI Bank Ltd., ADR                                                      | IND             | USD                 | 55,588,895      | 2.01               |
|                                   |                                                                           |                 |                     | 577,489,043     | 20.88              |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 5,420,865                         | United Spirits Ltd.                                                       | IND             | INR                 | 82,872,301      | 3.00               |
| 644,753                           | United Breweries Ltd.                                                     | IND             | INR                 | 15,345,005      | 0.55               |
|                                   |                                                                           |                 |                     | 98,217,306      | 3.55               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 1,711,211                         | Kajaria Ceramics Ltd.                                                     | IND             | INR                 | 28,859,504      | 1.04               |
|                                   |                                                                           |                 |                     | 28,859,504      | 1.04               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 3,566,571                         | 360 ONE WAM Ltd.                                                          | IND             | INR                 | 41,883,796      | 1.51               |
| 413,319                           | Angel One Ltd.                                                            | IND             | INR                 | 12,866,125      | 0.47               |
| 1,338,616                         | ICICI Securities Ltd., Reg. S, 144A                                       | IND             | INR                 | 12,152,980      | 0.44               |
|                                   |                                                                           |                 |                     | 66,902,901      | 2.42               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 3,514,757                         | Larsen & Toubro Ltd.                                                      | IND             | INR                 | 149,346,854     | 5.40               |
|                                   |                                                                           |                 |                     | 149,346,854     | 5.40               |
|                                   | <b>Consumer Finance</b>                                                   |                 |                     |                 |                    |
| 1,824,040                         | Cholamandalam Investment and Finance Co. Ltd.                             | IND             | INR                 | 31,092,426      | 1.12               |
|                                   |                                                                           |                 |                     | 31,092,426      | 1.12               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 10,905,336                        | Tata Power Co. Ltd. (The)                                                 | IND             | INR                 | 57,562,918      | 2.08               |
|                                   |                                                                           |                 |                     | 57,562,918      | 2.08               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 6,460,947                         | CG Power & Industrial Solutions Ltd.                                      | IND             | INR                 | 54,552,125      | 1.97               |
| 395,272                           | KEI Industries Ltd.                                                       | IND             | INR                 | 20,943,748      | 0.76               |
|                                   |                                                                           |                 |                     | 75,495,873      | 2.73               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 4,939,508                         | Tata Consumer Products Ltd.                                               | IND             | INR                 | 64,911,845      | 2.35               |
| 823,770                           | Nestle India Ltd.                                                         | IND             | INR                 | 25,190,988      | 0.91               |
|                                   |                                                                           |                 |                     | 90,102,833      | 3.26               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 656,348                           | Apollo Hospitals Enterprise Ltd.                                          | IND             | INR                 | 48,614,447      | 1.76               |
| 2,989,901                         | Max Healthcare Institute Ltd.                                             | IND             | INR                 | 33,684,212      | 1.22               |
| 1,591,309                         | Rainbow Children's Medicare Ltd.                                          | IND             | INR                 | 23,782,635      | 0.86               |
| 1,456,631                         | Narayana Hrudayalaya Ltd., Reg. S                                         | IND             | INR                 | 21,031,450      | 0.76               |
|                                   |                                                                           |                 |                     | 127,112,744     | 4.60               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 42,663,538                        | Zomato Ltd.                                                               | IND             | INR                 | 102,415,852     | 3.70               |
| 8,495,520                         | Indian Hotels Co. Ltd. 'A'                                                | IND             | INR                 | 63,576,438      | 2.30               |
| 605,000                           | MakeMyTrip Ltd.                                                           | IND             | USD                 | 50,880,500      | 1.84               |
| 2,900,848                         | Westlife Foodworld Ltd.                                                   | IND             | INR                 | 29,178,357      | 1.06               |
| 11,241,254                        | Devyani International Ltd.                                                | IND             | INR                 | 22,171,853      | 0.80               |
|                                   |                                                                           |                 |                     | 268,223,000     | 9.70               |

**Franklin India Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | <b>Industrial Conglomerates</b>                                                                                           |                 |                     |                 |                    |
| 36,722                            | Siemens Ltd.                                                                                                              | IND             | INR                 | 3,389,863       | 0.12               |
|                                   |                                                                                                                           |                 |                     | 3,389,863       | 0.12               |
|                                   | <b>Insurance</b>                                                                                                          |                 |                     |                 |                    |
| 6,896,058                         | HDFC Life Insurance Co. Ltd., Reg. S, 144A                                                                                | IND             | INR                 | 49,176,113      | 1.78               |
| 1,426,558                         | SBI Life Insurance Co. Ltd., Reg. S, 144A                                                                                 | IND             | INR                 | 25,510,961      | 0.92               |
| 3,749,611                         | Star Health & Allied Insurance Co. Ltd.                                                                                   | IND             | INR                 | 25,117,992      | 0.91               |
|                                   |                                                                                                                           |                 |                     | 99,805,066      | 3.61               |
|                                   | <b>IT Services</b>                                                                                                        |                 |                     |                 |                    |
| 8,501,800                         | Infosys Ltd., ADR                                                                                                         | IND             | USD                 | 158,303,516     | 5.73               |
| 1,862,340                         | Tata Consultancy Services Ltd.                                                                                            | IND             | INR                 | 87,024,160      | 3.15               |
| 741,127                           | Cognizant Technology Solutions Corp. 'A'                                                                                  | IND             | USD                 | 50,396,636      | 1.82               |
| 457,809                           | Coforge Ltd.                                                                                                              | IND             | INR                 | 29,891,633      | 1.08               |
| 861,238                           | Tech Mahindra Ltd.                                                                                                        | IND             | INR                 | 14,730,045      | 0.53               |
|                                   |                                                                                                                           |                 |                     | 340,345,990     | 12.31              |
|                                   | <b>Metals &amp; Mining</b>                                                                                                |                 |                     |                 |                    |
| 3,544,685                         | Hindalco Industries Ltd.                                                                                                  | IND             | INR                 | 29,392,774      | 1.06               |
|                                   |                                                                                                                           |                 |                     | 29,392,774      | 1.06               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                                                    |                 |                     |                 |                    |
| 3,652,224                         | Reliance Industries Ltd.                                                                                                  | IND             | INR                 | 136,953,910     | 4.95               |
|                                   |                                                                                                                           |                 |                     | 136,953,910     | 4.95               |
|                                   | <b>Personal Care Products</b>                                                                                             |                 |                     |                 |                    |
| 1,882,571                         | Hindustan Unilever Ltd.                                                                                                   | IND             | INR                 | 55,791,339      | 2.02               |
|                                   |                                                                                                                           |                 |                     | 55,791,339      | 2.02               |
|                                   | <b>Pharmaceuticals</b>                                                                                                    |                 |                     |                 |                    |
| 2,262,205                         | Cipla Ltd.                                                                                                                | IND             | INR                 | 40,110,127      | 1.45               |
| 817,291                           | Torrent Pharmaceuticals Ltd.                                                                                              | IND             | INR                 | 27,340,891      | 0.99               |
|                                   |                                                                                                                           |                 |                     | 67,451,018      | 2.44               |
|                                   | <b>Professional Services</b>                                                                                              |                 |                     |                 |                    |
| 304,780                           | Computer Age Management Services Ltd.                                                                                     | IND             | INR                 | 13,188,213      | 0.48               |
|                                   |                                                                                                                           |                 |                     | 13,188,213      | 0.48               |
|                                   | <b>Real Estate Management &amp; Development</b>                                                                           |                 |                     |                 |                    |
| 2,941,486                         | Oberoi Realty Ltd.                                                                                                        | IND             | INR                 | 62,241,737      | 2.25               |
| 652,914                           | Godrej Properties Ltd.                                                                                                    | IND             | INR                 | 25,065,912      | 0.91               |
| 911,172                           | Macrotech Developers Ltd., Reg. S, 144A                                                                                   | IND             | INR                 | 16,437,343      | 0.59               |
|                                   |                                                                                                                           |                 |                     | 103,744,992     | 3.75               |
|                                   | <b>Software</b>                                                                                                           |                 |                     |                 |                    |
| 1,131,428                         | Freshworks, Inc. 'A'                                                                                                      | IND             | USD                 | 14,357,821      | 0.52               |
|                                   |                                                                                                                           |                 |                     | 14,357,821      | 0.52               |
|                                   | <b>Specialty Retail</b>                                                                                                   |                 |                     |                 |                    |
| 942,536                           | Trent Ltd.                                                                                                                | IND             | INR                 | 61,868,799      | 2.24               |
|                                   |                                                                                                                           |                 |                     | 61,868,799      | 2.24               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                                                               |                 |                     |                 |                    |
| 1,461,289                         | Titan Co. Ltd.                                                                                                            | IND             | INR                 | 59,570,457      | 2.15               |
|                                   |                                                                                                                           |                 |                     | 59,570,457      | 2.15               |
|                                   | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | 2,821,845,629   | 102.04             |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                   |                 |                     | 2,821,845,629   | 102.04             |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Broadline Retail</b>                                                                                                   |                 |                     |                 |                    |
| 5,952                             | Gimnar Software Pvt. Ltd. Preference**                                                                                    | IND             | INR                 | 9,797,625       | 0.36               |
|                                   |                                                                                                                           |                 |                     | 9,797,625       | 0.36               |



**Franklin India Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value      | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|----------------------|--------------------|
| 68,746                            | <b>Commercial Services &amp; Supplies</b><br>Flipkart Pvt Ltd. Escrow Account**                                                          | IND             | USD                 | —                    | —                  |
|                                   |                                                                                                                                          |                 |                     | —                    | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 9,797,625            | 0.36               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | 9,797,625            | 0.36               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>2,831,643,254</b> | <b>102.40</b>      |

\*\*These securities are submitted to a Fair Valuation



## Schedule of Investments, June 30, 2024

## Franklin Innovation Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 17,204                            | Axon Enterprise, Inc.                                                     | USA             | USD                 | 5,062,105       | 1.07               |
|                                   |                                                                           |                 |                     | 5,062,105       | 1.07               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 27,919                            | Tesla, Inc.                                                               | USA             | USD                 | 5,524,612       | 1.17               |
|                                   |                                                                           |                 |                     | 5,524,612       | 1.17               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 13,098                            | Natera, Inc.                                                              | USA             | USD                 | 1,418,382       | 0.30               |
| 1,906                             | Argenx SE                                                                 | NLD             | EUR                 | 827,108         | 0.18               |
| 5,615                             | Ascendis Pharma A/S, ADR                                                  | DNK             | USD                 | 765,774         | 0.16               |
| 1,893                             | Krystal Biotech, Inc.                                                     | USA             | USD                 | 347,631         | 0.07               |
| 973                               | United Therapeutics Corp.                                                 | USA             | USD                 | 309,949         | 0.07               |
| 3,743                             | Insmad, Inc.                                                              | USA             | USD                 | 250,781         | 0.05               |
| 3,624                             | Crinetics Pharmaceuticals, Inc.                                           | USA             | USD                 | 162,319         | 0.03               |
| 2,549                             | Merus NV                                                                  | NLD             | USD                 | 150,824         | 0.03               |
| 1,048                             | Moderna, Inc.                                                             | USA             | USD                 | 124,450         | 0.03               |
| 1,651                             | Rocket Pharmaceuticals, Inc.                                              | USA             | USD                 | 35,546          | 0.01               |
|                                   |                                                                           |                 |                     | 4,392,764       | 0.93               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 184,742                           | Amazon.com, Inc.                                                          | USA             | USD                 | 35,701,391      | 7.53               |
| 3,719                             | MercadoLibre, Inc.                                                        | BRA             | USD                 | 6,111,805       | 1.29               |
|                                   |                                                                           |                 |                     | 41,813,196      | 8.82               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 41,019                            | Tradeweb Markets, Inc. 'A'                                                | USA             | USD                 | 4,348,014       | 0.92               |
| 2,759                             | MSCI, Inc. 'A'                                                            | USA             | USD                 | 1,329,148       | 0.28               |
| 2,818                             | Moody's Corp.                                                             | USA             | USD                 | 1,186,181       | 0.25               |
|                                   |                                                                           |                 |                     | 6,863,343       | 1.45               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 3,717                             | Arista Networks, Inc.                                                     | USA             | USD                 | 1,302,734       | 0.27               |
|                                   |                                                                           |                 |                     | 1,302,734       | 0.27               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 14,966                            | Quanta Services, Inc.                                                     | USA             | USD                 | 3,802,711       | 0.80               |
|                                   |                                                                           |                 |                     | 3,802,711       | 0.80               |
|                                   | <b>Diversified Consumer Services</b>                                      |                 |                     |                 |                    |
| 2,864                             | Duolingo, Inc. 'A'                                                        | USA             | USD                 | 597,631         | 0.13               |
|                                   |                                                                           |                 |                     | 597,631         | 0.13               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 2,081                             | Vertiv Holdings Co. 'A'                                                   | USA             | USD                 | 180,152         | 0.04               |
|                                   |                                                                           |                 |                     | 180,152         | 0.04               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 21,722                            | Amphenol Corp. 'A'                                                        | USA             | USD                 | 1,463,411       | 0.31               |
| 3,216                             | Keyence Corp.                                                             | JPN             | JPY                 | 1,407,792       | 0.30               |
| 4,073                             | Celestica, Inc.                                                           | CAN             | USD                 | 233,505         | 0.05               |
| 995                               | Jabil, Inc.                                                               | USA             | USD                 | 108,246         | 0.02               |
|                                   |                                                                           |                 |                     | 3,212,954       | 0.68               |
|                                   | <b>Energy Equipment &amp; Services</b>                                    |                 |                     |                 |                    |
| 14,438                            | Schlumberger NV                                                           | USA             | USD                 | 681,185         | 0.14               |
| 18,723                            | Baker Hughes Co. 'A'                                                      | USA             | USD                 | 658,488         | 0.14               |
| 22,731                            | TechnipFMC plc                                                            | GBR             | USD                 | 594,416         | 0.13               |
| 18,381                            | Oceaneering International, Inc.                                           | USA             | USD                 | 434,894         | 0.09               |
|                                   |                                                                           |                 |                     | 2,368,983       | 0.50               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 564                               | Netflix, Inc.                                                             | USA             | USD                 | 380,632         | 0.08               |
| 6,491                             | Nintendo Co. Ltd.                                                         | JPN             | JPY                 | 346,683         | 0.07               |
| 607                               | Spotify Technology SA                                                     | USA             | USD                 | 190,471         | 0.04               |
|                                   |                                                                           |                 |                     | 917,786         | 0.19               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 31,554                            | Mastercard, Inc. 'A'                                                      | USA             | USD                 | 13,920,362      | 2.93               |
| 18,542                            | Visa, Inc. 'A'                                                            | USA             | USD                 | 4,866,719       | 1.03               |
|                                   |                                                                           |                 |                     | 18,787,081      | 3.96               |

## Franklin Innovation Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                   | Description                    | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------|--------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Ground Transportation</b>                        |                                |                 |                     |                 |                    |
| 64,756                                              | Uber Technologies, Inc.        | USA             | USD                 | 4,706,466       | 0.99               |
|                                                     |                                |                 |                     | 4,706,466       | 0.99               |
| <b>Health Care Equipment &amp; Supplies</b>         |                                |                 |                     |                 |                    |
| 19,581                                              | Intuitive Surgical, Inc.       | USA             | USD                 | 8,710,608       | 1.84               |
| 9,300                                               | IDEXX Laboratories, Inc.       | USA             | USD                 | 4,530,960       | 0.95               |
| 1,834                                               | Stryker Corp.                  | USA             | USD                 | 624,019         | 0.13               |
| 4,531                                               | Dexcom, Inc.                   | USA             | USD                 | 513,725         | 0.11               |
| 6,837                                               | PROCEPT BioRobotics Corp.      | USA             | USD                 | 417,672         | 0.09               |
| 2,011                                               | TransMedics Group, Inc.        | USA             | USD                 | 302,897         | 0.06               |
| 3,716                                               | Boston Scientific Corp.        | USA             | USD                 | 286,169         | 0.06               |
|                                                     |                                |                 |                     | 15,386,050      | 3.24               |
| <b>Health Care Providers &amp; Services</b>         |                                |                 |                     |                 |                    |
| 3,734                                               | UnitedHealth Group, Inc.       | USA             | USD                 | 1,901,577       | 0.40               |
| 9,559                                               | HealthEquity, Inc.             | USA             | USD                 | 823,986         | 0.17               |
|                                                     |                                |                 |                     | 2,725,563       | 0.57               |
| <b>Health Care Technology</b>                       |                                |                 |                     |                 |                    |
| 4,392                                               | Pro Medicus Ltd.               | AUS             | AUD                 | 417,119         | 0.09               |
| 1,034                                               | Veeva Systems, Inc. 'A'        | USA             | USD                 | 189,233         | 0.04               |
|                                                     |                                |                 |                     | 606,352         | 0.13               |
| <b>Hotels, Restaurants &amp; Leisure</b>            |                                |                 |                     |                 |                    |
| 745                                                 | Booking Holdings, Inc.         | USA             | USD                 | 2,951,317       | 0.62               |
| 12,242                                              | DoorDash, Inc. 'A'             | USA             | USD                 | 1,331,685       | 0.28               |
| 2,273                                               | Airbnb, Inc. 'A'               | USA             | USD                 | 344,655         | 0.07               |
| 3,549                                               | MakeMyTrip Ltd.                | IND             | USD                 | 298,471         | 0.07               |
|                                                     |                                |                 |                     | 4,926,128       | 1.04               |
| <b>Interactive Media &amp; Services</b>             |                                |                 |                     |                 |                    |
| 129,803                                             | Alphabet, Inc. 'A'             | USA             | USD                 | 23,643,616      | 4.98               |
| 36,926                                              | Meta Platforms, Inc. 'A'       | USA             | USD                 | 18,618,828      | 3.93               |
|                                                     |                                |                 |                     | 42,262,444      | 8.91               |
| <b>IT Services</b>                                  |                                |                 |                     |                 |                    |
| 93,089                                              | Shopify, Inc. 'A'              | CAN             | CAD                 | 6,151,277       | 1.30               |
| 8,440                                               | MongoDB, Inc. 'A'              | USA             | USD                 | 2,109,662       | 0.44               |
| 1,852                                               | Gartner, Inc.                  | USA             | USD                 | 831,659         | 0.18               |
| 575                                                 | Wix.com Ltd.                   | ISR             | USD                 | 91,465          | 0.02               |
|                                                     |                                |                 |                     | 9,184,063       | 1.94               |
| <b>Life Sciences Tools &amp; Services</b>           |                                |                 |                     |                 |                    |
| 12,976                                              | Thermo Fisher Scientific, Inc. | USA             | USD                 | 7,175,728       | 1.51               |
| 25,079                                              | Danaher Corp.                  | USA             | USD                 | 6,265,988       | 1.32               |
| 7,345                                               | Tempus AI, Inc.                | USA             | USD                 | 257,075         | 0.06               |
|                                                     |                                |                 |                     | 13,698,791      | 2.89               |
| <b>Media</b>                                        |                                |                 |                     |                 |                    |
| 970                                                 | Trade Desk, Inc. (The) 'A'     | USA             | USD                 | 94,740          | 0.02               |
|                                                     |                                |                 |                     | 94,740          | 0.02               |
| <b>Pharmaceuticals</b>                              |                                |                 |                     |                 |                    |
| 14,599                                              | Eli Lilly & Co.                | USA             | USD                 | 13,217,643      | 2.79               |
| 18,727                                              | AstraZeneca plc, ADR           | GBR             | USD                 | 1,460,519       | 0.31               |
| 6,352                                               | Novo Nordisk A/S, ADR          | DNK             | USD                 | 906,684         | 0.19               |
|                                                     |                                |                 |                     | 15,584,846      | 3.29               |
| <b>Professional Services</b>                        |                                |                 |                     |                 |                    |
| 1,453                                               | Verisk Analytics, Inc. 'A'     | USA             | USD                 | 391,656         | 0.08               |
|                                                     |                                |                 |                     | 391,656         | 0.08               |
| <b>Semiconductors &amp; Semiconductor Equipment</b> |                                |                 |                     |                 |                    |
| 363,654                                             | NVIDIA Corp.                   | USA             | USD                 | 44,925,815      | 9.47               |
| 14,013                                              | Broadcom, Inc.                 | USA             | USD                 | 22,498,292      | 4.74               |
| 13,825                                              | ASML Holding NV, ADR           | NLD             | USD                 | 14,139,242      | 2.98               |
| 9,924                                               | Lam Research Corp.             | USA             | USD                 | 10,567,571      | 2.23               |
| 37,312                                              | Analog Devices, Inc.           | USA             | USD                 | 8,516,837       | 1.80               |
| 10,184                                              | KLA Corp.                      | USA             | USD                 | 8,396,810       | 1.77               |
| 50,043                                              | Advanced Micro Devices, Inc.   | USA             | USD                 | 8,117,475       | 1.71               |
| 9,247                                               | Monolithic Power Systems, Inc. | USA             | USD                 | 7,598,075       | 1.60               |
| 4,622                                               | ASM International NV           | NLD             | EUR                 | 3,533,440       | 0.75               |
| 9,141                                               | Entegris, Inc.                 | USA             | USD                 | 1,237,691       | 0.26               |
| 18,429                                              | Lattice Semiconductor Corp.    | USA             | USD                 | 1,068,698       | 0.23               |

**Franklin Innovation Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|----------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,930                             | Taiwan Semiconductor Manufacturing Co. Ltd., ADR                                                                                 | TWN             | USD                 | 335,453         | 0.07               |
| 1,743                             | ARM Holdings plc, ADR                                                                                                            | USA             | USD                 | 285,190         | 0.06               |
| 9,174                             | Intel Corp.                                                                                                                      | USA             | USD                 | 284,119         | 0.06               |
|                                   |                                                                                                                                  |                 |                     | 131,504,708     | 27.73              |
|                                   | <b>Software</b>                                                                                                                  |                 |                     |                 |                    |
| 83,097                            | Microsoft Corp.                                                                                                                  | USA             | USD                 | 37,140,204      | 7.83               |
| 21,352                            | ServiceNow, Inc.                                                                                                                 | USA             | USD                 | 16,796,978      | 3.54               |
| 23,228                            | Synopsys, Inc.                                                                                                                   | USA             | USD                 | 13,822,054      | 2.91               |
| 42,480                            | Cadence Design Systems, Inc.                                                                                                     | USA             | USD                 | 13,073,220      | 2.76               |
| 18,468                            | Intuit, Inc.                                                                                                                     | USA             | USD                 | 12,137,354      | 2.56               |
| 18,594                            | Palo Alto Networks, Inc.                                                                                                         | USA             | USD                 | 6,303,552       | 1.33               |
| 9,313                             | HubSpot, Inc.                                                                                                                    | USA             | USD                 | 5,492,714       | 1.16               |
| 9,282                             | Roper Technologies, Inc.                                                                                                         | USA             | USD                 | 5,231,892       | 1.10               |
| 1,304                             | Constellation Software, Inc.                                                                                                     | CAN             | CAD                 | 3,756,915       | 0.79               |
| 9,298                             | Salesforce, Inc.                                                                                                                 | USA             | USD                 | 2,390,516       | 0.50               |
| 9,396                             | Monday.com Ltd.                                                                                                                  | USA             | USD                 | 2,262,181       | 0.48               |
| 6,573                             | Workday, Inc. 'A'                                                                                                                | USA             | USD                 | 1,469,460       | 0.31               |
| 14,852                            | Descartes Systems Group, Inc. (The)                                                                                              | CAN             | USD                 | 1,438,268       | 0.30               |
| 2,764                             | Tyler Technologies, Inc.                                                                                                         | USA             | USD                 | 1,389,684       | 0.29               |
| 5,615                             | Manhattan Associates, Inc.                                                                                                       | USA             | USD                 | 1,385,108       | 0.29               |
| 916                               | Fair Isaac Corp.                                                                                                                 | USA             | USD                 | 1,363,613       | 0.29               |
| 9,411                             | Datadog, Inc. 'A'                                                                                                                | USA             | USD                 | 1,220,513       | 0.26               |
| 14,827                            | Procore Technologies, Inc.                                                                                                       | USA             | USD                 | 983,178         | 0.21               |
| 1,865                             | CrowdStrike Holdings, Inc. 'A'                                                                                                   | USA             | USD                 | 714,649         | 0.15               |
| 2,815                             | Appfolio, Inc. 'A'                                                                                                               | USA             | USD                 | 688,465         | 0.15               |
| 6,631                             | AppLovin Corp. 'A'                                                                                                               | USA             | USD                 | 551,832         | 0.12               |
| 932                               | Adobe, Inc.                                                                                                                      | USA             | USD                 | 517,763         | 0.11               |
| 1,870                             | SPS Commerce, Inc.                                                                                                               | USA             | USD                 | 351,859         | 0.07               |
| 9,793                             | Lumine Group, Inc., Reg. S                                                                                                       | CAN             | CAD                 | 264,329         | 0.06               |
| 9,044                             | Klaviyo, Inc. 'A'                                                                                                                | USA             | USD                 | 225,105         | 0.05               |
| 596                               | Atlassian Corp. 'A'                                                                                                              | USA             | USD                 | 105,421         | 0.02               |
| 844                               | Elastic NV                                                                                                                       | USA             | USD                 | 96,140          | 0.02               |
| 456                               | Aspen Technology, Inc.                                                                                                           | USA             | USD                 | 90,575          | 0.02               |
|                                   |                                                                                                                                  |                 |                     | 131,263,542     | 27.68              |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b>                                                                            |                 |                     |                 |                    |
| 41,579                            | Apple, Inc.                                                                                                                      | USA             | USD                 | 8,757,369       | 1.85               |
| 2,131                             | Pure Storage, Inc. 'A'                                                                                                           | USA             | USD                 | 136,832         | 0.03               |
|                                   |                                                                                                                                  |                 |                     | 8,894,201       | 1.88               |
|                                   | <b>Trading Companies &amp; Distributors</b>                                                                                      |                 |                     |                 |                    |
| 3,819                             | Fastenal Co.                                                                                                                     | USA             | USD                 | 239,986         | 0.05               |
|                                   |                                                                                                                                  |                 |                     | 239,986         | 0.05               |
|                                   | <b>TOTAL SHARES</b>                                                                                                              |                 |                     | 476,295,588     | 100.45             |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>                                              |                 |                     | 476,295,588     | 100.45             |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET              |                 |                     |                 |                    |
|                                   | <b>WARRANTS</b>                                                                                                                  |                 |                     |                 |                    |
|                                   | <b>Software</b>                                                                                                                  |                 |                     |                 |                    |
| 933                               | Constellation Software, Inc. 03/31/2040"                                                                                         | CAN             | CAD                 | —               | —                  |
|                                   |                                                                                                                                  |                 |                     | —               | —                  |
|                                   | <b>TOTAL WARRANTS</b>                                                                                                            |                 |                     | —               | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET</b> |                 |                     | —               | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                         |                 |                     | 476,295,588     | 100.45             |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Intelligent Machines Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 2,330                             | Axon Enterprise, Inc.                                                     | USA             | USD                 | 685,579         | 2.82               |
|                                   |                                                                           |                 |                     | 685,579         | 2.82               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 3,220                             | Tesla, Inc.                                                               | USA             | USD                 | 637,174         | 2.62               |
|                                   |                                                                           |                 |                     | 637,174         | 2.62               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 2,029                             | Quanta Services, Inc.                                                     | USA             | USD                 | 515,549         | 2.12               |
| 870                               | Valmont Industries, Inc.                                                  | USA             | USD                 | 238,771         | 0.99               |
|                                   |                                                                           |                 |                     | 754,320         | 3.11               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 951                               | Eaton Corp. plc                                                           | USA             | USD                 | 298,186         | 1.23               |
| 1,217                             | Vertiv Holdings Co. 'A'                                                   | USA             | USD                 | 105,356         | 0.43               |
|                                   |                                                                           |                 |                     | 403,542         | 1.66               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 964                               | Keyence Corp.                                                             | JPN             | JPY                 | 421,987         | 1.74               |
| 5,841                             | Amphenol Corp. 'A'                                                        | USA             | USD                 | 393,508         | 1.62               |
| 1,262                             | Keysight Technologies, Inc.                                               | USA             | USD                 | 172,579         | 0.71               |
| 1,023                             | TE Connectivity Ltd.                                                      | USA             | USD                 | 153,890         | 0.63               |
| 341                               | Zebra Technologies Corp. 'A'                                              | USA             | USD                 | 105,345         | 0.44               |
| 1,654                             | Trimble, Inc.                                                             | USA             | USD                 | 92,492          | 0.38               |
|                                   |                                                                           |                 |                     | 1,339,801       | 5.52               |
|                                   | <b>Ground Transportation</b>                                              |                 |                     |                 |                    |
| 3,359                             | Uber Technologies, Inc.                                                   | USA             | USD                 | 244,132         | 1.00               |
|                                   |                                                                           |                 |                     | 244,132         | 1.00               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 2,679                             | Intuitive Surgical, Inc.                                                  | USA             | USD                 | 1,191,753       | 4.90               |
| 587                               | IDEXX Laboratories, Inc.                                                  | USA             | USD                 | 285,986         | 1.18               |
| 1,524                             | Dexcom, Inc.                                                              | USA             | USD                 | 172,791         | 0.71               |
| 1,826                             | PROCEPT BioRobotics Corp.                                                 | USA             | USD                 | 111,550         | 0.46               |
| 422                               | Align Technology, Inc.                                                    | USA             | USD                 | 101,884         | 0.42               |
|                                   |                                                                           |                 |                     | 1,863,964       | 7.67               |
|                                   | <b>Health Care Technology</b>                                             |                 |                     |                 |                    |
| 1,305                             | Pro Medicus Ltd.                                                          | AUS             | AUD                 | 123,939         | 0.51               |
|                                   |                                                                           |                 |                     | 123,939         | 0.51               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 8,419                             | Panasonic Holdings Corp.                                                  | JPN             | JPY                 | 69,219          | 0.29               |
|                                   |                                                                           |                 |                     | 69,219          | 0.29               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 681                               | Siemens AG                                                                | DEU             | EUR                 | 126,769         | 0.52               |
| 413                               | Honeywell International, Inc.                                             | USA             | USD                 | 88,192          | 0.36               |
|                                   |                                                                           |                 |                     | 214,961         | 0.88               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                       |                 |                     |                 |                    |
| 17,595                            | NVIDIA Corp.                                                              | USA             | USD                 | 2,173,686       | 8.95               |
| 1,181                             | ASML Holding NV, ADR                                                      | NLD             | USD                 | 1,207,844       | 4.97               |
| 611                               | Broadcom, Inc.                                                            | USA             | USD                 | 980,979         | 4.04               |
| 5,325                             | Taiwan Semiconductor Manufacturing Co. Ltd., ADR                          | TWN             | USD                 | 925,538         | 3.81               |
| 5,228                             | Advanced Micro Devices, Inc.                                              | USA             | USD                 | 848,034         | 3.49               |
| 1,045                             | ASM International NV                                                      | NLD             | EUR                 | 798,885         | 3.29               |
| 3,369                             | Applied Materials, Inc.                                                   | USA             | USD                 | 795,050         | 3.27               |
| 3,387                             | Teradyne, Inc.                                                            | USA             | USD                 | 502,258         | 2.07               |
| 1,929                             | Analog Devices, Inc.                                                      | USA             | USD                 | 440,314         | 1.81               |
| 397                               | Lam Research Corp.                                                        | USA             | USD                 | 422,745         | 1.74               |
| 498                               | KLA Corp.                                                                 | USA             | USD                 | 410,606         | 1.69               |
| 2,963                             | Entegris, Inc.                                                            | USA             | USD                 | 401,190         | 1.65               |
| 866                               | NXP Semiconductors NV                                                     | CHN             | USD                 | 233,032         | 0.96               |
| 5,656                             | Infineon Technologies AG                                                  | DEU             | EUR                 | 207,606         | 0.86               |
| 815                               | Texas Instruments, Inc.                                                   | USA             | USD                 | 158,542         | 0.65               |
| 504                               | First Solar, Inc.                                                         | USA             | USD                 | 113,632         | 0.47               |
| 1,136                             | Microchip Technology, Inc.                                                | USA             | USD                 | 103,944         | 0.43               |
| 2,377                             | Intel Corp.                                                               | USA             | USD                 | 73,616          | 0.30               |

**Franklin Intelligent Machines Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 75                                | Monolithic Power Systems, Inc.                                                                                                           | USA             | USD                 | 61,626          | 0.25               |
| 350                               | SiTime Corp.                                                                                                                             | USA             | USD                 | 43,533          | 0.18               |
|                                   |                                                                                                                                          |                 |                     | 10,902,660      | 44.88              |
|                                   | <b>Software</b>                                                                                                                          |                 |                     |                 |                    |
| 1,826                             | Synopsys, Inc.                                                                                                                           | USA             | USD                 | 1,086,579       | 4.47               |
| 3,381                             | Cadence Design Systems, Inc.                                                                                                             | USA             | USD                 | 1,040,503       | 4.28               |
| 6,198                             | Descartes Systems Group, Inc. (The)                                                                                                      | CAN             | CAD                 | 600,457         | 2.47               |
| 187                               | Constellation Software, Inc.                                                                                                             | CAN             | CAD                 | 538,760         | 2.22               |
| 1,577                             | Autodesk, Inc.                                                                                                                           | USA             | USD                 | 390,229         | 1.61               |
| 1,152                             | ANSYS, Inc.                                                                                                                              | USA             | USD                 | 370,368         | 1.53               |
| 1,716                             | PTC, Inc.                                                                                                                                | USA             | USD                 | 311,746         | 1.28               |
| 2,934                             | Altair Engineering, Inc. 'A'                                                                                                             | USA             | USD                 | 287,767         | 1.18               |
| 623                               | CrowdStrike Holdings, Inc. 'A'                                                                                                           | USA             | USD                 | 238,727         | 0.98               |
| 6,253                             | Dassault Systemes SE                                                                                                                     | FRA             | EUR                 | 235,152         | 0.97               |
| 374                               | Roper Technologies, Inc.                                                                                                                 | USA             | USD                 | 210,809         | 0.87               |
| 1,967                             | Bentley Systems, Inc. 'B'                                                                                                                | USA             | USD                 | 97,091          | 0.40               |
| 422                               | Lumine Group, Inc., Reg. S                                                                                                               | CAN             | CAD                 | 11,390          | 0.05               |
|                                   |                                                                                                                                          |                 |                     | 5,419,578       | 22.31              |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b>                                                                                    |                 |                     |                 |                    |
| 4,601                             | Apple, Inc.                                                                                                                              | USA             | USD                 | 969,063         | 3.99               |
| 1,731                             | Pure Storage, Inc. 'A'                                                                                                                   | USA             | USD                 | 111,147         | 0.46               |
|                                   |                                                                                                                                          |                 |                     | 1,080,210       | 4.45               |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 23,739,079      | 97.72              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                                  |                 |                     | 23,739,079      | 97.72              |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                 |                    |
|                                   | <b>WARRANTS</b>                                                                                                                          |                 |                     |                 |                    |
|                                   | <b>Software</b>                                                                                                                          |                 |                     |                 |                    |
| 91                                | Constellation Software, Inc. 03/31/2040"                                                                                                 | CAN             | CAD                 | —               | —                  |
|                                   |                                                                                                                                          |                 |                     | —               | —                  |
|                                   | <b>TOTAL WARRANTS</b>                                                                                                                    |                 |                     | —               | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | —               | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | 23,739,079      | 97.72              |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Japan Fund

(Currency - JPY)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 243,195                           | Toyota Motor Corp.                                                        | JPN             | JPY                 | 802,800,485     | 3.95               |
| 243,989                           | Honda Motor Co. Ltd.                                                      | JPN             | JPY                 | 421,995,151     | 2.07               |
|                                   |                                                                           |                 |                     | 1,224,795,636   | 6.02               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 138,287                           | Sumitomo Mitsui Financial Group, Inc.                                     | JPN             | JPY                 | 1,493,462,363   | 7.34               |
| 643,983                           | Mitsubishi UFJ Financial Group, Inc.                                      | JPN             | JPY                 | 1,118,166,507   | 5.50               |
| 179,198                           | Sumitomo Mitsui Trust Holdings, Inc.                                      | JPN             | JPY                 | 662,574,617     | 3.26               |
|                                   |                                                                           |                 |                     | 3,274,203,487   | 16.10              |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 40,900                            | Kaneka Corp.                                                              | JPN             | JPY                 | 173,296,110     | 0.85               |
|                                   |                                                                           |                 |                     | 173,296,110     | 0.85               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 196,400                           | Kinden Corp.                                                              | JPN             | JPY                 | 631,912,719     | 3.11               |
|                                   |                                                                           |                 |                     | 631,912,719     | 3.11               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 230,102                           | MatsukiyoCocokara & Co.                                                   | JPN             | JPY                 | 531,637,622     | 2.61               |
|                                   |                                                                           |                 |                     | 531,637,622     | 2.61               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 278,835                           | Mitsubishi Electric Corp.                                                 | JPN             | JPY                 | 718,915,107     | 3.53               |
|                                   |                                                                           |                 |                     | 718,915,107     | 3.53               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 3,600                             | Keyence Corp.                                                             | JPN             | JPY                 | 253,504,981     | 1.25               |
|                                   |                                                                           |                 |                     | 253,504,981     | 1.25               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 225,300                           | Nexon Co. Ltd.                                                            | JPN             | JPY                 | 674,376,374     | 3.32               |
|                                   |                                                                           |                 |                     | 674,376,374     | 3.32               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 117,298                           | Nikon Corp.                                                               | JPN             | JPY                 | 191,520,104     | 0.94               |
|                                   |                                                                           |                 |                     | 191,520,104     | 0.94               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 133,755                           | Hitachi Ltd.                                                              | JPN             | JPY                 | 484,547,783     | 2.38               |
|                                   |                                                                           |                 |                     | 484,547,783     | 2.38               |
|                                   | <b>Leisure Products</b>                                                   |                 |                     |                 |                    |
| 4,334                             | Shimano, Inc.                                                             | JPN             | JPY                 | 107,763,005     | 0.53               |
|                                   |                                                                           |                 |                     | 107,763,005     | 0.53               |
|                                   | <b>Machinery</b>                                                          |                 |                     |                 |                    |
| 210,900                           | IHI Corp.                                                                 | JPN             | JPY                 | 1,017,470,661   | 5.00               |
| 371,000                           | Ebara Corp.                                                               | JPN             | JPY                 | 952,059,530     | 4.68               |
| 452,527                           | Amada Co. Ltd.                                                            | JPN             | JPY                 | 809,510,288     | 3.98               |
| 355,140                           | Mitsubishi Heavy Industries Ltd.                                          | JPN             | JPY                 | 615,100,065     | 3.03               |
| 4,738                             | SMC Corp.                                                                 | JPN             | JPY                 | 363,201,671     | 1.79               |
| 18,700                            | Toyota Industries Corp.                                                   | JPN             | JPY                 | 255,931,469     | 1.26               |
| 29,155                            | Yaskawa Electric Corp.                                                    | JPN             | JPY                 | 169,143,633     | 0.83               |
|                                   |                                                                           |                 |                     | 4,182,417,317   | 20.57              |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 290,004                           | Inpex Corp.                                                               | JPN             | JPY                 | 685,206,211     | 3.37               |
|                                   |                                                                           |                 |                     | 685,206,211     | 3.37               |
|                                   | <b>Pharmaceuticals</b>                                                    |                 |                     |                 |                    |
| 65,189                            | Takeda Pharmaceutical Co. Ltd.                                            | JPN             | JPY                 | 272,047,053     | 1.34               |
|                                   |                                                                           |                 |                     | 272,047,053     | 1.34               |
|                                   | <b>Real Estate Management &amp; Development</b>                           |                 |                     |                 |                    |
| 204,400                           | Mitsubishi Estate Co. Ltd.                                                | JPN             | JPY                 | 517,736,737     | 2.55               |
|                                   |                                                                           |                 |                     | 517,736,737     | 2.55               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                       |                 |                     |                 |                    |
| 200,400                           | Renesas Electronics Corp.                                                 | JPN             | JPY                 | 611,464,947     | 3.01               |
| 17,268                            | Tokyo Electron Ltd.                                                       | JPN             | JPY                 | 608,159,763     | 2.99               |
| 50,500                            | Socionext, Inc.                                                           | JPN             | JPY                 | 193,321,832     | 0.95               |
|                                   |                                                                           |                 |                     | 1,412,946,542   | 6.95               |

**Franklin Japan Fund** (continued)

(Currency - JPY)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value       | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------------|--------------------|
|                                   | <b>Specialty Retail</b>                                                                 |                 |                     |                       |                    |
| 9,813                             | Fast Retailing Co. Ltd.                                                                 | JPN             | JPY                 | 399,346,999           | 1.96               |
|                                   |                                                                                         |                 |                     | 399,346,999           | 1.96               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                       |                    |
| 361,452                           | Asics Corp.                                                                             | JPN             | JPY                 | 896,628,646           | 4.41               |
| 78,949                            | Goldwin, Inc.                                                                           | JPN             | JPY                 | 695,659,837           | 3.42               |
|                                   |                                                                                         |                 |                     | 1,592,288,483         | 7.83               |
|                                   | <b>Trading Companies &amp; Distributors</b>                                             |                 |                     |                       |                    |
| 211,027                           | Mitsubishi Corp.                                                                        | JPN             | JPY                 | 667,427,428           | 3.28               |
|                                   |                                                                                         |                 |                     | 667,427,428           | 3.28               |
|                                   | <b>Transportation Infrastructure</b>                                                    |                 |                     |                       |                    |
| 89,104                            | Mitsubishi Logistics Corp.                                                              | JPN             | JPY                 | 471,754,442           | 2.32               |
|                                   |                                                                                         |                 |                     | 471,754,442           | 2.32               |
|                                   | <b>Wireless Telecommunication Services</b>                                              |                 |                     |                       |                    |
| 38,500                            | SoftBank Group Corp.                                                                    | JPN             | JPY                 | 398,422,780           | 1.96               |
| 57,255                            | KDDI Corp.                                                                              | JPN             | JPY                 | 244,033,333           | 1.20               |
| 120,426                           | SoftBank Corp.                                                                          | JPN             | JPY                 | 236,960,747           | 1.16               |
|                                   |                                                                                         |                 |                     | 879,416,860           | 4.32               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 19,347,061,000        | 95.13              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 19,347,061,000        | 95.13              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <b>19,347,061,000</b> | <b>95.13</b>       |



## Schedule of Investments, June 30, 2024

## Franklin K2 Alternative Strategies Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 6,938                             | General Electric Co.                                                      | USA             | USD                 | 1,102,934       | 0.17               |
| 1,447                             | Austal Ltd.                                                               | AUS             | AUD                 | 2,399           | —                  |
|                                   |                                                                           |                 |                     | 1,105,333       | 0.17               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 7,209                             | Aptiv plc                                                                 | USA             | USD                 | 507,658         | 0.08               |
|                                   |                                                                           |                 |                     | 507,658         | 0.08               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 5,634                             | Vertex Pharmaceuticals, Inc.                                              | USA             | USD                 | 2,640,768       | 0.41               |
| 8,047                             | Amgen, Inc.                                                               | USA             | USD                 | 2,514,285       | 0.40               |
| 2,269                             | Regeneron Pharmaceuticals, Inc.                                           | USA             | USD                 | 2,384,787       | 0.37               |
| 49,323                            | Crinetics Pharmaceuticals, Inc.                                           | USA             | USD                 | 2,209,177       | 0.35               |
| 56,835                            | Dyne Therapeutics, Inc.                                                   | USA             | USD                 | 2,005,707       | 0.32               |
| 51,075                            | Apellis Pharmaceuticals, Inc.                                             | USA             | USD                 | 1,959,237       | 0.31               |
| 26,726                            | Inmed, Inc.                                                               | USA             | USD                 | 1,790,642       | 0.28               |
| 12,174                            | Neurocrine Biosciences, Inc.                                              | USA             | USD                 | 1,675,995       | 0.26               |
| 21,225                            | Vaxcyte, Inc.                                                             | USA             | USD                 | 1,602,700       | 0.25               |
| 3,414                             | Argenx SE, ADR                                                            | NLD             | USD                 | 1,468,157       | 0.23               |
| 5,985                             | Krystal Biotech, Inc.                                                     | USA             | USD                 | 1,099,085       | 0.17               |
| 28,124                            | Celldex Therapeutics, Inc.                                                | USA             | USD                 | 1,040,869       | 0.16               |
| 20,320                            | Apogee Therapeutics, Inc.                                                 | USA             | USD                 | 799,592         | 0.13               |
| 16,822                            | Xenon Pharmaceuticals, Inc.                                               | CAN             | USD                 | 655,890         | 0.10               |
| 17,811                            | Ideaya Biosciences, Inc.                                                  | USA             | USD                 | 625,344         | 0.10               |
| 16,921                            | Vera Therapeutics, Inc.                                                   | USA             | USD                 | 612,202         | 0.10               |
| 16,461                            | Kymera Therapeutics, Inc.                                                 | USA             | USD                 | 491,361         | 0.08               |
| 36,063                            | Coherus Biosciences, Inc.                                                 | USA             | USD                 | 62,389          | 0.01               |
|                                   |                                                                           |                 |                     | 25,638,187      | 4.03               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 1,044                             | Alibaba Group Holding Ltd., ADR                                           | CHN             | USD                 | 75,168          | 0.01               |
|                                   |                                                                           |                 |                     | 75,168          | 0.01               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 9,243                             | Johnson Controls International plc                                        | USA             | USD                 | 614,382         | 0.10               |
|                                   |                                                                           |                 |                     | 614,382         | 0.10               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 10,532                            | Eastman Chemical Co.                                                      | USA             | USD                 | 1,031,820       | 0.16               |
| 3,908                             | Covestro AG, Reg. S, 144A                                                 | DEU             | EUR                 | 229,075         | 0.04               |
| 45,863                            | Arcadium Lithium plc                                                      | JEY             | USD                 | 154,099         | 0.02               |
|                                   |                                                                           |                 |                     | 1,414,994       | 0.22               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 41,601                            | Spirent Communications plc                                                | GBR             | GBP                 | 96,069          | 0.02               |
| 8,377                             | CommScope Holding Co., Inc.                                               | USA             | USD                 | 10,304          | —                  |
|                                   |                                                                           |                 |                     | 106,373         | 0.02               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 29,634                            | MasTec, Inc.                                                              | USA             | USD                 | 3,170,542       | 0.50               |
| 8,222                             | Quanta Services, Inc.                                                     | USA             | USD                 | 2,089,128       | 0.33               |
| 2,320                             | Centuri Holdings, Inc.                                                    | USA             | USD                 | 45,193          | —                  |
|                                   |                                                                           |                 |                     | 5,304,863       | 0.83               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 9,232                             | CRH plc                                                                   | USA             | USD                 | 692,215         | 0.11               |
|                                   |                                                                           |                 |                     | 692,215         | 0.11               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 15,001                            | Albertsons Cos., Inc. 'A'                                                 | USA             | USD                 | 296,270         | 0.05               |
|                                   |                                                                           |                 |                     | 296,270         | 0.05               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 69,525                            | DS Smith plc                                                              | GBR             | GBP                 | 368,480         | 0.06               |
|                                   |                                                                           |                 |                     | 368,480         | 0.06               |
|                                   | <b>Diversified Consumer Services</b>                                      |                 |                     |                 |                    |
| 6,875                             | Park Lawn Corp.                                                           | CAN             | CAD                 | 130,711         | 0.02               |
|                                   |                                                                           |                 |                     | 130,711         | 0.02               |

**Franklin K2 Alternative Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                         | Description                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------------|--------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Diversified Telecommunication Services</b>             |                                                  |                 |                     |                 |                    |
| 432,476                                                   | Telecom Italia SpA                               | ITA             | EUR                 | 103,439         | 0.02               |
|                                                           |                                                  |                 |                     | 103,439         | 0.02               |
| <b>Electric Utilities</b>                                 |                                                  |                 |                     |                 |                    |
| 19,813                                                    | Constellation Energy Corp.                       | USA             | USD                 | 3,967,950       | 0.62               |
| 24,733                                                    | Edison International                             | USA             | USD                 | 1,776,077       | 0.28               |
| 89,983                                                    | PG&E Corp.                                       | USA             | USD                 | 1,571,103       | 0.25               |
| 54,790                                                    | PPL Corp.                                        | USA             | USD                 | 1,514,943       | 0.24               |
| 18,416                                                    | NextEra Energy, Inc.                             | USA             | USD                 | 1,304,037       | 0.21               |
| 12,039                                                    | Entergy Corp.                                    | USA             | USD                 | 1,288,173       | 0.20               |
|                                                           |                                                  |                 |                     | 11,422,283      | 1.80               |
| <b>Electrical Equipment</b>                               |                                                  |                 |                     |                 |                    |
| 33,585                                                    | Vertiv Holdings Co. 'A'                          | USA             | USD                 | 2,907,453       | 0.46               |
| 14,219                                                    | GE Vernova, Inc.                                 | USA             | USD                 | 2,438,701       | 0.38               |
| 110,506                                                   | Enovix Corp.                                     | USA             | USD                 | 1,708,423       | 0.27               |
| 61,631                                                    | Array Technologies, Inc.                         | USA             | USD                 | 632,334         | 0.10               |
| 32,912                                                    | Fluence Energy, Inc. 'A'                         | USA             | USD                 | 570,694         | 0.09               |
| 26,899                                                    | Bloom Energy Corp. 'A'                           | USA             | USD                 | 329,244         | 0.05               |
| 6,663                                                     | NEXTracker, Inc. 'A'                             | USA             | USD                 | 312,361         | 0.05               |
|                                                           |                                                  |                 |                     | 8,899,210       | 1.40               |
| <b>Electronic Equipment, Instruments &amp; Components</b> |                                                  |                 |                     |                 |                    |
| 3,022                                                     | Hollysys Automation Technologies Ltd.            | CHN             | USD                 | 65,396          | 0.01               |
| 1,088                                                     | SAES Getters SpA                                 | ITA             | EUR                 | 32,626          | 0.01               |
|                                                           |                                                  |                 |                     | 98,022          | 0.02               |
| <b>Energy Equipment &amp; Services</b>                    |                                                  |                 |                     |                 |                    |
| 6,926                                                     | Nabors Industries Ltd.                           | USA             | USD                 | 492,854         | 0.08               |
| 26,134                                                    | John Wood Group plc                              | GBR             | GBP                 | 67,860          | 0.01               |
|                                                           |                                                  |                 |                     | 560,714         | 0.09               |
| <b>Entertainment</b>                                      |                                                  |                 |                     |                 |                    |
| 4,441                                                     | Endeavor Group Holdings, Inc. 'A'                | USA             | USD                 | 120,040         | 0.02               |
| 781                                                       | Marcus Corp. (The)                               | USA             | USD                 | 8,880           | —                  |
|                                                           |                                                  |                 |                     | 128,920         | 0.02               |
| <b>Equity Real Estate Investment Trusts (REITs)</b>       |                                                  |                 |                     |                 |                    |
| 4,117                                                     | Digital Realty Trust, Inc.                       | USA             | USD                 | 625,990         | 0.10               |
| 683                                                       | Equinix, Inc.                                    | USA             | USD                 | 516,758         | 0.08               |
| 38,559                                                    | TF Administradora Industrial S de RL de CV       | MEX             | MXN                 | 82,471          | 0.01               |
|                                                           |                                                  |                 |                     | 1,225,219       | 0.19               |
| <b>Financial Services</b>                                 |                                                  |                 |                     |                 |                    |
| 42,169                                                    | Network International Holdings plc, Reg. S, 144A | ARE             | GBP                 | 208,652         | 0.03               |
| 19,894                                                    | Nexi SpA, Reg. S, 144A                           | ITA             | EUR                 | 121,274         | 0.02               |
|                                                           |                                                  |                 |                     | 329,926         | 0.05               |
| <b>Ground Transportation</b>                              |                                                  |                 |                     |                 |                    |
| 8,586                                                     | Uber Technologies, Inc.                          | USA             | USD                 | 624,031         | 0.10               |
| 918                                                       | Alps Logistics Co. Ltd.                          | JPN             | JPY                 | 32,900          | —                  |
|                                                           |                                                  |                 |                     | 656,931         | 0.10               |
| <b>Health Care Equipment &amp; Supplies</b>               |                                                  |                 |                     |                 |                    |
| 10,473                                                    | Becton Dickinson & Co.                           | USA             | USD                 | 2,447,645       | 0.39               |
| 24,505                                                    | Cooper Cos., Inc. (The)                          | USA             | USD                 | 2,139,286       | 0.34               |
| 43,838                                                    | Inari Medical, Inc.                              | USA             | USD                 | 2,110,799       | 0.33               |
| 4,615                                                     | Intuitive Surgical, Inc.                         | USA             | USD                 | 2,052,983       | 0.32               |
| 23,183                                                    | Hologic, Inc.                                    | USA             | USD                 | 1,721,338       | 0.27               |
| 36,030                                                    | Tandem Diabetes Care, Inc.                       | USA             | USD                 | 1,451,649       | 0.23               |
| 15,803                                                    | Boston Scientific Corp.                          | USA             | USD                 | 1,216,989       | 0.19               |
| 2,013                                                     | Axonics, Inc.                                    | USA             | USD                 | 135,334         | 0.02               |
| 3,150                                                     | Bausch + Lomb Corp.                              | USA             | USD                 | 45,738          | 0.01               |
| 202                                                       | Glaukos Corp.                                    | USA             | USD                 | 23,907          | —                  |
|                                                           |                                                  |                 |                     | 13,345,668      | 2.10               |
| <b>Health Care Providers &amp; Services</b>               |                                                  |                 |                     |                 |                    |
| 7,942                                                     | Humana, Inc.                                     | USA             | USD                 | 2,967,528       | 0.47               |
| 2,869                                                     | Cigna Group (The)                                | USA             | USD                 | 948,405         | 0.15               |
| 1,144                                                     | UnitedHealth Group, Inc.                         | USA             | USD                 | 582,594         | 0.09               |
| 2,738                                                     | Amedisys, Inc.                                   | USA             | USD                 | 251,348         | 0.04               |
| 45,329                                                    | Community Health Systems, Inc.                   | USA             | USD                 | 152,306         | 0.02               |
| 11,940                                                    | R1 RCM, Inc.                                     | USA             | USD                 | 149,966         | 0.02               |

## Franklin K2 Alternative Strategies Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                  | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 91,366                            | OPKO Health, Inc.                                            | USA             | USD                 | 114,208         | 0.02               |
| 196                               | Enhabit, Inc.                                                | USA             | USD                 | 1,748           | —                  |
|                                   |                                                              |                 |                     | 5,168,103       | 0.81               |
|                                   | <b>Health Care Technology</b>                                |                 |                     |                 |                    |
| 6,998                             | Waystar Holding Corp.                                        | USA             | USD                 | 150,457         | 0.02               |
|                                   |                                                              |                 |                     | 150,457         | 0.02               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                     |                 |                     |                 |                    |
| 5,537                             | Kindred Group plc, SDR                                       | MLT             | SEK                 | 65,823          | 0.01               |
|                                   |                                                              |                 |                     | 65,823          | 0.01               |
|                                   | <b>Independent Power and Renewable Electricity Producers</b> |                 |                     |                 |                    |
| 26,799                            | Vistra Corp.                                                 | USA             | USD                 | 2,304,178       | 0.36               |
| 74,627                            | AES Corp. (The)                                              | USA             | USD                 | 1,311,197       | 0.21               |
| 14,712                            | Clearway Energy, Inc. 'C'                                    | USA             | USD                 | 363,239         | 0.06               |
| 59,579                            | Sunnova Energy International, Inc.                           | USA             | USD                 | 332,451         | 0.05               |
| 6,583                             | Neoen SA, Reg. S, 144A                                       | FRA             | EUR                 | 266,248         | 0.04               |
|                                   |                                                              |                 |                     | 4,577,313       | 0.72               |
|                                   | <b>Industrial Conglomerates</b>                              |                 |                     |                 |                    |
| 15,638                            | 3M Co.                                                       | USA             | USD                 | 1,598,047       | 0.25               |
| 65,830                            | Hitachi Ltd.                                                 | JPN             | JPY                 | 1,482,250       | 0.23               |
|                                   |                                                              |                 |                     | 3,080,297       | 0.48               |
|                                   | <b>IT Services</b>                                           |                 |                     |                 |                    |
| 6,339                             | Keywords Studios plc                                         | IRL             | GBP                 | 185,263         | 0.03               |
| 892                               | Perficient, Inc.                                             | USA             | USD                 | 66,713          | 0.01               |
| 766                               | Squarespace, Inc. 'A'                                        | USA             | USD                 | 33,421          | 0.01               |
| 93                                | Okta, Inc. 'A'                                               | USA             | USD                 | 8,706           | —                  |
|                                   |                                                              |                 |                     | 294,103         | 0.05               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                    |                 |                     |                 |                    |
| 45,434                            | QIAGEN NV                                                    | USA             | USD                 | 1,866,883       | 0.29               |
| 72,414                            | Avantor, Inc.                                                | USA             | USD                 | 1,535,177       | 0.24               |
| 167,854                           | Maravai LifeSciences Holdings, Inc. 'A'                      | USA             | USD                 | 1,201,835       | 0.19               |
| 9,113                             | Agilent Technologies, Inc.                                   | USA             | USD                 | 1,181,318       | 0.19               |
| 1,686                             | Lonza Group AG                                               | CHE             | CHF                 | 917,867         | 0.15               |
| 2,240                             | Inotiv, Inc.                                                 | USA             | USD                 | 3,718           | —                  |
|                                   |                                                              |                 |                     | 6,706,798       | 1.06               |
|                                   | <b>Machinery</b>                                             |                 |                     |                 |                    |
| 16,106                            | Desktop Metal, Inc. 'A'                                      | USA             | USD                 | 66,518          | 0.01               |
|                                   |                                                              |                 |                     | 66,518          | 0.01               |
|                                   | <b>Media</b>                                                 |                 |                     |                 |                    |
| 121,384                           | Altice USA, Inc. 'A'                                         | USA             | USD                 | 247,623         | 0.04               |
| 10,590                            | Liberty Media Corp-Liberty SiriusXM                          | USA             | USD                 | 234,674         | 0.04               |
| 15,409                            | Ascential plc, Reg. S                                        | GBR             | GBP                 | 66,617          | 0.01               |
| 41,848                            | Clear Channel Outdoor Holdings, Inc.                         | USA             | USD                 | 59,006          | 0.01               |
|                                   |                                                              |                 |                     | 607,920         | 0.10               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                       |                 |                     |                 |                    |
| 24,231                            | New Fortress Energy, Inc.                                    | USA             | USD                 | 532,597         | 0.09               |
| 1,204                             | Hess Corp.                                                   | USA             | USD                 | 177,614         | 0.03               |
| 4,770                             | Golar LNG Ltd.                                               | CMR             | USD                 | 149,540         | 0.02               |
|                                   |                                                              |                 |                     | 859,751         | 0.14               |
|                                   | <b>Passenger Airlines</b>                                    |                 |                     |                 |                    |
| 32,000                            | Cathay Pacific Airways Ltd.                                  | HKG             | HKD                 | 32,712          | 0.01               |
| 144                               | JetBlue Airways Corp.                                        | USA             | USD                 | 877             | —                  |
|                                   |                                                              |                 |                     | 33,589          | 0.01               |
|                                   | <b>Pharmaceuticals</b>                                       |                 |                     |                 |                    |
| 19,794                            | Novo Nordisk A/S, ADR                                        | DNK             | USD                 | 2,825,396       | 0.44               |
| 20,899                            | Merck & Co., Inc.                                            | USA             | USD                 | 2,587,296       | 0.41               |
| 27,395                            | AstraZeneca plc, ADR                                         | GBR             | USD                 | 2,136,536       | 0.33               |
| 2,033                             | Eli Lilly & Co.                                              | USA             | USD                 | 1,840,637       | 0.29               |
| 15,721                            | Structure Therapeutics, Inc., ADR                            | USA             | USD                 | 617,364         | 0.10               |
|                                   |                                                              |                 |                     | 10,007,229      | 1.57               |
|                                   | <b>Professional Services</b>                                 |                 |                     |                 |                    |
| 5,560                             | Alpha Financial Markets Consulting plc                       | GBR             | GBP                 | 34,791          | 0.01               |
|                                   |                                                              |                 |                     | 34,791          | 0.01               |

**Franklin K2 Alternative Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                     | Description                                                   | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------|---------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Semiconductors &amp; Semiconductor Equipment</b>   |                                                               |                 |                     |                 |                    |
| 1,188                                                 | ARM Holdings plc, ADR                                         | USA             | USD                 | 194,381         | 0.03               |
| 827                                                   | Enphase Energy, Inc.                                          | USA             | USD                 | 82,460          | 0.01               |
| 109,092                                               | Sequans Communications SA, ADR                                | FRA             | USD                 | 54,851          | 0.01               |
|                                                       |                                                               |                 |                     | 331,692         | 0.05               |
| <b>Software</b>                                       |                                                               |                 |                     |                 |                    |
| 12,740                                                | Altium Ltd.                                                   | AUS             | AUD                 | 576,006         | 0.09               |
| 250                                                   | ANSYS, Inc.                                                   | USA             | USD                 | 80,375          | 0.01               |
| 8,885                                                 | Darktrace plc                                                 | GBR             | GBP                 | 64,599          | 0.01               |
| 1,465                                                 | PowerSchool Holdings, Inc. 'A'                                | USA             | USD                 | 32,801          | 0.01               |
| 342                                                   | Envestnet, Inc.                                               | USA             | USD                 | 21,406          | —                  |
| 4,766                                                 | Porch Group, Inc.                                             | USA             | USD                 | 7,197           | —                  |
|                                                       |                                                               |                 |                     | 782,384         | 0.12               |
| <b>Technology Hardware, Storage &amp; Peripherals</b> |                                                               |                 |                     |                 |                    |
| 26                                                    | Super Micro Computer, Inc.                                    | USA             | USD                 | 21,303          | —                  |
|                                                       |                                                               |                 |                     | 21,303          | —                  |
| <b>Trading Companies &amp; Distributors</b>           |                                                               |                 |                     |                 |                    |
| 8,047                                                 | Herc Holdings, Inc.                                           | USA             | USD                 | 1,072,585       | 0.17               |
|                                                       |                                                               |                 |                     | 1,072,585       | 0.17               |
| <b>TOTAL SHARES</b>                                   |                                                               |                 |                     | 106,885,622     | 16.82              |
| <b>WARRANTS</b>                                       |                                                               |                 |                     |                 |                    |
| <b>Aerospace &amp; Defense</b>                        |                                                               |                 |                     |                 |                    |
| 3,039                                                 | Satelllogic, Inc. 01/25/2027                                  | VGB             | USD                 | 182             | —                  |
|                                                       |                                                               |                 |                     | 182             | —                  |
| <b>Capital Markets</b>                                |                                                               |                 |                     |                 |                    |
| 5,201                                                 | Target Global Acquisition I Corp. 12/31/2027                  | ISR             | USD                 | 590             | —                  |
| 2,354                                                 | Nabors Energy Transition Corp. II 09/05/2028                  | USA             | USD                 | 236             | —                  |
| 7,316                                                 | Southport Acquisition Corp. 05/24/2028                        | USA             | USD                 | 146             | —                  |
|                                                       |                                                               |                 |                     | 972             | —                  |
| <b>Hotels, Restaurants &amp; Leisure</b>              |                                                               |                 |                     |                 |                    |
| 1,058                                                 | HomeToGo SE 12/31/2025                                        | LUX             | EUR                 | 1               | —                  |
|                                                       |                                                               |                 |                     | 1               | —                  |
| <b>IT Services</b>                                    |                                                               |                 |                     |                 |                    |
| 355                                                   | Brand Engagement Network, Inc. 03/14/2029                     | USA             | USD                 | 12              | —                  |
|                                                       |                                                               |                 |                     | 12              | —                  |
| <b>Professional Services</b>                          |                                                               |                 |                     |                 |                    |
| 266                                                   | Falcon's Beyond Global, Inc. 09/01/2027                       | USA             | USD                 | 322             | —                  |
|                                                       |                                                               |                 |                     | 322             | —                  |
| <b>TOTAL WARRANTS</b>                                 |                                                               |                 |                     | 1,489           | —                  |
| <b>BONDS</b>                                          |                                                               |                 |                     |                 |                    |
| <b>Convertible Bonds</b>                              |                                                               |                 |                     |                 |                    |
| 2,100,000                                             | Delivery Hero SE, Reg. S 3.25% 02/21/2030                     | KOR             | EUR                 | 1,965,123       | 0.31               |
| 8,000,000                                             | Cathay Pacific Finance III Ltd., Reg. S 2.75% 02/05/2026      | HKG             | HKD                 | 1,073,114       | 0.17               |
| 700,000                                               | Just Eat Takeaway.com NV, Reg. S 1.25% 04/30/2026             | GBR             | EUR                 | 689,136         | 0.11               |
| 200,000                                               | ams-OSRAM AG, Reg. S 2.125% 11/03/2027                        | AUT             | EUR                 | 169,746         | 0.03               |
| 100,000                                               | Pharming Group NV, Reg. S 4.5% 04/25/2029                     | NLD             | EUR                 | 104,252         | 0.01               |
| 62,000                                                | StorageVault Canada, Inc., 144A 5% 03/31/2028                 | CAN             | CAD                 | 42,003          | 0.01               |
|                                                       |                                                               |                 |                     | 4,043,374       | 0.64               |
| <b>Corporate Bonds</b>                                |                                                               |                 |                     |                 |                    |
| 2,000,000                                             | Jerrold Finco plc, Reg. S 7.875% 04/15/2030                   | GBR             | GBP                 | 2,540,841       | 0.40               |
| 19,880,000                                            | America Movil SAB de CV 9.5% 01/27/2031                       | MEX             | MXN                 | 1,016,004       | 0.16               |
| 18,540,000                                            | America Movil SAB de CV 10.125% 01/22/2029                    | MEX             | MXN                 | 982,483         | 0.15               |
| 970,000                                               | Akbank TAS, Reg. S 9.369% Perpetual                           | TUR             | USD                 | 963,831         | 0.15               |
| 1,054,000                                             | Canadian Pacific Railway Co. 2.45% 12/02/2031                 | CAN             | USD                 | 959,702         | 0.15               |
| 810,000                                               | Standard Chartered plc, Reg. S 7.875% Perpetual               | GBR             | USD                 | 813,489         | 0.13               |
| 14,040,000                                            | America Movil SAB de CV 10.3% 01/30/2034                      | MEX             | MXN                 | 740,563         | 0.12               |
| 695,000                                               | Yinson Boronia Production BV, Reg. S 8.947% 07/31/2042        | BRA             | USD                 | 702,297         | 0.11               |
| 423,666                                               | Mitchells & Butlers Finance plc, Reg. S 6.013% 12/15/2030     | GBR             | GBP                 | 520,209         | 0.08               |
| 412,000                                               | Kane Bidco Ltd., Reg. S 6.5% 02/15/2027                       | GBR             | GBP                 | 510,157         | 0.08               |
| 353,000                                               | Cidron Aida Finco Sarl, Reg. S 6.25% 04/01/2028               | LUX             | GBP                 | 414,127         | 0.07               |
| 168,000,000                                           | Development Bank of Kazakhstan JSC, Reg. S 13% 04/15/2027     | KAZ             | KZT                 | 353,215         | 0.06               |
| 299,000                                               | Nova Alexandre III SAS, Reg. S, FRN 9.114% 07/15/2029         | FRA             | EUR                 | 320,164         | 0.05               |
| 287,000                                               | Infrastrutture Wireless Italiane SpA, Reg. S 1.75% 04/19/2031 | ITA             | EUR                 | 273,337         | 0.04               |

## Franklin K2 Alternative Strategies Fund (continued)

(Currency - USD)

| Number of shares<br>or face value     | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 204,000                               | Aston Martin Capital Holdings Ltd., Reg. S 10.375% 03/31/2029                           | JEY             | GBP                 | 256,622         | 0.04               |
| 200,000                               | Fiber Midco Spa, Reg. S 10% 06/15/2029                                                  | ITA             | EUR                 | 214,522         | 0.03               |
| 200,000                               | Tesco Corporate Treasury Services plc, Reg. S 0.375% 07/27/2029                         | GBR             | EUR                 | 182,986         | 0.03               |
| 100,000                               | Picard Groupe SAS, Reg. S 6.375% 07/01/2029                                             | FRA             | EUR                 | 107,085         | 0.02               |
| 100,000                               | Fiber Bidco Spa, Reg. S 6.125% 06/15/2031                                               | ITA             | EUR                 | 106,155         | 0.02               |
| 1,430,000                             | Zhenro Properties Group Ltd. 8% 03/06/2023 <sup>s</sup>                                 | CHN             | USD                 | 8,937           | —                  |
|                                       |                                                                                         |                 |                     | 11,986,726      | 1.89               |
| <b>Government and Municipal Bonds</b> |                                                                                         |                 |                     |                 |                    |
| 34,159,000,000                        | Indonesia Government Bond 7.125% 06/15/2038                                             | IDN             | IDR                 | 2,090,823       | 0.33               |
| 4,546,540                             | Provincia de Buenos Aires, Reg. S 6.375% 09/01/2037                                     | ARG             | USD                 | 1,886,814       | 0.30               |
| 3,692,000                             | Ukraine Government Bond, Reg. S, FRN 0% 05/31/2040                                      | UKR             | USD                 | 1,822,113       | 0.29               |
| 1,538,000                             | Ecopetrol SA 8.375% 01/19/2036                                                          | COL             | USD                 | 1,511,656       | 0.24               |
| 78,200,000                            | Dominican Republic Government Bond, Reg. S 10.75% 06/01/2036                            | DOM             | DOP                 | 1,350,968       | 0.21               |
| 3,088,000                             | Argentina Government Bond 3.625% 07/09/2046                                             | ARG             | USD                 | 1,345,948       | 0.21               |
| 6,773,600,000                         | Colombia Titulos De Tesoreria 7% 06/30/2032                                             | COL             | COP                 | 1,324,366       | 0.21               |
| 1,323,000                             | Angola Government Bond, Reg. S 8.75% 04/14/2032                                         | AGO             | USD                 | 1,174,149       | 0.19               |
| 3,700,200,000                         | Colombia Titulos De Tesoreria 13.25% 02/09/2033                                         | COL             | COP                 | 1,014,510       | 0.16               |
| 1,018,000                             | Tunisian Government Bond, Reg. S 5.75% 01/30/2025                                       | TUN             | USD                 | 968,652         | 0.15               |
| 1,017,000                             | Angola Government Bond, Reg. S 9.375% 05/08/2048                                        | AGO             | USD                 | 853,199         | 0.13               |
| 5,012,400,000                         | Colombia Titulos De Tesoreria 7.25% 10/26/2050                                          | COL             | COP                 | 785,580         | 0.12               |
| 765,000                               | Serbia Government Bond, Reg. S 6% 06/12/2034                                            | SRB             | USD                 | 754,002         | 0.12               |
| 775,000                               | Senegal Government Bond, Reg. S 7.75% 06/10/2031                                        | SEN             | USD                 | 738,428         | 0.12               |
| 769,000                               | Pakistan Government Bond, Reg. S 6% 04/08/2026                                          | PAK             | USD                 | 695,050         | 0.11               |
| 622,000                               | Italy Government Bond 1.25% 02/17/2026                                                  | ITA             | USD                 | 582,512         | 0.09               |
| 1,812,000                             | Ukraine Government Bond, Reg. S 7.75% 09/01/2024                                        | UKR             | USD                 | 580,402         | 0.09               |
| 846,000                               | Ghana Government Bond, Reg. S 10.75% 10/14/2030                                         | GHA             | USD                 | 574,320         | 0.09               |
| 1,599,000                             | Ukraine Government Bond, Reg. S 7.75% 09/01/2026                                        | UKR             | USD                 | 498,840         | 0.08               |
| 840,000                               | Sri Lanka Government Bond, Reg. S 7.55% 03/28/2030 <sup>s</sup>                         | LKA             | USD                 | 487,852         | 0.08               |
| 515,000                               | Tunisian Government Bond, Reg. S 6.375% 07/15/2026                                      | TUN             | EUR                 | 477,560         | 0.08               |
| 15,763,000                            | Turkiye Government Bond 26.2% 10/05/2033                                                | TUR             | TRY                 | 474,028         | 0.08               |
| 1,022,000                             | Ecuador Government Bond, Reg. S 2.5% 07/31/2040                                         | ECU             | USD                 | 469,098         | 0.07               |
| 18,167,100                            | Uruguay Government Bond 9.75% 07/20/2033                                                | URY             | UYU                 | 466,095         | 0.07               |
| 430,000                               | Istanbul Metropolitan Municipality, Reg. S 10.5% 12/06/2028                             | TUR             | USD                 | 463,040         | 0.07               |
| 475,000                               | Ivory Coast Government Bond, Reg. S 8.25% 01/30/2037                                    | CIV             | USD                 | 461,035         | 0.07               |
| 13,853,000                            | Argentina Government Bond, FRN 0% 12/15/2035                                            | ARG             | USD                 | 387,884         | 0.06               |
| 385,000                               | Dominican Republic Government Bond, Reg. S 6.6% 06/01/2036                              | DOM             | USD                 | 384,120         | 0.06               |
| 5,000,000                             | Argentina Government Bond, FRN 0% 12/15/2035                                            | ARG             | EUR                 | 352,677         | 0.06               |
| 18,950,000                            | Dominican Republic Government Bond, Reg. S 11.25% 09/15/2035                            | DOM             | DOP                 | 339,389         | 0.05               |
| 9,820,000                             | Turkiye Government Bond 31.08% 11/08/2028                                               | TUR             | TRY                 | 309,894         | 0.05               |
| 596,000                               | Ghana Government Bond, Reg. S 8.75% 03/11/2061                                          | GHA             | USD                 | 306,944         | 0.05               |
| 460,000                               | Sri Lanka Government Bond, Reg. S 7.85% 03/14/2029 <sup>s</sup>                         | LKA             | USD                 | 273,929         | 0.04               |
| 280,000                               | Ivory Coast Government Bond, Reg. S 7.625% 01/30/2033                                   | CIV             | USD                 | 272,444         | 0.04               |
| 513,000                               | Ghana Government Bond, Reg. S 6.375% 02/11/2027                                         | GHA             | USD                 | 261,519         | 0.04               |
| 1,789,000,000                         | Paraguay Government Bond, Reg. S 7.9% 02/09/2031                                        | PRY             | PYG                 | 246,808         | 0.04               |
| 1,186,000                             | Venezuela Government Bond, Reg. S 11.75% 10/21/2026 <sup>s</sup>                        | VEN             | USD                 | 229,028         | 0.04               |
| 413,000                               | Ghana Government Bond, Reg. S 8.95% 03/26/2051                                          | GHA             | USD                 | 212,627         | 0.03               |
| 1,093,000                             | Venezuela Government Bond, Reg. S 9.25% 05/07/2028 <sup>s</sup>                         | VEN             | USD                 | 188,569         | 0.03               |
| 200,000                               | Pakistan Government Bond, Reg. S 6.875% 12/05/2027                                      | PAK             | USD                 | 173,377         | 0.03               |
| 3,432,581                             | South Africa Government Bond 8.5% 01/31/2037                                            | ZAF             | ZAR                 | 148,510         | 0.02               |
| 243,000                               | Sri Lanka Government Bond, Reg. S 5.75% 04/18/2023 <sup>s</sup>                         | LKA             | USD                 | 139,725         | 0.02               |
| 397,000                               | Ukraine Government Bond, Reg. S 8.994% 02/01/2026                                       | UKR             | USD                 | 129,572         | 0.02               |
| 313,000                               | Ukraine Government Bond, Reg. S 7.75% 09/01/2025                                        | UKR             | USD                 | 91,863          | 0.01               |
| 100,000                               | Pakistan Government Bond, Reg. S 7.875% 03/31/2036                                      | PAK             | USD                 | 76,106          | 0.01               |
|                                       |                                                                                         |                 |                     | 28,376,025      | 4.46               |
|                                       | <b>TOTAL BONDS</b>                                                                      |                 |                     | 44,406,125      | 6.99               |
|                                       | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 151,293,236     | 23.81              |
|                                       | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                 |                    |
|                                       | <b>SHARES</b>                                                                           |                 |                     |                 |                    |
|                                       | <b>Financial Services</b>                                                               |                 |                     |                 |                    |
| 29,109                                | FNMA, FRN Preference                                                                    | USA             | USD                 | 149,329         | 0.03               |
| 30,341                                | FHLMC, FRN Preference                                                                   | USA             | USD                 | 145,637         | 0.02               |
|                                       |                                                                                         |                 |                     | 294,966         | 0.05               |
|                                       | <b>TOTAL SHARES</b>                                                                     |                 |                     | 294,966         | 0.05               |



**Franklin K2 Alternative Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>BONDS</b>                      |                                                           |                 |                     |                 |                    |
| <b>Convertible Bonds</b>          |                                                           |                 |                     |                 |                    |
| 1,241,000                         | Pegasystems, Inc. 0.75% 03/01/2025                        | USA             | USD                 | 1,198,806       | 0.19               |
| 934,000                           | Guidewire Software, Inc. 1.25% 03/15/2025                 | USA             | USD                 | 1,172,170       | 0.19               |
| 1,092,000                         | Block, Inc. 0.125% 03/01/2025                             | USA             | USD                 | 1,056,278       | 0.17               |
| 1,061,000                         | Wayfair, Inc. 0.625% 10/01/2025                           | USA             | USD                 | 989,396         | 0.16               |
| 954,000                           | Jazz Investments I Ltd. 1.5% 08/15/2024                   | USA             | USD                 | 949,230         | 0.15               |
| 853,000                           | EZCORP, Inc. 2.875% 07/01/2024                            | USA             | USD                 | 925,071         | 0.15               |
| 948,000                           | Repay Holdings Corp., 144A 0% 02/01/2026                  | USA             | USD                 | 871,022         | 0.14               |
| 248,000                           | Veeco Instruments, Inc. 3.75% 06/01/2027                  | USA             | USD                 | 830,917         | 0.13               |
| 824,000                           | Integra LifeSciences Holdings Corp. 0.5% 08/15/2025       | USA             | USD                 | 778,882         | 0.12               |
| 770,000                           | BioMarin Pharmaceutical, Inc. 0.599% 08/01/2024           | USA             | USD                 | 765,610         | 0.12               |
| 600,000                           | Liberty Broadband Corp., 144A 3.125% 06/30/2054           | USA             | USD                 | 605,819         | 0.10               |
| 658,000                           | NextEra Energy Partners LP, 144A 0% 11/15/2025            | USA             | USD                 | 596,642         | 0.09               |
| 610,000                           | NeoGenomics, Inc. 1.25% 05/01/2025                        | USA             | USD                 | 595,131         | 0.09               |
| 546,000                           | Bloom Energy Corp. 2.5% 08/15/2025                        | USA             | USD                 | 583,892         | 0.09               |
| 600,000                           | MicroStrategy, Inc., 144A 2.25% 06/15/2032                | USA             | USD                 | 570,612         | 0.09               |
| 611,000                           | Marriott Vacations Worldwide Corp. 0% 01/15/2026          | USA             | USD                 | 565,735         | 0.09               |
| 540,000                           | Evolent Health, Inc. 1.5% 10/15/2025                      | USA             | USD                 | 523,125         | 0.08               |
| 604,000                           | DigitalOcean Holdings, Inc. 0% 12/01/2026                 | USA             | USD                 | 511,890         | 0.08               |
| 500,000                           | Envestnet, Inc. 0.75% 08/15/2025                          | USA             | USD                 | 484,750         | 0.08               |
| 920,000                           | RealReal, Inc. (The) 1% 03/01/2028                        | USA             | USD                 | 443,808         | 0.07               |
| 458,000                           | Okta, Inc. 0.125% 09/01/2025                              | USA             | USD                 | 433,716         | 0.07               |
| 1,235,000                         | Liberty Interactive LLC 3.75% 02/15/2030                  | USA             | USD                 | 432,250         | 0.07               |
| 455,000                           | Cracker Barrel Old Country Store, Inc. 0.625% 06/15/2026  | USA             | USD                 | 404,271         | 0.06               |
| 423,000                           | Chegg, Inc. 0.125% 03/15/2025                             | USA             | USD                 | 393,390         | 0.06               |
| 390,000                           | Q2 Holdings, Inc. 0.75% 06/01/2026                        | USA             | USD                 | 389,118         | 0.06               |
| 360,000                           | Health Catalyst, Inc. 2.5% 04/15/2025                     | USA             | USD                 | 350,775         | 0.06               |
| 350,000                           | Q2 Holdings, Inc. 0.125% 11/15/2025                       | USA             | USD                 | 328,884         | 0.05               |
| 340,000                           | Pacira BioSciences, Inc. 0.75% 08/01/2025                 | USA             | USD                 | 319,770         | 0.05               |
| 457,800                           | Maxon Solar Technologies Ltd., FRN 4% 01/15/2028          | USA             | USD                 | 299,859         | 0.05               |
| 320,000                           | Unity Software, Inc. 0% 11/15/2026                        | USA             | USD                 | 277,280         | 0.04               |
| 251,000                           | Cerevel Therapeutics Holdings, Inc., 144A 2.5% 08/15/2027 | USA             | USD                 | 276,476         | 0.04               |
| 375,000                           | Coherus Biosciences, Inc. 1.5% 04/15/2026                 | USA             | USD                 | 275,626         | 0.04               |
| 288,000                           | Cloudflare, Inc. 0% 08/15/2026                            | USA             | USD                 | 262,440         | 0.04               |
| 254,000                           | Peloton Interactive, Inc., 144A 5.5% 12/01/2029           | USA             | USD                 | 256,540         | 0.04               |
| 189,000                           | Bread Financial Holdings, Inc. 4.25% 06/15/2028           | USA             | USD                 | 253,416         | 0.04               |
| 261,000                           | Liberty Media Corp., 144A 2.75% 12/01/2049                | USA             | USD                 | 250,560         | 0.04               |
| 254,000                           | Mesa Laboratories, Inc. 1.375% 08/15/2025                 | USA             | USD                 | 239,923         | 0.04               |
| 201,000                           | Marcus Corp. (The) 5% 09/15/2025                          | USA             | USD                 | 236,678         | 0.04               |
| 191,000                           | OPKO Health, Inc., 144A 3.75% 01/15/2029                  | USA             | USD                 | 219,296         | 0.04               |
| 334,000                           | Traverse Therapeutics, Inc. 2.25% 03/01/2029              | USA             | USD                 | 217,518         | 0.03               |
| 119,000                           | Ivanhoe Mines Ltd. 2.5% 04/15/2026                        | CAN             | USD                 | 212,379         | 0.03               |
| 239,000                           | BILL Holdings, Inc. 0% 04/01/2027                         | USA             | USD                 | 204,225         | 0.03               |
| 220,000                           | RingCentral, Inc. 0% 03/15/2026                           | USA             | USD                 | 200,266         | 0.03               |
| 215,000                           | BILL Holdings, Inc. 0% 12/01/2025                         | USA             | USD                 | 199,197         | 0.03               |
| 221,000                           | Jamf Holding Corp. 0.125% 09/01/2026                      | USA             | USD                 | 195,948         | 0.03               |
| 353,000                           | Porch Group, Inc., 144A 0.75% 09/15/2026                  | USA             | USD                 | 187,867         | 0.03               |
| 201,000                           | DraftKings Holdings, Inc. 0% 03/15/2028                   | USA             | USD                 | 167,533         | 0.03               |
| 170,000                           | National Vision Holdings, Inc. 2.5% 05/15/2025            | USA             | USD                 | 164,475         | 0.03               |
| 146,000                           | PetIQ, Inc. 4% 06/01/2026                                 | USA             | USD                 | 155,814         | 0.03               |
| 168,000                           | Enphase Energy, Inc. 0% 03/01/2026                        | USA             | USD                 | 153,089         | 0.02               |
| 78,000                            | Veeco Instruments, Inc. 3.5% 01/15/2025                   | USA             | USD                 | 152,862         | 0.02               |
| 154,000                           | Spotify USA, Inc. 0% 03/15/2026                           | USA             | USD                 | 146,916         | 0.02               |
| 156,000                           | Okta, Inc. 0.375% 06/15/2026                              | USA             | USD                 | 143,242         | 0.02               |
| 415,000                           | Liberty Interactive LLC 4% 11/15/2029                     | USA             | USD                 | 143,175         | 0.02               |
| 129,000                           | Century Aluminum Co. 2.75% 05/01/2028                     | USA             | USD                 | 142,029         | 0.02               |
| 235,000                           | Redfin Corp. 0.5% 04/01/2027                              | USA             | USD                 | 130,759         | 0.02               |
| 130,000                           | SolarEdge Technologies, Inc., 144A 2.25% 07/01/2029       | USA             | USD                 | 125,840         | 0.02               |
| 117,000                           | Dayforce, Inc. 0.25% 03/15/2026                           | USA             | USD                 | 107,172         | 0.02               |
| 82,000                            | Apellis Pharmaceuticals, Inc. 3.5% 09/15/2026             | USA             | USD                 | 105,338         | 0.02               |
| 100,000                           | Trip.com Group Ltd., 144A 0.75% 06/15/2029                | CHN             | USD                 | 97,810          | 0.02               |
| 214,385                           | Maxon Solar Technologies Ltd. 4% 01/15/2028               | USA             | USD                 | 96,473          | 0.02               |
| 241,000                           | Inotiv, Inc. 3.25% 10/15/2027                             | USA             | USD                 | 94,520          | 0.02               |
| 90,000                            | Fortuna Silver Mines, Inc., 144A 3.75% 06/30/2029         | CAN             | USD                 | 94,140          | 0.02               |
| 95,000                            | Verint Systems, Inc. 0.25% 04/15/2026                     | USA             | USD                 | 88,065          | 0.01               |

## Franklin K2 Alternative Strategies Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                  | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 92,000                            | Match Group Financero 2, Inc., 144A 0.875% 06/15/2026        | USA             | USD                 | 83,660          | 0.01               |
| 79,000                            | Granite Construction, Inc., 144A 3.25% 06/15/2030            | USA             | USD                 | 81,765          | 0.01               |
| 98,000                            | Cardlytics, Inc., 144A 4.25% 04/01/2029                      | USA             | USD                 | 79,723          | 0.01               |
| 83,000                            | Block, Inc. 0% 05/01/2026                                    | USA             | USD                 | 74,600          | 0.01               |
| 79,000                            | Encore Capital Group, Inc. 4% 03/15/2029                     | USA             | USD                 | 73,233          | 0.01               |
| 53,000                            | Shift4 Payments, Inc. 0% 12/15/2025                          | USA             | USD                 | 61,203          | 0.01               |
| 59,000                            | Wayfair, Inc. 1% 08/15/2026                                  | USA             | USD                 | 53,305          | 0.01               |
| 60,000                            | Sea Ltd. 0.25% 09/15/2026                                    | SGP             | USD                 | 52,410          | 0.01               |
| 55,000                            | Marriott Vacations Worldwide Corp. 3.25% 12/15/2027          | USA             | USD                 | 50,325          | 0.01               |
| 50,000                            | UGI Corp., 144A 5% 06/01/2028                                | USA             | USD                 | 49,975          | 0.01               |
| 50,000                            | Pacira BioSciences, Inc., 144A 2.125% 05/15/2029             | USA             | USD                 | 49,825          | 0.01               |
| 353,000                           | GOL Equity Finance SA, 144A 3.75% 07/15/2024 <sup>s</sup>    | BRA             | USD                 | 49,420          | 0.01               |
| 51,000                            | Dropbox, Inc. 0% 03/01/2028                                  | USA             | USD                 | 46,633          | 0.01               |
| 37,000                            | Confluent, Inc. 0% 01/15/2027                                | USA             | USD                 | 32,042          | 0.01               |
| 22,000                            | Mirum Pharmaceuticals, Inc. 4% 05/01/2029                    | USA             | USD                 | 29,576          | 0.01               |
| 186,000                           | Danimer Scientific, Inc., 144A 3.25% 12/15/2026              | USA             | USD                 | 28,477          | 0.01               |
| 25,000                            | Plug Power, Inc., 144A 7% 06/01/2026                         | USA             | USD                 | 22,862          | —                  |
| 25,000                            | Haemonetics Corp. 0% 03/01/2026                              | USA             | USD                 | 22,538          | —                  |
| 1,119,000                         | Amyris, Inc. 1.5% 11/15/2026                                 | USA             | USD                 | 21,909          | —                  |
| 23,000                            | SoFi Technologies, Inc., 144A 1.25% 03/15/2029               | USA             | USD                 | 21,482          | —                  |
| 23,000                            | Airbnb, Inc. 0% 03/15/2026                                   | USA             | USD                 | 21,043          | —                  |
| 24,000                            | MicroStrategy, Inc., 144A 0.875% 03/15/2031                  | USA             | USD                 | 21,000          | —                  |
| 12,000                            | Veeco Instruments, Inc. 2.875% 06/01/2029                    | USA             | USD                 | 20,723          | —                  |
| 20,000                            | Itron, Inc., 144A 1.375% 07/15/2030                          | USA             | USD                 | 19,840          | —                  |
| 20,000                            | Haemonetics Corp., 144A 2.5% 06/01/2029                      | USA             | USD                 | 19,690          | —                  |
| 20,000                            | Bloom Energy Corp., 144A 3% 06/01/2029                       | USA             | USD                 | 17,710          | —                  |
| 20,000                            | Guardant Health, Inc. 0% 11/15/2027                          | USA             | USD                 | 15,516          | —                  |
| 24,000                            | PureCycle Technologies, Inc., 144A 7.25% 08/15/2030          | USA             | USD                 | 14,532          | —                  |
| 10,000                            | Microchip Technology, Inc., 144A 0.75% 06/01/2030            | USA             | USD                 | 10,122          | —                  |
| 10,000                            | Alarm.com Holdings, Inc., 144A 2.25% 06/01/2029              | USA             | USD                 | 9,831           | —                  |
| 10,000                            | Cheesecake Factory, Inc. (The) 0.375% 06/15/2026             | USA             | USD                 | 9,073           | —                  |
| 1,383,000                         | Shift Technologies, Inc., 144A 4.75% 05/15/2026 <sup>s</sup> | USA             | USD                 | 5,186           | —                  |
| 6,000                             | Snap, Inc. 0.125% 03/01/2028                                 | USA             | USD                 | 4,806           | —                  |
| 924,000                           | Fisker, Inc., 144A 2.5% 09/15/2026 <sup>s</sup>              | USA             | USD                 | 4,712           | —                  |
|                                   |                                                              |                 |                     | 25,824,453      | 4.06               |
| <b>Corporate Bonds</b>            |                                                              |                 |                     |                 |                    |
| 2,065,000                         | Cloud Software Group, Inc., 144A 8.25% 06/30/2032            | USA             | USD                 | 2,106,034       | 0.33               |
| 2,000,000                         | Ardonagh Finco Ltd., Reg. S 6.875% 02/15/2031                | GBR             | EUR                 | 2,095,714       | 0.33               |
| 2,000,000                         | Life Time, Inc., 144A 5.75% 01/15/2026                       | USA             | USD                 | 1,992,547       | 0.31               |
| 2,032,000                         | Community Health Systems, Inc., 144A 5.625% 03/15/2027       | USA             | USD                 | 1,894,052       | 0.30               |
| 1,500,000                         | Clear Channel Outdoor Holdings, Inc., 144A 7.875% 04/01/2030 | USA             | USD                 | 1,511,026       | 0.24               |
| 1,500,000                         | Allied Universal Holdco LLC, 144A 7.875% 02/15/2031          | USA             | USD                 | 1,505,253       | 0.24               |
| 1,319,000                         | Edison International 7.875% 06/15/2054                       | USA             | USD                 | 1,362,386       | 0.22               |
| 1,240,000                         | Carnival Corp., 144A 4% 08/01/2028                           | USA             | USD                 | 1,165,281       | 0.18               |
| 1,149,000                         | Uniti Group LP, 144A 10.5% 02/15/2028                        | USA             | USD                 | 1,126,425       | 0.18               |
| 1,153,466                         | Samarco Mineracao SA, Reg. S 0% 06/30/2031                   | BRA             | USD                 | 1,073,242       | 0.17               |
| 1,024,000                         | Open Text Corp., 144A 6.9% 12/01/2027                        | CAN             | USD                 | 1,063,623       | 0.17               |
| 1,024,000                         | Nabors Industries Ltd., 144A 7.25% 01/15/2026                | USA             | USD                 | 1,039,645       | 0.16               |
| 1,000,000                         | Bausch Health Cos., Inc., 144A 5.5% 11/01/2025               | USA             | USD                 | 932,455         | 0.15               |
| 790,000                           | Rakuten Group, Inc., 144A 11.25% 02/15/2027                  | JPN             | USD                 | 845,187         | 0.13               |
| 919,000                           | Guitar Center, Inc., 144A 8.5% 01/15/2026                    | USA             | USD                 | 829,796         | 0.13               |
| 3,028,000                         | Banco de Credito del Peru S.A., Reg. S 7.85% 01/11/2029      | PER             | PEN                 | 819,326         | 0.13               |
| 788,000                           | Edison International 8.125% 06/15/2053                       | USA             | USD                 | 819,177         | 0.13               |
| 699,000                           | Moss Creek Resources Holdings, Inc., 144A 10.5% 05/15/2027   | USA             | USD                 | 717,351         | 0.11               |
| 510,000                           | WE Soda Investments Holding plc, Reg. S 9.5% 10/06/2028      | TUR             | USD                 | 523,451         | 0.08               |
| 436,000                           | Alteryx, Inc., 144A 8.75% 03/15/2028                         | USA             | USD                 | 446,681         | 0.07               |
| 562,000                           | Charter Communications Operating LLC 3.95% 06/30/2062        | USA             | USD                 | 333,270         | 0.05               |
| 360,000                           | Clear Channel Outdoor Holdings, Inc., 144A 7.75% 04/15/2028  | USA             | USD                 | 315,412         | 0.05               |
| 2,067,322                         | Ligado Networks LLC, 144A 0% 11/01/2023 <sup>s</sup>         | USA             | USD                 | 304,930         | 0.05               |
| 307,000                           | Advantage Sales & Marketing, Inc., 144A 6.5% 11/15/2028      | USA             | USD                 | 278,045         | 0.04               |
| 327,000                           | Clear Channel Outdoor Holdings, Inc., 144A 7.5% 06/01/2029   | USA             | USD                 | 273,576         | 0.04               |
| 408,000                           | Charter Communications Operating LLC 4.4% 12/01/2061         | USA             | USD                 | 266,433         | 0.04               |
| 347,000                           | Bausch Health Cos., Inc., 144A 6.25% 02/15/2029              | USA             | USD                 | 177,837         | 0.03               |
| 180,000                           | Gannett Holdings LLC, 144A 6% 11/01/2026                     | USA             | USD                 | 172,341         | 0.03               |
| 173,000                           | Uniti Group LP, 144A 10.5% 02/15/2028                        | USA             | USD                 | 169,601         | 0.03               |
| 166,000                           | Aston Martin Capital Holdings Ltd., 144A 10% 03/31/2029      | JEY             | USD                 | 163,737         | 0.03               |



**Franklin K2 Alternative Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value     | Description                                                                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------|---------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 174,000                               | CSC Holdings LLC, 144A 11.75% 01/31/2029                                                                                  | USA             | USD                 | 148,505         | 0.02               |
| 117,000                               | eG Global Finance plc, 144A 12% 11/30/2028                                                                                | GBR             | USD                 | 124,684         | 0.02               |
| 327,000                               | CSC Holdings LLC, 144A 5.75% 01/15/2030                                                                                   | USA             | USD                 | 123,697         | 0.02               |
| 171,000                               | Bausch Health Cos., Inc., 144A 7.25% 05/30/2029                                                                           | USA             | USD                 | 89,256          | 0.01               |
| 82,000                                | Allied Universal Holdco LLC, 144A 6.625% 07/15/2026                                                                       | USA             | USD                 | 81,828          | 0.01               |
| 150,000                               | Bausch Health Cos., Inc., 144A 5% 02/15/2029                                                                              | USA             | USD                 | 72,801          | 0.01               |
| 81,000                                | Bausch Health Cos., Inc., 144A 11% 09/30/2028                                                                             | USA             | USD                 | 72,292          | 0.01               |
| 1,479,000                             | Kaisa Group Holdings Ltd., Reg. S 11.25% 04/16/2025 <sup>§</sup>                                                          | CHN             | USD                 | 53,614          | 0.01               |
| 767,000                               | Kaisa Group Holdings Ltd., Reg. S 8.5% 06/30/2023 <sup>§</sup>                                                            | CHN             | USD                 | 27,804          | 0.01               |
| 57,000                                | Bausch Health Cos., Inc., 144A 5.25% 02/15/2031                                                                           | USA             | USD                 | 26,725          | 0.01               |
| 476,000                               | Kaisa Group Holdings Ltd., Reg. S 11.95% 10/22/2022 <sup>§</sup>                                                          | CHN             | USD                 | 17,255          | —                  |
| 35,000                                | Bausch Health Cos., Inc., 144A 5.25% 01/30/2030                                                                           | USA             | USD                 | 16,441          | —                  |
| 256,000                               | Zhenro Properties Group Ltd., Reg. S 6.63% 01/07/2026 <sup>§</sup>                                                        | CHN             | USD                 | 2,880           | —                  |
|                                       |                                                                                                                           |                 |                     | 27,181,616      | 4.28               |
| <b>Government and Municipal Bonds</b> |                                                                                                                           |                 |                     |                 |                    |
| 21,600,000                            | US Treasury Bill 0% 10/10/2024                                                                                            | USA             | USD                 | 21,285,486      | 3.35               |
| 2,500,000                             | Petroleos Mexicanos 6.35% 02/12/2048                                                                                      | MEX             | USD                 | 1,597,301       | 0.25               |
| 4,997,000                             | Peru Government Bond, Reg. S 7.3% 08/12/2033                                                                              | PER             | PEN                 | 1,334,706       | 0.21               |
| 1,220,000                             | Turkiye Vakiflar Bankasi TAO, Reg. S 10.117% Perpetual                                                                    | TUR             | USD                 | 1,236,558       | 0.20               |
| 4,111,000                             | Peru Government Bond, Reg. S 7.6% 08/12/2039                                                                              | PER             | PEN                 | 1,080,881       | 0.17               |
| 700,000                               | YPF SA, Reg. S 9.5% 01/17/2031                                                                                            | ARG             | USD                 | 711,824         | 0.11               |
| 1,380,322                             | Zambia Government Bond, Reg. S 0.5% 12/31/2053                                                                            | ZMB             | USD                 | 676,358         | 0.11               |
| 565,000                               | El Salvador Government Bond, Reg. S 9.25% 04/17/2030                                                                      | SLV             | USD                 | 503,538         | 0.08               |
| 569,950                               | Zambia Government Bond, Reg. S 5.75% 06/30/2033                                                                           | ZMB             | USD                 | 500,751         | 0.08               |
| 231,000                               | Petroleos Mexicanos 6.75% 09/21/2047                                                                                      | MEX             | USD                 | 152,095         | 0.02               |
| 153,500                               | YPF SA, Reg. S 8.5% 03/23/2025                                                                                            | ARG             | USD                 | 151,951         | 0.02               |
|                                       |                                                                                                                           |                 |                     | 29,231,449      | 4.60               |
|                                       | <b>TOTAL BONDS</b>                                                                                                        |                 |                     | 82,237,518      | 12.94              |
|                                       | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                             |                 |                     | 82,532,484      | 12.99              |
|                                       | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET |                 |                     |                 |                    |
|                                       | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                       | <b>Capital Markets</b>                                                                                                    |                 |                     |                 |                    |
| 5,242                                 | ESC PERSHING SQUARE <sup>™</sup>                                                                                          | USA             | USD                 | —               | —                  |
| 1,310                                 | Pershing Square Holdings Gp LLC Rights <sup>™</sup>                                                                       | USA             | USD                 | —               | —                  |
|                                       |                                                                                                                           |                 |                     | —               | —                  |
|                                       | <b>Oil, Gas &amp; Consumable Fuels</b>                                                                                    |                 |                     |                 |                    |
| 350,640                               | Gazprom PJSC, ADR <sup>™</sup>                                                                                            | RUS             | USD                 | —               | —                  |
|                                       |                                                                                                                           |                 |                     | —               | —                  |
|                                       | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | —               | —                  |
|                                       | <b>WARRANTS</b>                                                                                                           |                 |                     |                 |                    |
|                                       | <b>Capital Markets</b>                                                                                                    |                 |                     |                 |                    |
| 4,541                                 | Spree Acquisition Corp. 1 Ltd. 12/22/2028 <sup>™</sup>                                                                    | ISR             | USD                 | 114             | —                  |
|                                       |                                                                                                                           |                 |                     | 114             | —                  |
|                                       | <b>Semiconductors &amp; Semiconductor Equipment</b>                                                                       |                 |                     |                 |                    |
| 32,700                                | Maxeon Solar Technologies Ltd. 01/15/2028 <sup>™</sup>                                                                    | USA             | USD                 | —               | —                  |
|                                       |                                                                                                                           |                 |                     | —               | —                  |
|                                       | <b>Specialty Retail</b>                                                                                                   |                 |                     |                 |                    |
| 6,575                                 | Teract SA 11/16/2025 <sup>™</sup>                                                                                         | FRA             | EUR                 | 3               | —                  |
|                                       |                                                                                                                           |                 |                     | 3               | —                  |
|                                       | <b>TOTAL WARRANTS</b>                                                                                                     |                 |                     | 117             | —                  |
|                                       | <b>BONDS</b>                                                                                                              |                 |                     |                 |                    |
|                                       | <b>Corporate Bonds</b>                                                                                                    |                 |                     |                 |                    |
| 59,675,000                            | Goldman Sachs International 0% 12/12/2024 <sup>™</sup>                                                                    | USA             | EGP                 | 1,010,498       | 0.16               |
| 30,275,000                            | Goldman Sachs International 0% 03/06/2025 <sup>™</sup>                                                                    | USA             | EGP                 | 492,258         | 0.08               |
| 802,000,000                           | J.P. Morgan Structured Products BV, Reg. S 0% 02/27/2025 <sup>™</sup>                                                     | USA             | NGN                 | 455,017         | 0.07               |
| 772,000,000                           | ICBC Standard Bank plc 0% 04/02/2025 <sup>™</sup>                                                                         | GBR             | NGN                 | 427,762         | 0.07               |
| 15,275,000                            | ICBC Standard Bank plc 0% 03/13/2025 <sup>™</sup>                                                                         | GBR             | EGP                 | 268,116         | 0.04               |
| 200,000,000                           | ICBC Standard Bank plc, Reg. S, 144A 19% 02/23/2034 <sup>™</sup>                                                          | GBR             | NGN                 | 130,770         | 0.02               |

**Franklin K2 Alternative Strategies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value           | % of net<br>assets  |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|---------------------------|---------------------|
| 142,500,000                       | Standard Chartered Bank, Reg. S 19% 02/23/2034"                                                                                          | GBR             | NGN                 | 92,968                    | 0.01                |
|                                   |                                                                                                                                          |                 |                     | <u>2,877,389</u>          | <u>0.45</u>         |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | <u>2,877,389</u>          | <u>0.45</u>         |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | 2,877,506                 | 0.45                |
|                                   | UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS                                                                 |                 |                     |                           |                     |
|                                   | <b>COLLECTIVE INVESTMENT SCHEMES - AIF</b>                                                                                               |                 |                     |                           |                     |
|                                   | <b>Financial Services</b>                                                                                                                |                 |                     |                           |                     |
| 26,537                            | Hipgnosis Songs Fund Ltd. (The), Reg. S                                                                                                  | GGY             | GBP                 | 34,434                    | 0.01                |
|                                   |                                                                                                                                          |                 |                     | <u>34,434</u>             | <u>0.01</u>         |
|                                   | <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - AIF</b>                                                                                         |                 |                     | <u>34,434</u>             | <u>0.01</u>         |
|                                   | <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                                                                             |                 |                     |                           |                     |
|                                   | <b>Financial Services</b>                                                                                                                |                 |                     |                           |                     |
| 3,139,513                         | FTAF Franklin K2 ActusRay European Alpha UCITS Fund - X (Acc)<br>EUR                                                                     | LUX             | EUR                 | 41,994,645                | 6.61                |
| 80,461                            | FTAF Franklin K2 ActusRay European Alpha UCITS Fund - Y (Acc)<br>EUR                                                                     | LUX             | EUR                 | 10,770,315                | 1.70                |
| 730,124                           | FTAF Franklin K2 Athena Risk Premia UCITS Fund - Y (Acc) USD                                                                             | LUX             | USD                 | 8,666,574                 | 1.36                |
|                                   |                                                                                                                                          |                 |                     | <u>61,431,534</u>         | <u>9.67</u>         |
|                                   | <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                                                                       |                 |                     | <u>61,431,534</u>         | <u>9.67</u>         |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b>                                                   |                 |                     | 61,465,968                | 9.68                |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <u><b>298,169,194</b></u> | <u><b>46.93</b></u> |

§ These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin MENA Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
| 735,000                           | <b>Air Freight &amp; Logistics</b><br>Aramex PJSC                         | ARE             | AED                 | 496,270         | 0.72               |
|                                   |                                                                           |                 |                     | 496,270         | 0.72               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 491,036                           | Saudi National Bank (The)                                                 | SAU             | SAR                 | 4,843,703       | 7.06               |
| 780,027                           | Emirates NBD Bank PJSC                                                    | ARE             | AED                 | 3,504,069       | 5.11               |
| 322,614                           | Saudi Awwal Bank                                                          | SAU             | SAR                 | 3,330,786       | 4.86               |
| 807,565                           | Qatar National Bank QPSC                                                  | QAT             | QAR                 | 3,247,808       | 4.73               |
| 2,716,422                         | Gulf Bank KSCP                                                            | KWT             | KWD                 | 2,531,704       | 3.69               |
| 625,870                           | First Abu Dhabi Bank PJSC                                                 | ARE             | AED                 | 2,123,153       | 3.10               |
| 421,725                           | Abu Dhabi Islamic Bank PJSC                                               | ARE             | AED                 | 1,329,588       | 1.94               |
| 120,257                           | Alinma Bank                                                               | SAU             | SAR                 | 1,002,775       | 1.46               |
|                                   |                                                                           |                 |                     | 21,913,586      | 31.95              |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 34,229                            | SABIC Agri-Nutrients Co.                                                  | SAU             | SAR                 | 1,029,907       | 1.50               |
| 75,310                            | Sahara International Petrochemical Co.                                    | SAU             | SAR                 | 586,164         | 0.86               |
|                                   |                                                                           |                 |                     | 1,616,071       | 2.36               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 21,243                            | Catrion Catering Holding Co.                                              | SAU             | SAR                 | 710,698         | 1.04               |
|                                   |                                                                           |                 |                     | 710,698         | 1.04               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 369,961                           | Spinneys 1961 Holding plc                                                 | ARE             | AED                 | 154,108         | 0.22               |
|                                   |                                                                           |                 |                     | 154,108         | 0.22               |
|                                   | <b>Diversified Consumer Services</b>                                      |                 |                     |                 |                    |
| 1,351,548                         | Taaleem Holdings PJSC                                                     | ARE             | AED                 | 1,379,882       | 2.01               |
|                                   |                                                                           |                 |                     | 1,379,882       | 2.01               |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 1,270,405                         | Telecom Egypt Co.                                                         | EGY             | EGP                 | 824,189         | 1.20               |
|                                   |                                                                           |                 |                     | 824,189         | 1.20               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 26,885                            | Riyadh Cables Group Co.                                                   | SAU             | SAR                 | 722,139         | 1.05               |
|                                   |                                                                           |                 |                     | 722,139         | 1.05               |
|                                   | <b>Energy Equipment &amp; Services</b>                                    |                 |                     |                 |                    |
| 1,515,471                         | ADNOC Drilling Co. PJSC                                                   | ARE             | AED                 | 1,691,650       | 2.47               |
|                                   |                                                                           |                 |                     | 1,691,650       | 2.47               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 56,000                            | Anghami, Inc.                                                             | CYM             | USD                 | 59,640          | 0.09               |
|                                   |                                                                           |                 |                     | 59,640          | 0.09               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 1,175,232                         | E-Finance for Digital & Financial Investments                             | EGY             | EGP                 | 631,292         | 0.92               |
| 1,170,679                         | Al Ansari Financial Services PJSC                                         | ARE             | AED                 | 325,109         | 0.47               |
|                                   |                                                                           |                 |                     | 956,401         | 1.39               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 734,047                           | Agthia Group PJSC                                                         | ARE             | AED                 | 1,199,097       | 1.75               |
|                                   |                                                                           |                 |                     | 1,199,097       | 1.75               |
|                                   | <b>Ground Transportation</b>                                              |                 |                     |                 |                    |
| 74,864                            | United International Transportation Co.                                   | SAU             | SAR                 | 1,747,264       | 2.55               |
|                                   |                                                                           |                 |                     | 1,747,264       | 2.55               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 37,451                            | National Medical Care Co.                                                 | SAU             | SAR                 | 2,169,529       | 3.16               |
| 49,429                            | Mouwasat Medical Services Co.                                             | SAU             | SAR                 | 1,593,806       | 2.32               |
| 1,599,679                         | Burjeel Holdings plc                                                      | ARE             | AED                 | 1,149,783       | 1.68               |
|                                   |                                                                           |                 |                     | 4,913,118       | 7.16               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 33,938                            | Leejam Sports Co. JSC                                                     | SAU             | SAR                 | 2,057,110       | 3.00               |
| 195,040                           | Jahez International Co.                                                   | SAU             | SAR                 | 1,442,680       | 2.11               |
| 674,698                           | Americana Restaurants International plc                                   | ARE             | SAR                 | 575,497         | 0.84               |
| 17,690                            | Delivery Hero SE, Reg. S, 144A                                            | KOR             | EUR                 | 420,278         | 0.61               |
|                                   |                                                                           |                 |                     | 4,495,565       | 6.56               |

**Franklin MENA Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                                                                | Description                                      | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|----------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| <b>IT Services</b>                                                                                                               |                                                  |                 |                     |                   |                    |
| 17,661                                                                                                                           | Arabian Internet & Communications Services Co.   | SAU             | SAR                 | 1,375,259         | 2.01               |
|                                                                                                                                  |                                                  |                 |                     | 1,375,259         | 2.01               |
| <b>Media</b>                                                                                                                     |                                                  |                 |                     |                   |                    |
| 11,847                                                                                                                           | Arabian Contracting Services Co.                 | SAU             | SAR                 | 721,203           | 1.05               |
|                                                                                                                                  |                                                  |                 |                     | 721,203           | 1.05               |
| <b>Oil, Gas &amp; Consumable Fuels</b>                                                                                           |                                                  |                 |                     |                   |                    |
| 395,313                                                                                                                          | Saudi Arabian Oil Co., Reg. S, 144A              | SAU             | SAR                 | 2,913,145         | 4.25               |
| 1,481,331                                                                                                                        | Qatar Gas Transport Co. Ltd.                     | QAT             | QAR                 | 1,912,929         | 2.79               |
| 1,979,993                                                                                                                        | OQ Gas Networks SAOC                             | OMN             | OMR                 | 725,112           | 1.05               |
| 594,602                                                                                                                          | ADNOC Logistics & Services                       | ARE             | AED                 | 678,296           | 0.99               |
|                                                                                                                                  |                                                  |                 |                     | 6,229,482         | 9.08               |
| <b>Passenger Airlines</b>                                                                                                        |                                                  |                 |                     |                   |                    |
| 328,369                                                                                                                          | Jazeera Airways Co. KSCP                         | KWT             | KWD                 | 965,147           | 1.41               |
|                                                                                                                                  |                                                  |                 |                     | 965,147           | 1.41               |
| <b>Pharmaceuticals</b>                                                                                                           |                                                  |                 |                     |                   |                    |
| 19,542                                                                                                                           | Jamjoom Pharmaceuticals Factory Co.              | SAU             | SAR                 | 757,842           | 1.11               |
|                                                                                                                                  |                                                  |                 |                     | 757,842           | 1.11               |
| <b>Real Estate Management &amp; Development</b>                                                                                  |                                                  |                 |                     |                   |                    |
| 1,042,130                                                                                                                        | Aldar Properties PJSC                            | ARE             | AED                 | 1,776,132         | 2.59               |
| 613,276                                                                                                                          | Emaar Development PJSC                           | ARE             | AED                 | 1,335,749         | 1.95               |
| 425,496                                                                                                                          | Mabane Co. KPSC                                  | KWT             | KWD                 | 1,152,726         | 1.68               |
| 461,200                                                                                                                          | Talaat Moustafa Group                            | EGY             | EGP                 | 546,277           | 0.79               |
|                                                                                                                                  |                                                  |                 |                     | 4,810,884         | 7.01               |
| <b>Specialty Retail</b>                                                                                                          |                                                  |                 |                     |                   |                    |
| 82,193                                                                                                                           | United Electronics Co.                           | SAU             | SAR                 | 2,072,105         | 3.02               |
| 1,090,000                                                                                                                        | Abu Dhabi National Oil Co. for Distribution PJSC | ARE             | AED                 | 1,004,733         | 1.47               |
| 290,135                                                                                                                          | Ali Alghanim Sons Automotive Co. KSCC            | KWT             | KWD                 | 959,109           | 1.40               |
|                                                                                                                                  |                                                  |                 |                     | 4,035,947         | 5.89               |
| <b>Transportation Infrastructure</b>                                                                                             |                                                  |                 |                     |                   |                    |
| 1,429,153                                                                                                                        | Abu Dhabi Ports Co. PJSC                         | ARE             | AED                 | 1,984,394         | 2.89               |
| 1,096,092                                                                                                                        | Salik Co. PJSC                                   | ARE             | AED                 | 1,005,215         | 1.47               |
| 72,603                                                                                                                           | Sustained Infrastructure Holding Co.             | SAU             | SAR                 | 723,594           | 1.05               |
|                                                                                                                                  |                                                  |                 |                     | 3,713,203         | 5.41               |
| <b>Water Utilities</b>                                                                                                           |                                                  |                 |                     |                   |                    |
| 3,241,442                                                                                                                        | Emirates Central Cooling Systems Corp.           | ARE             | AED                 | 1,288,458         | 1.88               |
|                                                                                                                                  |                                                  |                 |                     | 1,288,458         | 1.88               |
| <b>TOTAL SHARES</b>                                                                                                              |                                                  |                 |                     | 66,777,103        | 97.37              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>                                              |                                                  |                 |                     | 66,777,103        | 97.37              |
| TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET              |                                                  |                 |                     |                   |                    |
| <b>SHARES</b>                                                                                                                    |                                                  |                 |                     |                   |                    |
| <b>Commercial Services &amp; Supplies</b>                                                                                        |                                                  |                 |                     |                   |                    |
| 859,213                                                                                                                          | Finabl plc, 144A**                               | ARE             | GBP                 | —                 | —                  |
|                                                                                                                                  |                                                  |                 |                     | —                 | —                  |
| <b>Consumer Staples Distribution &amp; Retail</b>                                                                                |                                                  |                 |                     |                   |                    |
| 3,393,921                                                                                                                        | Spinneys 1961 Holding plc**                      | ARE             | AED                 | 1,413,749         | 2.06               |
|                                                                                                                                  |                                                  |                 |                     | 1,413,749         | 2.06               |
| <b>TOTAL SHARES</b>                                                                                                              |                                                  |                 |                     | 1,413,749         | 2.06               |
| <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET</b> |                                                  |                 |                     | 1,413,749         | 2.06               |
| <b>TOTAL INVESTMENTS</b>                                                                                                         |                                                  |                 |                     | <b>68,190,852</b> | <b>99.43</b>       |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Mutual European Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 394,517                           | Cie Generale des Etablissements Michelin SCA                              | FRA             | EUR                 | 14,238,312      | 2.62               |
| 8,419,906                         | Dowlais Group plc                                                         | GBR             | GBP                 | 7,260,611       | 1.34               |
|                                   |                                                                           |                 |                     | 21,498,923      | 3.96               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 345,875                           | BNP Paribas SA                                                            | FRA             | EUR                 | 20,654,031      | 3.80               |
| 768,023                           | ING Groep NV                                                              | NLD             | EUR                 | 12,322,404      | 2.26               |
| 262,298                           | UniCredit SpA                                                             | ITA             | EUR                 | 9,063,547       | 1.67               |
| 1,618,857                         | CaixaBank SA                                                              | ESP             | EUR                 | 8,027,461       | 1.48               |
|                                   |                                                                           |                 |                     | 50,067,443      | 9.21               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 122,360                           | Heineken NV                                                               | NLD             | EUR                 | 11,053,592      | 2.03               |
| 326,175                           | Coca-Cola HBC AG                                                          | ITA             | GBP                 | 10,364,623      | 1.91               |
| 134,727                           | Anheuser-Busch InBev SA/NV                                                | BEL             | EUR                 | 7,303,494       | 1.34               |
|                                   |                                                                           |                 |                     | 28,721,709      | 5.28               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 1,458,026                         | Deutsche Bank AG                                                          | DEU             | EUR                 | 21,759,175      | 4.00               |
| 1,365,217                         | St. James's Place plc                                                     | GBR             | GBP                 | 8,759,167       | 1.61               |
|                                   |                                                                           |                 |                     | 30,518,342      | 5.61               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 250,632                           | Covestro AG, Reg. S, 144A                                                 | DEU             | EUR                 | 13,717,974      | 2.52               |
| 41,241                            | DSM-Firmenich AG                                                          | CHE             | EUR                 | 4,336,289       | 0.80               |
|                                   |                                                                           |                 |                     | 18,054,263      | 3.32               |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 4,801,384                         | Koninklijke KPN NV                                                        | NLD             | EUR                 | 17,183,281      | 3.16               |
| 675,978                           | Deutsche Telekom AG                                                       | DEU             | EUR                 | 15,865,395      | 2.92               |
| 1,083,485                         | Hellenic Telecommunications Organization SA                               | GRC             | EUR                 | 14,541,992      | 2.67               |
|                                   |                                                                           |                 |                     | 47,590,668      | 8.75               |
|                                   | <b>Energy Equipment &amp; Services</b>                                    |                 |                     |                 |                    |
| 378,458                           | Baker Hughes Co. 'A'                                                      | USA             | USD                 | 12,426,822      | 2.29               |
| 206,414                           | Schlumberger NV                                                           | USA             | USD                 | 9,092,160       | 1.67               |
|                                   |                                                                           |                 |                     | 21,518,982      | 3.96               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 200,639                           | Danone SA                                                                 | FRA             | EUR                 | 11,474,948      | 2.11               |
|                                   |                                                                           |                 |                     | 11,474,948      | 2.11               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 68,499                            | Berkeley Group Holdings plc                                               | GBR             | GBP                 | 3,695,265       | 0.68               |
|                                   |                                                                           |                 |                     | 3,695,265       | 0.68               |
|                                   | <b>Household Products</b>                                                 |                 |                     |                 |                    |
| 249,620                           | Reckitt Benckiser Group plc                                               | GBR             | GBP                 | 12,608,337      | 2.32               |
|                                   |                                                                           |                 |                     | 12,608,337      | 2.32               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 94,890                            | Siemens AG                                                                | DEU             | EUR                 | 16,491,379      | 3.03               |
|                                   |                                                                           |                 |                     | 16,491,379      | 3.03               |
|                                   | <b>Insurance</b>                                                          |                 |                     |                 |                    |
| 433,397                           | NN Group NV                                                               | NLD             | EUR                 | 18,809,120      | 3.46               |
| 371,728                           | ASR Nederland NV                                                          | NLD             | EUR                 | 16,525,016      | 3.04               |
|                                   |                                                                           |                 |                     | 35,334,136      | 6.50               |
|                                   | <b>IT Services</b>                                                        |                 |                     |                 |                    |
| 46,291                            | Capgemini SE                                                              | FRA             | EUR                 | 8,585,957       | 1.58               |
|                                   |                                                                           |                 |                     | 8,585,957       | 1.58               |
|                                   | <b>Metals &amp; Mining</b>                                                |                 |                     |                 |                    |
| 197,531                           | Rio Tinto plc                                                             | AUS             | GBP                 | 12,101,728      | 2.23               |
| 1,315,740                         | Norsk Hydro ASA                                                           | NOR             | NOK                 | 7,659,197       | 1.41               |
| 133,559                           | Anglo American plc                                                        | ZAF             | GBP                 | 3,940,527       | 0.72               |
|                                   |                                                                           |                 |                     | 23,701,452      | 4.36               |
|                                   | <b>Multi-Utilities</b>                                                    |                 |                     |                 |                    |
| 976,707                           | National Grid plc                                                         | GBR             | GBP                 | 10,182,503      | 1.87               |
|                                   |                                                                           |                 |                     | 10,182,503      | 1.87               |

**Franklin Mutual European Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                  |                 |                     |                 |                    |
| 3,863,483                         | BP plc                                                                                  | USA             | GBP                 | 21,717,943      | 3.99               |
| 316,007                           | Shell plc                                                                               | USA             | EUR                 | 10,633,302      | 1.96               |
| 284,897                           | Shell plc                                                                               | USA             | GBP                 | 9,540,744       | 1.76               |
|                                   |                                                                                         |                 |                     | 41,891,989      | 7.71               |
|                                   | <b>Personal Care Products</b>                                                           |                 |                     |                 |                    |
| 3,939,437                         | Haleon plc                                                                              | USA             | GBP                 | 14,965,073      | 2.75               |
|                                   |                                                                                         |                 |                     | 14,965,073      | 2.75               |
|                                   | <b>Pharmaceuticals</b>                                                                  |                 |                     |                 |                    |
| 247,311                           | Novartis AG                                                                             | CHE             | CHF                 | 24,585,082      | 4.52               |
| 93,739                            | Roche Holding AG                                                                        | USA             | CHF                 | 24,248,590      | 4.46               |
| 724,816                           | GSK plc                                                                                 | USA             | GBP                 | 13,016,358      | 2.40               |
|                                   |                                                                                         |                 |                     | 61,850,030      | 11.38              |
|                                   | <b>Professional Services</b>                                                            |                 |                     |                 |                    |
| 70,925                            | Teleperformance SE                                                                      | FRA             | EUR                 | 6,996,715       | 1.29               |
|                                   |                                                                                         |                 |                     | 6,996,715       | 1.29               |
|                                   | <b>Real Estate Management &amp; Development</b>                                         |                 |                     |                 |                    |
| 1,127,059                         | Savills plc                                                                             | GBR             | GBP                 | 14,818,370      | 2.73               |
|                                   |                                                                                         |                 |                     | 14,818,370      | 2.73               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                     |                 |                     |                 |                    |
| 18,804                            | NXP Semiconductors NV                                                                   | CHN             | USD                 | 4,724,086       | 0.87               |
|                                   |                                                                                         |                 |                     | 4,724,086       | 0.87               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                 |                    |
| 74,834                            | Cie Financiere Richemont SA                                                             | CHE             | CHF                 | 10,919,550      | 2.01               |
| 31,936                            | Kering SA                                                                               | FRA             | EUR                 | 10,846,967      | 1.99               |
|                                   |                                                                                         |                 |                     | 21,766,517      | 4.00               |
|                                   | <b>Trading Companies &amp; Distributors</b>                                             |                 |                     |                 |                    |
| 208,646                           | AerCap Holdings NV                                                                      | IRL             | USD                 | 18,154,988      | 3.34               |
| 399,474                           | Rexel SA                                                                                | FRA             | EUR                 | 9,649,203       | 1.77               |
|                                   |                                                                                         |                 |                     | 27,804,191      | 5.11               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 534,861,278     | 98.38              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 534,861,278     | 98.38              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                 |                    |
| 5,200,000                         | FHLB 0% 07/01/2024                                                                      | USA             | USD                 | 4,852,704       | 0.89               |
|                                   |                                                                                         |                 |                     | 4,852,704       | 0.89               |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 4,852,704       | 0.89               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                 |                     | 4,852,704       | 0.89               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | 539,713,982     | 99.27              |

## Schedule of Investments, June 30, 2024

## Franklin Mutual Global Discovery Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 79,946                            | United Parcel Service, Inc. 'B'                                           | USA             | USD                 | 10,940,610      | 2.12               |
|                                   |                                                                           |                 |                     | 10,940,610      | 2.12               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 510,218                           | Denso Corp.                                                               | JPN             | JPY                 | 7,965,251       | 1.55               |
| 56,365                            | Aptiv plc                                                                 | USA             | USD                 | 3,969,224       | 0.77               |
|                                   |                                                                           |                 |                     | 11,934,475      | 2.32               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 118,148                           | General Motors Co.                                                        | USA             | USD                 | 5,489,156       | 1.07               |
|                                   |                                                                           |                 |                     | 5,489,156       | 1.07               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 168,780                           | BNP Paribas SA                                                            | FRA             | EUR                 | 10,795,348      | 2.09               |
| 404,034                           | DBS Group Holdings Ltd.                                                   | SGP             | SGD                 | 10,642,165      | 2.07               |
| 48,477                            | JPMorgan Chase & Co.                                                      | USA             | USD                 | 9,804,958       | 1.90               |
| 15,930                            | PNC Financial Services Group, Inc. (The)                                  | USA             | USD                 | 2,476,796       | 0.48               |
|                                   |                                                                           |                 |                     | 33,719,267      | 6.54               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 113,544                           | Johnson Controls International plc                                        | USA             | USD                 | 7,547,270       | 1.46               |
|                                   |                                                                           |                 |                     | 7,547,270       | 1.46               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 11,280                            | BlackRock, Inc.                                                           | USA             | USD                 | 8,880,970       | 1.72               |
|                                   |                                                                           |                 |                     | 8,880,970       | 1.72               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 157,232                           | Covestro AG, Reg. S, 144A                                                 | DEU             | EUR                 | 9,217,738       | 1.79               |
|                                   |                                                                           |                 |                     | 9,217,738       | 1.79               |
|                                   | <b>Consumer Finance</b>                                                   |                 |                     |                 |                    |
| 65,337                            | Capital One Financial Corp.                                               | USA             | USD                 | 9,045,908       | 1.76               |
|                                   |                                                                           |                 |                     | 9,045,908       | 1.76               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 857,947                           | Seven & i Holdings Co. Ltd.                                               | JPN             | JPY                 | 10,485,888      | 2.04               |
|                                   |                                                                           |                 |                     | 10,485,888      | 2.04               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 280,805                           | DS Smith plc                                                              | GBR             | GBP                 | 1,488,316       | 0.29               |
|                                   |                                                                           |                 |                     | 1,488,316       | 0.29               |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 465,535                           | Deutsche Telekom AG                                                       | DEU             | EUR                 | 11,703,094      | 2.27               |
|                                   |                                                                           |                 |                     | 11,703,094      | 2.27               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 436,142                           | Mitsubishi Electric Corp.                                                 | JPN             | JPY                 | 6,990,314       | 1.36               |
|                                   |                                                                           |                 |                     | 6,990,314       | 1.36               |
|                                   | <b>Energy Equipment &amp; Services</b>                                    |                 |                     |                 |                    |
| 281,382                           | Schlumberger NV                                                           | USA             | USD                 | 13,275,603      | 2.58               |
|                                   |                                                                           |                 |                     | 13,275,603      | 2.58               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 81,877                            | Walt Disney Co. (The)                                                     | USA             | USD                 | 8,129,567       | 1.58               |
|                                   |                                                                           |                 |                     | 8,129,567       | 1.58               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 146,185                           | Voya Financial, Inc.                                                      | USA             | USD                 | 10,401,063      | 2.02               |
| 102,576                           | Global Payments, Inc.                                                     | USA             | USD                 | 9,919,099       | 1.92               |
| 57,753                            | Fiserv, Inc.                                                              | USA             | USD                 | 8,607,507       | 1.67               |
|                                   |                                                                           |                 |                     | 28,927,669      | 5.61               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 263,472                           | Kraft Heinz Co. (The)                                                     | USA             | USD                 | 8,489,068       | 1.65               |
| 131,402                           | Danone SA                                                                 | FRA             | EUR                 | 8,049,471       | 1.56               |
|                                   |                                                                           |                 |                     | 16,538,539      | 3.21               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 140,083                           | Medtronic plc                                                             | USA             | USD                 | 11,025,933      | 2.14               |
|                                   |                                                                           |                 |                     | 11,025,933      | 2.14               |



**Franklin Mutual Global Discovery Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                     | Description                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------|----------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Health Care Providers &amp; Services</b>           |                                  |                 |                     |                 |                    |
| 19,417                                                | Elevance Health, Inc.            | USA             | USD                 | 10,521,295      | 2.04               |
| 28,054                                                | Humana, Inc.                     | USA             | USD                 | 10,482,377      | 2.04               |
| 150,230                                               | CVS Health Corp.                 | USA             | USD                 | 8,872,584       | 1.72               |
| 274,615                                               | Fresenius SE & Co. KGaA          | DEU             | EUR                 | 8,205,077       | 1.59               |
|                                                       |                                  |                 |                     | 38,081,333      | 7.39               |
| <b>Household Durables</b>                             |                                  |                 |                     |                 |                    |
| 50,529                                                | DR Horton, Inc.                  | USA             | USD                 | 7,121,052       | 1.38               |
|                                                       |                                  |                 |                     | 7,121,052       | 1.38               |
| <b>Household Products</b>                             |                                  |                 |                     |                 |                    |
| 156,293                                               | Reckitt Benckiser Group plc      | GBR             | GBP                 | 8,455,669       | 1.64               |
|                                                       |                                  |                 |                     | 8,455,669       | 1.64               |
| <b>Industrial Conglomerates</b>                       |                                  |                 |                     |                 |                    |
| 49,519                                                | Siemens AG                       | DEU             | EUR                 | 9,218,036       | 1.79               |
|                                                       |                                  |                 |                     | 9,218,036       | 1.79               |
| <b>Insurance</b>                                      |                                  |                 |                     |                 |                    |
| 30,949                                                | Everest Group Ltd.               | USA             | USD                 | 11,792,188      | 2.29               |
| 239,768                                               | NN Group NV                      | NLD             | EUR                 | 11,145,609      | 2.16               |
| 1,057,671                                             | Prudential plc                   | HKG             | GBP                 | 9,590,303       | 1.86               |
|                                                       |                                  |                 |                     | 32,528,100      | 6.31               |
| <b>Interactive Media &amp; Services</b>               |                                  |                 |                     |                 |                    |
| 195,746                                               | Tencent Holdings Ltd.            | CHN             | HKD                 | 9,286,254       | 1.80               |
|                                                       |                                  |                 |                     | 9,286,254       | 1.80               |
| <b>IT Services</b>                                    |                                  |                 |                     |                 |                    |
| 32,049                                                | Capgemini SE                     | FRA             | EUR                 | 6,367,026       | 1.24               |
|                                                       |                                  |                 |                     | 6,367,026       | 1.24               |
| <b>Media</b>                                          |                                  |                 |                     |                 |                    |
| 33,423                                                | Charter Communications, Inc. 'A' | USA             | USD                 | 9,992,140       | 1.94               |
|                                                       |                                  |                 |                     | 9,992,140       | 1.94               |
| <b>Metals &amp; Mining</b>                            |                                  |                 |                     |                 |                    |
| 144,585                                               | Rio Tinto plc                    | AUS             | GBP                 | 9,487,797       | 1.84               |
| 122,358                                               | Anglo American plc               | ZAF             | GBP                 | 3,866,727       | 0.75               |
|                                                       |                                  |                 |                     | 13,354,524      | 2.59               |
| <b>Multi-Utilities</b>                                |                                  |                 |                     |                 |                    |
| 772,107                                               | National Grid plc                | GBR             | GBP                 | 8,621,796       | 1.67               |
|                                                       |                                  |                 |                     | 8,621,796       | 1.67               |
| <b>Oil, Gas &amp; Consumable Fuels</b>                |                                  |                 |                     |                 |                    |
| 327,993                                               | Shell plc                        | USA             | GBP                 | 11,764,919      | 2.28               |
| 1,878,373                                             | BP plc                           | USA             | GBP                 | 11,309,712      | 2.19               |
| 100,076                                               | Williams Cos., Inc. (The)        | USA             | USD                 | 4,253,230       | 0.83               |
|                                                       |                                  |                 |                     | 27,327,861      | 5.30               |
| <b>Personal Care Products</b>                         |                                  |                 |                     |                 |                    |
| 2,235,059                                             | Haleon plc                       | USA             | GBP                 | 9,094,183       | 1.77               |
| 462,506                                               | Kenvue, Inc.                     | USA             | USD                 | 8,408,359       | 1.63               |
|                                                       |                                  |                 |                     | 17,502,542      | 3.40               |
| <b>Pharmaceuticals</b>                                |                                  |                 |                     |                 |                    |
| 112,919                                               | Novartis AG, ADR                 | CHE             | USD                 | 12,021,357      | 2.33               |
| 43,057                                                | Roche Holding AG                 | USA             | CHF                 | 11,929,986      | 2.32               |
| 501,580                                               | GSK plc                          | USA             | GBP                 | 9,647,881       | 1.87               |
| 76,637                                                | Merck & Co., Inc.                | USA             | USD                 | 9,487,660       | 1.84               |
|                                                       |                                  |                 |                     | 43,086,884      | 8.36               |
| <b>Real Estate Management &amp; Development</b>       |                                  |                 |                     |                 |                    |
| 98,387                                                | CBRE Group, Inc. 'A'             | USA             | USD                 | 8,767,266       | 1.70               |
|                                                       |                                  |                 |                     | 8,767,266       | 1.70               |
| <b>Semiconductors &amp; Semiconductor Equipment</b>   |                                  |                 |                     |                 |                    |
| 417,676                                               | Renesas Electronics Corp.        | JPN             | JPY                 | 7,922,309       | 1.54               |
|                                                       |                                  |                 |                     | 7,922,309       | 1.54               |
| <b>Technology Hardware, Storage &amp; Peripherals</b> |                                  |                 |                     |                 |                    |
| 179,402                                               | Samsung Electronics Co. Ltd.     | KOR             | KRW                 | 10,532,133      | 2.04               |
|                                                       |                                  |                 |                     | 10,532,133      | 2.04               |
| <b>Textiles, Apparel &amp; Luxury Goods</b>           |                                  |                 |                     |                 |                    |
| 24,519                                                | Kering SA                        | FRA             | EUR                 | 8,919,911       | 1.73               |

**Franklin Mutual Global Discovery Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 54,202                            | Cie Financiere Richemont SA                                                                                                              | CHE             | CHF                 | 8,471,320       | 1.64               |
| 94,995                            | Capri Holdings Ltd.                                                                                                                      | USA             | USD                 | 3,142,435       | 0.61               |
|                                   |                                                                                                                                          |                 |                     | 20,533,666      | 3.98               |
|                                   | <b>Trading Companies &amp; Distributors</b>                                                                                              |                 |                     |                 |                    |
| 127,050                           | AerCap Holdings NV                                                                                                                       | IRL             | USD                 | 11,841,060      | 2.30               |
| 36,116                            | Ferguson plc                                                                                                                             | USA             | USD                 | 6,993,863       | 1.36               |
|                                   |                                                                                                                                          |                 |                     | 18,834,923      | 3.66               |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 502,873,831     | 97.59              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                                  |                 |                     |                 |                    |
|                                   |                                                                                                                                          |                 |                     | 502,873,831     | 97.59              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                                                                          |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                 |                    |
| 3,200,000                         | CoreLogic, Inc., 144A 4.5% 05/01/2028                                                                                                    | USA             | USD                 | 2,907,338       | 0.57               |
| 1,981,000                         | Bausch Health Americas, Inc., 144A 9.25% 04/01/2026                                                                                      | USA             | USD                 | 1,796,896       | 0.35               |
| 1,720,000                         | DISH DBS Corp. 5.875% 11/15/2024                                                                                                         | USA             | USD                 | 1,634,659       | 0.32               |
| 910,000                           | Bausch Health Americas, Inc., 144A 8.5% 01/31/2027                                                                                       | USA             | USD                 | 633,892         | 0.12               |
| 75,000                            | Bausch Health Cos., Inc., 144A 9% 12/15/2025                                                                                             | USA             | USD                 | 68,025          | 0.01               |
|                                   |                                                                                                                                          |                 |                     | 7,040,810       | 1.37               |
|                                   | <b>Government and Municipal Bonds</b>                                                                                                    |                 |                     |                 |                    |
| 7,300,000                         | FHLB 0% 07/01/2024                                                                                                                       | USA             | USD                 | 7,296,815       | 1.41               |
|                                   |                                                                                                                                          |                 |                     | 7,296,815       | 1.41               |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | 14,337,625      | 2.78               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                                            |                 |                     |                 |                    |
|                                   |                                                                                                                                          |                 |                     | 14,337,625      | 2.78               |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                 |                    |
|                                   | <b>Metals &amp; Mining</b>                                                                                                               |                 |                     |                 |                    |
| 6,560,000                         | Walter Energy, Inc. Escrow Account**                                                                                                     | USA             | USD                 | —               | —                  |
|                                   |                                                                                                                                          |                 |                     | —               | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | —               | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     |                 |                    |
|                                   |                                                                                                                                          |                 |                     | —               | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | 517,211,456     | 100.37             |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Mutual U.S. Value Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 45,704                            | United Parcel Service, Inc. 'B'                                           | USA             | USD                 | 6,254,592       | 2.55               |
|                                   |                                                                           |                 |                     | 6,254,592       | 2.55               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 18,648                            | Aptiv plc                                                                 | USA             | USD                 | 1,313,192       | 0.54               |
|                                   |                                                                           |                 |                     | 1,313,192       | 0.54               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 115,689                           | General Motors Co.                                                        | USA             | USD                 | 5,374,911       | 2.20               |
|                                   |                                                                           |                 |                     | 5,374,911       | 2.20               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 48,568                            | JPMorgan Chase & Co.                                                      | USA             | USD                 | 9,823,364       | 4.01               |
| 169,254                           | Bank of America Corp.                                                     | USA             | USD                 | 6,731,231       | 2.75               |
| 32,184                            | PNC Financial Services Group, Inc. (The)                                  | USA             | USD                 | 5,003,968       | 2.04               |
|                                   |                                                                           |                 |                     | 21,558,563      | 8.80               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 72,027                            | Johnson Controls International plc                                        | USA             | USD                 | 4,787,635       | 1.96               |
|                                   |                                                                           |                 |                     | 4,787,635       | 1.96               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 6,088                             | BlackRock, Inc.                                                           | USA             | USD                 | 4,793,204       | 1.96               |
|                                   |                                                                           |                 |                     | 4,793,204       | 1.96               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 45,607                            | Cisco Systems, Inc.                                                       | USA             | USD                 | 2,166,788       | 0.89               |
|                                   |                                                                           |                 |                     | 2,166,788       | 0.89               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 117,140                           | WillScot Mobile Mini Holdings Corp.                                       | USA             | USD                 | 4,409,150       | 1.80               |
|                                   |                                                                           |                 |                     | 4,409,150       | 1.80               |
|                                   | <b>Consumer Finance</b>                                                   |                 |                     |                 |                    |
| 35,082                            | Capital One Financial Corp.                                               | USA             | USD                 | 4,857,103       | 1.98               |
|                                   |                                                                           |                 |                     | 4,857,103       | 1.98               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 14,956                            | Target Corp.                                                              | USA             | USD                 | 2,214,086       | 0.90               |
|                                   |                                                                           |                 |                     | 2,214,086       | 0.90               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 96,595                            | International Paper Co.                                                   | USA             | USD                 | 4,168,074       | 1.70               |
|                                   |                                                                           |                 |                     | 4,168,074       | 1.70               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 167,417                           | PPL Corp.                                                                 | USA             | USD                 | 4,629,080       | 1.89               |
|                                   |                                                                           |                 |                     | 4,629,080       | 1.89               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 129,440                           | Flex Ltd.                                                                 | USA             | USD                 | 3,817,186       | 1.56               |
|                                   |                                                                           |                 |                     | 3,817,186       | 1.56               |
|                                   | <b>Energy Equipment &amp; Services</b>                                    |                 |                     |                 |                    |
| 132,075                           | Schlumberger NV                                                           | USA             | USD                 | 6,231,298       | 2.54               |
|                                   |                                                                           |                 |                     | 6,231,298       | 2.54               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 54,716                            | Walt Disney Co. (The)                                                     | USA             | USD                 | 5,432,752       | 2.22               |
|                                   |                                                                           |                 |                     | 5,432,752       | 2.22               |
|                                   | <b>Equity Real Estate Investment Trusts (REITs)</b>                       |                 |                     |                 |                    |
| 285,098                           | Brixmor Property Group, Inc.                                              | USA             | USD                 | 6,582,913       | 2.69               |
| 29,603                            | American Tower Corp.                                                      | USA             | USD                 | 5,754,231       | 2.35               |
|                                   |                                                                           |                 |                     | 12,337,144      | 5.04               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 41,133                            | Fiserv, Inc.                                                              | USA             | USD                 | 6,130,463       | 2.50               |
| 60,300                            | Global Payments, Inc.                                                     | USA             | USD                 | 5,831,010       | 2.38               |
| 75,662                            | Voya Financial, Inc.                                                      | USA             | USD                 | 5,383,351       | 2.20               |
|                                   |                                                                           |                 |                     | 17,344,824      | 7.08               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 144,723                           | Kraft Heinz Co. (The)                                                     | USA             | USD                 | 4,662,975       | 1.90               |
|                                   |                                                                           |                 |                     | 4,662,975       | 1.90               |

**Franklin Mutual U.S. Value Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | <b>Health Care Equipment &amp; Supplies</b>                                             |                 |                     |                 |                    |
| 84,992                            | Medtronic plc                                                                           | USA             | USD                 | 6,689,720       | 2.73               |
| 132,730                           | Baxter International, Inc.                                                              | USA             | USD                 | 4,439,819       | 1.81               |
|                                   |                                                                                         |                 |                     | 11,129,539      | 4.54               |
|                                   | <b>Health Care Providers &amp; Services</b>                                             |                 |                     |                 |                    |
| 98,433                            | CVS Health Corp.                                                                        | USA             | USD                 | 5,813,453       | 2.37               |
| 10,097                            | Elevance Health, Inc.                                                                   | USA             | USD                 | 5,471,160       | 2.24               |
| 13,826                            | Humana, Inc.                                                                            | USA             | USD                 | 5,166,085       | 2.11               |
|                                   |                                                                                         |                 |                     | 16,450,698      | 6.72               |
|                                   | <b>Household Durables</b>                                                               |                 |                     |                 |                    |
| 30,677                            | DR Horton, Inc.                                                                         | USA             | USD                 | 4,323,310       | 1.77               |
|                                   |                                                                                         |                 |                     | 4,323,310       | 1.77               |
|                                   | <b>Insurance</b>                                                                        |                 |                     |                 |                    |
| 14,996                            | Everest Group Ltd.                                                                      | USA             | USD                 | 5,713,776       | 2.33               |
| 21,782                            | Progressive Corp. (The)                                                                 | USA             | USD                 | 4,524,339       | 1.85               |
|                                   |                                                                                         |                 |                     | 10,238,115      | 4.18               |
|                                   | <b>Machinery</b>                                                                        |                 |                     |                 |                    |
| 28,303                            | Dover Corp.                                                                             | USA             | USD                 | 5,107,276       | 2.09               |
| 7,081                             | Parker-Hannifin Corp.                                                                   | USA             | USD                 | 3,581,641       | 1.46               |
|                                   |                                                                                         |                 |                     | 8,688,917       | 3.55               |
|                                   | <b>Media</b>                                                                            |                 |                     |                 |                    |
| 145,931                           | Comcast Corp. 'A'                                                                       | USA             | USD                 | 5,714,658       | 2.33               |
| 17,673                            | Charter Communications, Inc. 'A'                                                        | USA             | USD                 | 5,283,520       | 2.16               |
|                                   |                                                                                         |                 |                     | 10,998,178      | 4.49               |
|                                   | <b>Metals &amp; Mining</b>                                                              |                 |                     |                 |                    |
| 58,452                            | United States Steel Corp.                                                               | USA             | USD                 | 2,209,486       | 0.90               |
|                                   |                                                                                         |                 |                     | 2,209,486       | 0.90               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                  |                 |                     |                 |                    |
| 50,515                            | Chevron Corp.                                                                           | USA             | USD                 | 7,901,556       | 3.23               |
| 90,184                            | Williams Cos., Inc. (The)                                                               | USA             | USD                 | 3,832,820       | 1.56               |
| 10,231                            | Hess Corp.                                                                              | USA             | USD                 | 1,509,277       | 0.62               |
|                                   |                                                                                         |                 |                     | 13,243,653      | 5.41               |
|                                   | <b>Personal Care Products</b>                                                           |                 |                     |                 |                    |
| 262,183                           | Kenvue, Inc.                                                                            | USA             | USD                 | 4,766,487       | 1.95               |
|                                   |                                                                                         |                 |                     | 4,766,487       | 1.95               |
|                                   | <b>Pharmaceuticals</b>                                                                  |                 |                     |                 |                    |
| 47,640                            | Merck & Co., Inc.                                                                       | USA             | USD                 | 5,897,832       | 2.41               |
|                                   |                                                                                         |                 |                     | 5,897,832       | 2.41               |
|                                   | <b>Professional Services</b>                                                            |                 |                     |                 |                    |
| 79,321                            | SS&C Technologies Holdings, Inc.                                                        | USA             | USD                 | 4,971,047       | 2.03               |
| 59,072                            | KBR, Inc.                                                                               | USA             | USD                 | 3,788,878       | 1.55               |
|                                   |                                                                                         |                 |                     | 8,759,925       | 3.58               |
|                                   | <b>Real Estate Management &amp; Development</b>                                         |                 |                     |                 |                    |
| 56,933                            | CBRE Group, Inc. 'A'                                                                    | USA             | USD                 | 5,073,300       | 2.07               |
|                                   |                                                                                         |                 |                     | 5,073,300       | 2.07               |
|                                   | <b>Software</b>                                                                         |                 |                     |                 |                    |
| 39,774                            | Oracle Corp.                                                                            | USA             | USD                 | 5,616,089       | 2.29               |
| 181,086                           | Gen Digital, Inc.                                                                       | USA             | USD                 | 4,523,528       | 1.85               |
|                                   |                                                                                         |                 |                     | 10,139,617      | 4.14               |
|                                   | <b>Trading Companies &amp; Distributors</b>                                             |                 |                     |                 |                    |
| 25,449                            | Ferguson plc                                                                            | USA             | USD                 | 4,928,199       | 2.01               |
|                                   |                                                                                         |                 |                     | 4,928,199       | 2.01               |
|                                   | <b>Wireless Telecommunication Services</b>                                              |                 |                     |                 |                    |
| 19,931                            | T-Mobile US, Inc.                                                                       | USA             | USD                 | 3,511,444       | 1.43               |
|                                   |                                                                                         |                 |                     | 3,511,444       | 1.43               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 236,711,257     | 96.66              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 236,711,257     | 96.66              |

**Franklin Mutual U.S. Value Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                                                                          |                 |                     |                    |                    |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                    |                    |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                    |                    |
| 1,853,000                         | CoreLogic, Inc., 144A 4.5% 05/01/2028                                                                                                    | USA             | USD                 | 1,683,530          | 0.69               |
| 1,116,000                         | American Airlines, Inc., 144A 8.5% 05/15/2029                                                                                            | USA             | USD                 | 1,160,185          | 0.47               |
| 837,000                           | DISH DBS Corp. 5.875% 11/15/2024                                                                                                         | USA             | USD                 | 795,471            | 0.33               |
| 607,000                           | Bausch Health Americas, Inc., 144A 8.5% 01/31/2027                                                                                       | USA             | USD                 | 422,827            | 0.17               |
|                                   |                                                                                                                                          |                 |                     | <u>4,062,013</u>   | <u>1.66</u>        |
|                                   | <b>Government and Municipal Bonds</b>                                                                                                    |                 |                     |                    |                    |
| 3,600,000                         | FHLB 0% 07/01/2024                                                                                                                       | USA             | USD                 | 3,598,429          | 1.47               |
|                                   |                                                                                                                                          |                 |                     | <u>3,598,429</u>   | <u>1.47</u>        |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | <u>7,660,442</u>   | <u>3.13</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                                            |                 |                     | <u>7,660,442</u>   | <u>3.13</u>        |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                    |                    |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                    |                    |
|                                   | <b>Metals &amp; Mining</b>                                                                                                               |                 |                     |                    |                    |
| 4,551,000                         | Walter Energy, Inc. Escrow Account**                                                                                                     | USA             | USD                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | <u>—</u>           | <u>—</u>           |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | <u>—</u>           | <u>—</u>           |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | <u>—</u>           | <u>—</u>           |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <u>244,371,699</u> | <u>99.79</u>       |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Natural Resources Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Agricultural Products &amp; Services</b>                               |                 |                     |                 |                    |
| 17,700                            | Bunge Global SA                                                           | USA             | USD                 | 1,889,829       | 0.71               |
| 27,100                            | Darling Ingredients, Inc.                                                 | USA             | USD                 | 995,925         | 0.37               |
|                                   |                                                                           |                 |                     | 2,885,754       | 1.08               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 90,972                            | Cadeler A/S, ADR                                                          | DNK             | USD                 | 2,277,029       | 0.85               |
| 48,300                            | Centuri Holdings, Inc.                                                    | USA             | USD                 | 940,884         | 0.35               |
|                                   |                                                                           |                 |                     | 3,217,913       | 1.20               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 5,300                             | Martin Marietta Materials, Inc.                                           | USA             | USD                 | 2,871,540       | 1.07               |
|                                   |                                                                           |                 |                     | 2,871,540       | 1.07               |
|                                   | <b>Copper</b>                                                             |                 |                     |                 |                    |
| 158,500                           | Freeport-McMoRan, Inc.                                                    | USA             | USD                 | 7,703,100       | 2.87               |
| 303,400                           | Capstone Copper Corp.                                                     | CAN             | CAD                 | 2,150,987       | 0.80               |
| 96,800                            | ERO Copper Corp.                                                          | BRA             | CAD                 | 2,068,727       | 0.77               |
| 182,900                           | Lundin Mining Corp.                                                       | CHL             | CAD                 | 2,035,935       | 0.76               |
| 73,700                            | Antofagasta plc                                                           | CHL             | GBP                 | 1,958,731       | 0.73               |
|                                   |                                                                           |                 |                     | 15,917,480      | 5.93               |
|                                   | <b>Diversified Chemicals</b>                                              |                 |                     |                 |                    |
| 101,900                           | Huntsman Corp.                                                            | USA             | USD                 | 2,320,263       | 0.86               |
|                                   |                                                                           |                 |                     | 2,320,263       | 0.86               |
|                                   | <b>Diversified Metals &amp; Mining</b>                                    |                 |                     |                 |                    |
| 80,710                            | BHP Group Ltd., ADR                                                       | AUS             | USD                 | 4,607,734       | 1.72               |
| 55,600                            | Rio Tinto plc, ADR                                                        | AUS             | USD                 | 3,665,708       | 1.37               |
| 66,600                            | Teck Resources Ltd. 'B'                                                   | CAN             | USD                 | 3,190,140       | 1.19               |
| 247,932                           | Glencore plc                                                              | AUS             | GBP                 | 1,410,857       | 0.53               |
| 43,600                            | Anglo American plc                                                        | ZAF             | GBP                 | 1,377,837       | 0.51               |
| 404,300                           | South32 Ltd.                                                              | AUS             | AUD                 | 980,871         | 0.36               |
| 66,400                            | MP Materials Corp.                                                        | USA             | USD                 | 845,272         | 0.31               |
| 1,083,840                         | Aclara Resources, Inc.                                                    | GBR             | CAD                 | 419,847         | 0.16               |
|                                   |                                                                           |                 |                     | 16,498,266      | 6.15               |
|                                   | <b>Electrical Components &amp; Equipment</b>                              |                 |                     |                 |                    |
| 54,400                            | Fluence Energy, Inc.                                                      | USA             | USD                 | 943,296         | 0.35               |
| 18,000                            | NEXTracker, Inc. 'A'                                                      | USA             | USD                 | 843,840         | 0.31               |
| 116,400                           | Shoals Technologies Group, Inc. 'A'                                       | USA             | USD                 | 726,336         | 0.27               |
| 402,100                           | Freyr Battery, Inc.                                                       | NOR             | USD                 | 683,570         | 0.26               |
|                                   |                                                                           |                 |                     | 3,197,042       | 1.19               |
|                                   | <b>Environmental &amp; Facilities Services</b>                            |                 |                     |                 |                    |
| 23,062                            | Li-Cycle Holdings Corp.                                                   | CAN             | USD                 | 150,595         | 0.06               |
|                                   |                                                                           |                 |                     | 150,595         | 0.06               |
|                                   | <b>Fertilizers &amp; Agricultural Chemicals</b>                           |                 |                     |                 |                    |
| 59,566                            | Corteva, Inc.                                                             | USA             | USD                 | 3,212,990       | 1.20               |
| 54,600                            | Nutrien Ltd.                                                              | CAN             | USD                 | 2,779,686       | 1.03               |
|                                   |                                                                           |                 |                     | 5,992,676       | 2.23               |
|                                   | <b>Gold</b>                                                               |                 |                     |                 |                    |
| 143,800                           | Newmont Corp.                                                             | USA             | USD                 | 6,020,906       | 2.24               |
| 60,500                            | Agnico Eagle Mines Ltd.                                                   | CAN             | CAD                 | 3,956,688       | 1.48               |
| 232,100                           | Barrick Gold Corp.                                                        | CAN             | USD                 | 3,871,428       | 1.44               |
| 219,600                           | Alamos Gold, Inc. 'A'                                                     | CAN             | CAD                 | 3,444,391       | 1.28               |
| 260,500                           | B2Gold Corp.                                                              | CAN             | CAD                 | 698,754         | 0.26               |
|                                   |                                                                           |                 |                     | 17,992,167      | 6.70               |
|                                   | <b>Heavy Electrical Equipment</b>                                         |                 |                     |                 |                    |
| 90,500                            | TPI Composites, Inc.                                                      | USA             | USD                 | 361,095         | 0.13               |
|                                   |                                                                           |                 |                     | 361,095         | 0.13               |
|                                   | <b>Industrial Gases</b>                                                   |                 |                     |                 |                    |
| 16,000                            | Air Products and Chemicals, Inc.                                          | USA             | USD                 | 4,128,800       | 1.54               |
| 6,900                             | Linde plc                                                                 | USA             | USD                 | 3,027,789       | 1.13               |
|                                   |                                                                           |                 |                     | 7,156,589       | 2.67               |

**Franklin Natural Resources Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                           | Description                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------------|-------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Industrial Machinery &amp; Supplies &amp; Components</b> |                                           |                 |                     |                 |                    |
| 13,500                                                      | Xylem, Inc.                               | USA             | USD                 | 1,831,005       | 0.68               |
|                                                             |                                           |                 |                     | 1,831,005       | 0.68               |
| <b>Integrated Oil &amp; Gas</b>                             |                                           |                 |                     |                 |                    |
| 119,877                                                     | Exxon Mobil Corp.                         | USA             | USD                 | 13,800,240      | 5.14               |
| 52,100                                                      | Chevron Corp.                             | USA             | USD                 | 8,149,482       | 3.04               |
| 95,200                                                      | Shell plc, ADR                            | USA             | USD                 | 6,871,536       | 2.56               |
| 125,000                                                     | Suncor Energy, Inc.                       | CAN             | CAD                 | 4,764,472       | 1.78               |
| 66,980                                                      | Occidental Petroleum Corp.                | USA             | USD                 | 4,221,749       | 1.57               |
| 57,582                                                      | TotalEnergies SE, ADR                     | FRA             | USD                 | 3,839,568       | 1.43               |
|                                                             |                                           |                 |                     | 41,647,047      | 15.52              |
| <b>Metal, Glass &amp; Plastic Containers</b>                |                                           |                 |                     |                 |                    |
| 29,000                                                      | Ball Corp.                                | USA             | USD                 | 1,740,580       | 0.65               |
| 16,900                                                      | Crown Holdings, Inc.                      | USA             | USD                 | 1,257,191       | 0.47               |
|                                                             |                                           |                 |                     | 2,997,771       | 1.12               |
| <b>Oil &amp; Gas Drilling</b>                               |                                           |                 |                     |                 |                    |
| 264,762                                                     | Patterson-UTI Energy, Inc.                | USA             | USD                 | 2,742,934       | 1.03               |
| 21,800                                                      | Precision Drilling Corp.                  | CAN             | USD                 | 1,533,412       | 0.57               |
| 32,800                                                      | Helmerich & Payne, Inc.                   | USA             | USD                 | 1,185,392       | 0.44               |
|                                                             |                                           |                 |                     | 5,461,738       | 2.04               |
| <b>Oil &amp; Gas Equipment &amp; Services</b>               |                                           |                 |                     |                 |                    |
| 139,000                                                     | Schlumberger NV                           | USA             | USD                 | 6,558,020       | 2.44               |
| 231,340                                                     | TechnipFMC plc                            | GBR             | USD                 | 6,049,541       | 2.26               |
| 96,700                                                      | Halliburton Co.                           | USA             | USD                 | 3,266,526       | 1.22               |
| 86,800                                                      | Baker Hughes Co. 'A'                      | USA             | USD                 | 3,052,756       | 1.14               |
| 197,000                                                     | Ranger Energy Services, Inc. 'A'          | USA             | USD                 | 2,072,440       | 0.77               |
| 68,120                                                      | Oceaneering International, Inc.           | USA             | USD                 | 1,611,719       | 0.60               |
| 137,500                                                     | Select Water Solutions, Inc. 'A'          | USA             | USD                 | 1,471,250       | 0.55               |
| 38,100                                                      | ChampionX Corp.                           | USA             | USD                 | 1,265,301       | 0.47               |
| 55,500                                                      | Technip Energies NV                       | FRA             | EUR                 | 1,247,062       | 0.47               |
| 59,600                                                      | Liberty Energy, Inc. 'A'                  | USA             | USD                 | 1,245,044       | 0.46               |
| 312,100                                                     | Trican Well Service Ltd.                  | CAN             | CAD                 | 1,099,490       | 0.41               |
| 20,400                                                      | Cactus, Inc. 'A'                          | USA             | USD                 | 1,075,896       | 0.40               |
| 12,800                                                      | Schoeller-Bleckmann Oilfield Equipment AG | AUT             | EUR                 | 517,285         | 0.19               |
| 92,566                                                      | Nine Energy Service, Inc.                 | USA             | USD                 | 155,511         | 0.06               |
| 30,000                                                      | Oil States International, Inc.            | USA             | USD                 | 133,200         | 0.05               |
|                                                             |                                           |                 |                     | 30,821,041      | 11.49              |
| <b>Oil &amp; Gas Exploration &amp; Production</b>           |                                           |                 |                     |                 |                    |
| 101,000                                                     | ConocoPhillips                            | USA             | USD                 | 11,552,380      | 4.30               |
| 63,100                                                      | EOG Resources, Inc.                       | USA             | USD                 | 7,942,397       | 2.96               |
| 215,836                                                     | Canadian Natural Resources Ltd.           | CAN             | CAD                 | 7,687,245       | 2.86               |
| 37,960                                                      | Hess Corp.                                | USA             | USD                 | 5,599,859       | 2.09               |
| 172,300                                                     | Coterra Energy, Inc.                      | USA             | USD                 | 4,595,241       | 1.71               |
| 96,100                                                      | Devon Energy Corp.                        | USA             | USD                 | 4,555,140       | 1.70               |
| 157,400                                                     | Permian Resources Corp. 'A'               | USA             | USD                 | 2,542,010       | 0.95               |
| 38,100                                                      | Matador Resources Co.                     | USA             | USD                 | 2,270,760       | 0.85               |
| 77,300                                                      | Aker BP ASA                               | NOR             | NOK                 | 1,975,417       | 0.74               |
| 40,200                                                      | EQT Corp.                                 | USA             | USD                 | 1,486,596       | 0.55               |
| 30,900                                                      | Tourmaline Oil Corp.                      | CAN             | CAD                 | 1,401,363       | 0.52               |
| 25,600                                                      | Ovintiv, Inc.                             | USA             | USD                 | 1,199,872       | 0.45               |
|                                                             |                                           |                 |                     | 52,808,280      | 19.68              |
| <b>Oil &amp; Gas Refining &amp; Marketing</b>               |                                           |                 |                     |                 |                    |
| 39,405                                                      | Phillips 66                               | USA             | USD                 | 5,562,804       | 2.07               |
| 26,500                                                      | Valero Energy Corp.                       | USA             | USD                 | 4,154,140       | 1.55               |
| 23,900                                                      | Marathon Petroleum Corp.                  | USA             | USD                 | 4,146,172       | 1.55               |
|                                                             |                                           |                 |                     | 13,863,116      | 5.17               |
| <b>Oil &amp; Gas Storage &amp; Transportation</b>           |                                           |                 |                     |                 |                    |
| 106,400                                                     | Williams Cos., Inc. (The)                 | USA             | USD                 | 4,522,000       | 1.69               |
| 204,200                                                     | Kinder Morgan, Inc.                       | USA             | USD                 | 4,057,454       | 1.51               |
| 30,300                                                      | Targa Resources Corp.                     | USA             | USD                 | 3,902,034       | 1.45               |
| 100,000                                                     | TC Energy Corp.                           | CAN             | USD                 | 3,790,000       | 1.41               |
| 12,000                                                      | Cheniere Energy, Inc.                     | USA             | USD                 | 2,097,960       | 0.78               |
| 50,909                                                      | Enbridge, Inc.                            | CAN             | USD                 | 1,811,851       | 0.68               |



**Franklin Natural Resources Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 61,200                            | New Fortress Energy, Inc.                                                               | USA             | USD                 | 1,345,176       | 0.50               |
|                                   |                                                                                         |                 |                     | 21,526,475      | 8.02               |
|                                   | <b>Packaged Foods &amp; Meats</b>                                                       |                 |                     |                 |                    |
| 8,700                             | Lamb Weston Holdings, Inc.                                                              | USA             | USD                 | 731,496         | 0.27               |
|                                   |                                                                                         |                 |                     | 731,496         | 0.27               |
|                                   | <b>Paper &amp; Plastic Packaging Products &amp; Materials</b>                           |                 |                     |                 |                    |
| 9,300                             | Packaging Corp. of America                                                              | USA             | USD                 | 1,697,808       | 0.63               |
|                                   |                                                                                         |                 |                     | 1,697,808       | 0.63               |
|                                   | <b>Specialty Chemicals</b>                                                              |                 |                     |                 |                    |
| 14,800                            | Albemarle Corp.                                                                         | USA             | USD                 | 1,413,696       | 0.53               |
| 23,000                            | Albemarle Corp. Preference 7.25%                                                        | USA             | USD                 | 1,073,180       | 0.40               |
| 88,900                            | Neo Performance Materials, Inc.                                                         | CAN             | CAD                 | 536,051         | 0.20               |
|                                   |                                                                                         |                 |                     | 3,022,927       | 1.13               |
|                                   | <b>Steel</b>                                                                            |                 |                     |                 |                    |
| 147,000                           | Vale SA, ADR 'B'                                                                        | BRA             | USD                 | 1,641,990       | 0.61               |
| 2,300                             | Reliance, Inc.                                                                          | USA             | USD                 | 656,880         | 0.25               |
|                                   |                                                                                         |                 |                     | 2,298,870       | 0.86               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 257,268,954     | 95.88              |
|                                   | <b>WARRANTS</b>                                                                         |                 |                     |                 |                    |
|                                   | <b>Integrated Oil &amp; Gas</b>                                                         |                 |                     |                 |                    |
| 13,535                            | Occidental Petroleum Corp. 08/03/2027                                                   | USA             | USD                 | 557,101         | 0.21               |
|                                   |                                                                                         |                 |                     | 557,101         | 0.21               |
|                                   | <b>TOTAL WARRANTS</b>                                                                   |                 |                     | 557,101         | 0.21               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 257,826,055     | 96.09              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Convertible Bonds</b>                                                                |                 |                     |                 |                    |
| 1,630,000                         | Oil States International, Inc. 4.75% 04/01/2026                                         | USA             | USD                 | 1,582,105       | 0.59               |
|                                   |                                                                                         |                 |                     | 1,582,105       | 0.59               |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                 |                    |
| 8,085,000                         | FHLB 0% 07/01/2024                                                                      | USA             | USD                 | 8,081,497       | 3.01               |
|                                   |                                                                                         |                 |                     | 8,081,497       | 3.01               |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 9,663,602       | 3.60               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                 |                     | 9,663,602       | 3.60               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | 267,489,657     | 99.69              |

## Schedule of Investments, June 30, 2024

## Franklin NextStep Balanced Growth Fund

(Currency - USD)

| Number of shares<br>or face value                                                      | Description                                                   | Country<br>code | Trading<br>currency | Market<br>value          | % of net<br>assets  |
|----------------------------------------------------------------------------------------|---------------------------------------------------------------|-----------------|---------------------|--------------------------|---------------------|
| UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS               |                                                               |                 |                     |                          |                     |
| <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                           |                                                               |                 |                     |                          |                     |
| <b>Financial Services</b>                                                              |                                                               |                 |                     |                          |                     |
| 153,443                                                                                | FTIF Templeton Asian Growth Fund - Y (Mdis) USD               | LUX             | USD                 | 1,710,845                | 10.74               |
| 15,414                                                                                 | FTGF Western Asset Asian Opportunities Fund                   | IRL             | USD                 | 1,357,182                | 8.52                |
| 8,807                                                                                  | JPMorgan Aggregate Bond Fund - I (acc) USD                    | LUX             | USD                 | 1,148,837                | 7.21                |
| 30,026                                                                                 | Ninety One Asian Equity Fund - I (acc) USD                    | LUX             | USD                 | 1,121,461                | 7.04                |
| 11,309                                                                                 | FTGF Western Asset US Core Plus Bond Fund                     | IRL             | USD                 | 880,670                  | 5.53                |
| 2,328                                                                                  | FTGF ClearBridge US Large Cap Growth Fund                     | IRL             | USD                 | 809,788                  | 5.08                |
| 28,832                                                                                 | Fidelity Asian Special Situations Fund - Y (acc) USD          | LUX             | USD                 | 712,721                  | 4.48                |
| 44                                                                                     | Amundi Pioneer US Equity Fundamental Growth Fund - I2 USD Cap | LUX             | USD                 | 626,234                  | 3.93                |
| 4,910                                                                                  | FTGF ClearBridge US Value Fund                                | IRL             | USD                 | 605,222                  | 3.80                |
| 46,726                                                                                 | FTIF Franklin U.S. Low Duration Fund - Y (Mdis) USD           | LUX             | USD                 | 446,128                  | 2.80                |
| 4,591                                                                                  | FTGF Brandywine Global Income Optimiser Fund                  | IRL             | USD                 | 371,106                  | 2.33                |
|                                                                                        |                                                               |                 |                     | <u>9,790,194</u>         | <u>61.46</u>        |
| <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                     |                                                               |                 |                     | <u>9,790,194</u>         | <u>61.46</u>        |
| <b>EXCHANGE TRADED FUNDS</b>                                                           |                                                               |                 |                     |                          |                     |
| <b>Financial Services</b>                                                              |                                                               |                 |                     |                          |                     |
| 36,791                                                                                 | Amundi MSCI EM Asia Fund                                      | LUX             | USD                 | 1,454,847                | 9.13                |
| 189,986                                                                                | iShares Core Global Aggregate Bond Fund                       | IRL             | USD                 | 1,020,415                | 6.41                |
| 1,475                                                                                  | iShares Core S&P 500 Fund                                     | IRL             | USD                 | 850,229                  | 5.34                |
| 3,435                                                                                  | iShares Core MSCI Pacific ex-Japan Fund                       | IRL             | USD                 | 598,174                  | 3.75                |
| 10,850                                                                                 | Franklin U.S. Equity Fund                                     | IRL             | USD                 | 597,485                  | 3.75                |
| 6,691                                                                                  | iShares Core MSCI Japan IMI Fund                              | IRL             | USD                 | 360,983                  | 2.27                |
| 14,900                                                                                 | Franklin USD Investment Grade Corporate Bond Fund             | IRL             | USD                 | 349,065                  | 2.19                |
| 6,575                                                                                  | JPMorgan Europe Research Enhanced Index Equity ESG Fund       | IRL             | USD                 | 302,348                  | 1.90                |
| 1,050                                                                                  | iShares USD Treasury Bond 7-10yr Fund                         | IRL             | USD                 | 179,248                  | 1.12                |
| 3,715                                                                                  | iShares Core MSCI Europe Fund                                 | IRL             | USD                 | 127,313                  | 0.80                |
|                                                                                        |                                                               |                 |                     | <u>5,840,107</u>         | <u>36.66</u>        |
| <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                     |                                                               |                 |                     | <u>5,840,107</u>         | <u>36.66</u>        |
| <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b> |                                                               |                 |                     | <u>15,630,301</u>        | <u>98.12</u>        |
| <b>TOTAL INVESTMENTS</b>                                                               |                                                               |                 |                     | <u><b>15,630,301</b></u> | <u><b>98.12</b></u> |

## Schedule of Investments, June 30, 2024

## Franklin NextStep Conservative Fund

(Currency - USD)

| Number of shares<br>or face value                                                      | Description                                                    | Country<br>code | Trading<br>currency | Market<br>value          | % of net<br>assets  |
|----------------------------------------------------------------------------------------|----------------------------------------------------------------|-----------------|---------------------|--------------------------|---------------------|
| UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS               |                                                                |                 |                     |                          |                     |
| <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                           |                                                                |                 |                     |                          |                     |
| <b>Financial Services</b>                                                              |                                                                |                 |                     |                          |                     |
| 39,561                                                                                 | JPMorgan Aggregate Bond Fund - I (acc) USD                     | LUX             | USD                 | 5,160,304                | 19.48               |
| 51,242                                                                                 | FTGF Western Asset US Core Plus Bond Fund                      | IRL             | USD                 | 3,990,197                | 15.06               |
| 207,225                                                                                | FTIF Franklin U.S. Low Duration Fund - Y (Mdis) USD            | LUX             | USD                 | 1,978,533                | 7.47                |
| 20,774                                                                                 | FTGF Brandywine Global Income Optimiser Fund                   | IRL             | USD                 | 1,679,128                | 6.34                |
| 3,403                                                                                  | FTGF ClearBridge US Large Cap Growth Fund                      | IRL             | USD                 | 1,183,549                | 4.47                |
| 64                                                                                     | Amundi Pioneer US Equity Fundamental Growth Fund - I2 USD Cap  | LUX             | USD                 | 915,471                  | 3.45                |
| 7,177                                                                                  | FTGF ClearBridge US Value Fund                                 | IRL             | USD                 | 884,752                  | 3.34                |
|                                                                                        | Goldman Sachs Emerging Markets Core Equity Portfolio - I (acc) |                 |                     |                          |                     |
| 16,368                                                                                 | USD                                                            | LUX             | USD                 | 371,873                  | 1.40                |
| 35,209                                                                                 | FTIF Templeton Emerging Markets Fund - Y (Mdis) USD            | LUX             | USD                 | 368,716                  | 1.39                |
|                                                                                        |                                                                |                 |                     | <u>16,532,523</u>        | <u>62.40</u>        |
| <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                     |                                                                |                 |                     | <u>16,532,523</u>        | <u>62.40</u>        |
| <b>EXCHANGE TRADED FUNDS</b>                                                           |                                                                |                 |                     |                          |                     |
| <b>Financial Services</b>                                                              |                                                                |                 |                     |                          |                     |
| 776,500                                                                                | iShares Core Global Aggregate Bond Fund                        | IRL             | USD                 | 4,170,581                | 15.74               |
| 56,375                                                                                 | Franklin USD Investment Grade Corporate Bond Fund              | IRL             | USD                 | 1,320,707                | 4.99                |
| 1,970                                                                                  | iShares Core S&P 500 Fund                                      | IRL             | USD                 | 1,135,560                | 4.29                |
| 14,470                                                                                 | Franklin U.S. Equity Fund                                      | IRL             | USD                 | 796,831                  | 3.01                |
| 3,980                                                                                  | iShares USD Treasury Bond 7-10yr Fund                          | IRL             | USD                 | 679,436                  | 2.56                |
| 12,925                                                                                 | JPMorgan Europe Research Enhanced Index Equity ESG Fund        | IRL             | USD                 | 594,349                  | 2.24                |
| 8,341                                                                                  | iShares Core MSCI Japan IMI Fund                               | IRL             | USD                 | 450,001                  | 1.70                |
| 7,436                                                                                  | iShares Core MSCI Europe Fund                                  | IRL             | USD                 | 254,831                  | 0.96                |
| 4,257                                                                                  | iShares Core MSCI EM IMI Fund                                  | IRL             | USD                 | 145,458                  | 0.55                |
| 300                                                                                    | iShares Core MSCI Pacific ex-Japan Fund                        | IRL             | USD                 | 52,242                   | 0.20                |
|                                                                                        |                                                                |                 |                     | <u>9,599,996</u>         | <u>36.24</u>        |
| <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                     |                                                                |                 |                     | <u>9,599,996</u>         | <u>36.24</u>        |
| <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b> |                                                                |                 |                     | <u>26,132,519</u>        | <u>98.64</u>        |
| <b>TOTAL INVESTMENTS</b>                                                               |                                                                |                 |                     | <u><b>26,132,519</b></u> | <u><b>98.64</b></u> |

## Schedule of Investments, June 30, 2024

## Franklin NextStep Growth Fund

(Currency - USD)

| Number of shares<br>or face value                                                      | Description                                                    | Country<br>code | Trading<br>currency | Market<br>value          | % of net<br>assets  |
|----------------------------------------------------------------------------------------|----------------------------------------------------------------|-----------------|---------------------|--------------------------|---------------------|
| UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS               |                                                                |                 |                     |                          |                     |
| <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                           |                                                                |                 |                     |                          |                     |
| <b>Financial Services</b>                                                              |                                                                |                 |                     |                          |                     |
| 7,755                                                                                  | FTGF ClearBridge US Large Cap Growth Fund                      | IRL             | USD                 | 2,697,173                | 12.16               |
| 147                                                                                    | Amundi Pioneer US Equity Fundamental Growth Fund - I2 USD Cap  | LUX             | USD                 | 2,085,340                | 9.40                |
| 16,353                                                                                 | FTGF ClearBridge US Value Fund                                 | IRL             | USD                 | 2,015,864                | 9.09                |
| 8,746                                                                                  | JPMorgan Aggregate Bond Fund - I (acc) USD                     | LUX             | USD                 | 1,140,807                | 5.14                |
| 11,329                                                                                 | FTGF Western Asset US Core Plus Bond Fund                      | IRL             | USD                 | 882,196                  | 3.98                |
|                                                                                        | Goldman Sachs Emerging Markets Core Equity Portfolio - I (acc) |                 |                     |                          |                     |
| 37,214                                                                                 | USD                                                            | LUX             | USD                 | 845,509                  | 3.81                |
| 80,608                                                                                 | FTIF Templeton Emerging Markets Fund - Y (Mdis) USD            | LUX             | USD                 | 844,151                  | 3.81                |
| 45,831                                                                                 | FTIF Franklin U.S. Low Duration Fund - Y (Mdis) USD            | LUX             | USD                 | 437,581                  | 1.97                |
| 4,593                                                                                  | FTGF Brandywine Global Income Optimiser Fund                   | IRL             | USD                 | 371,260                  | 1.67                |
| 25,857                                                                                 | FTIF Franklin K2 Alternative Strategies Fund - Y (Mdis) USD    | LUX             | USD                 | 327,872                  | 1.48                |
|                                                                                        |                                                                |                 |                     | <u>11,647,753</u>        | <u>52.51</u>        |
| <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                     |                                                                |                 |                     | <u>11,647,753</u>        | <u>52.51</u>        |
| <b>EXCHANGE TRADED FUNDS</b>                                                           |                                                                |                 |                     |                          |                     |
| <b>Financial Services</b>                                                              |                                                                |                 |                     |                          |                     |
| 4,985                                                                                  | iShares Core S&P 500 Fund                                      | IRL             | USD                 | 2,873,485                | 12.96               |
| 36,737                                                                                 | Franklin U.S. Equity Fund                                      | IRL             | USD                 | 2,023,026                | 9.12                |
| 31,075                                                                                 | JPMorgan Europe Research Enhanced Index Equity ESG Fund        | IRL             | USD                 | 1,428,966                | 6.44                |
| 20,278                                                                                 | iShares Core MSCI Japan IMI Fund                               | IRL             | USD                 | 1,094,008                | 4.93                |
| 191,366                                                                                | iShares Core Global Aggregate Bond Fund                        | IRL             | USD                 | 1,027,827                | 4.64                |
| 17,850                                                                                 | iShares Core MSCI Europe Fund                                  | IRL             | USD                 | 611,718                  | 2.76                |
| 11,589                                                                                 | iShares Core MSCI EM IMI Fund                                  | IRL             | USD                 | 395,985                  | 1.79                |
| 14,700                                                                                 | Franklin USD Investment Grade Corporate Bond Fund              | IRL             | USD                 | 344,379                  | 1.55                |
| 1,031                                                                                  | iShares USD Treasury Bond 7-10yr Fund                          | IRL             | USD                 | 176,005                  | 0.79                |
| 740                                                                                    | iShares Core MSCI Pacific ex-Japan Fund                        | IRL             | USD                 | 128,864                  | 0.58                |
|                                                                                        |                                                                |                 |                     | <u>10,104,263</u>        | <u>45.56</u>        |
| <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                     |                                                                |                 |                     | <u>10,104,263</u>        | <u>45.56</u>        |
| <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b> |                                                                |                 |                     | <u>21,752,016</u>        | <u>98.07</u>        |
| <b>TOTAL INVESTMENTS</b>                                                               |                                                                |                 |                     | <u><b>21,752,016</b></u> | <u><b>98.07</b></u> |

## Schedule of Investments, June 30, 2024

## Franklin NextStep Moderate Fund

(Currency - USD)

| Number of shares<br>or face value                                                  | Description                                                        | Country<br>code | Trading<br>currency | Market<br>value          | % of net<br>assets  |
|------------------------------------------------------------------------------------|--------------------------------------------------------------------|-----------------|---------------------|--------------------------|---------------------|
| UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE INVESTMENT UNDERTAKINGS              |                                                                    |                 |                     |                          |                     |
| <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                       |                                                                    |                 |                     |                          |                     |
| <b>Financial Services</b>                                                          |                                                                    |                 |                     |                          |                     |
| 17,730                                                                             | FTGF ClearBridge US Large Cap Growth Fund                          | IRL             | USD                 | 6,166,391                | 9.99                |
| 43,556                                                                             | JPMorgan Aggregate Bond Fund - I (acc) USD                         | LUX             | USD                 | 5,681,457                | 9.21                |
| 335                                                                                | Amundi Pioneer US Equity Fundamental Growth Fund - I2 USD Cap      | LUX             | USD                 | 4,767,778                | 7.73                |
| 37,389                                                                             | FTGF ClearBridge US Value Fund                                     | IRL             | USD                 | 4,608,959                | 7.47                |
| 56,418                                                                             | FTGF Western Asset US Core Plus Bond Fund                          | IRL             | USD                 | 4,393,288                | 7.12                |
| 228,209                                                                            | FTIF Franklin U.S. Low Duration Fund - Y (Mdis) USD                | LUX             | USD                 | 2,178,885                | 3.53                |
|                                                                                    | Goldman Sachs Emerging Markets Core Equity Portfolio - I (acc) USD |                 |                     |                          |                     |
| 84,848                                                                             | USD                                                                | LUX             | USD                 | 1,927,756                | 3.12                |
| 182,689                                                                            | FTIF Templeton Emerging Markets Fund - Y (Mdis) USD                | LUX             | USD                 | 1,913,172                | 3.10                |
| 22,872                                                                             | FTGF Brandywine Global Income Optimiser Fund                       | IRL             | USD                 | 1,848,778                | 3.00                |
| 72,550                                                                             | FTIF Franklin K2 Alternative Strategies Fund - Y (Mdis) USD        | LUX             | USD                 | 919,932                  | 1.49                |
|                                                                                    |                                                                    |                 |                     | <u>34,406,396</u>        | <u>55.76</u>        |
| <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                 |                                                                    |                 |                     | <u>34,406,396</u>        | <u>55.76</u>        |
| <b>EXCHANGE TRADED FUNDS</b>                                                       |                                                                    |                 |                     |                          |                     |
| <b>Financial Services</b>                                                          |                                                                    |                 |                     |                          |                     |
| 11,062                                                                             | iShares Core S&P 500 Fund                                          | IRL             | USD                 | 6,376,429                | 10.34               |
| 927,125                                                                            | iShares Core Global Aggregate Bond Fund                            | IRL             | USD                 | 4,979,588                | 8.07                |
| 81,500                                                                             | Franklin U.S. Equity Fund                                          | IRL             | USD                 | 4,488,025                | 7.27                |
| 70,075                                                                             | JPMorgan Europe Research Enhanced Index Equity ESG Fund            | IRL             | USD                 | 3,222,359                | 5.22                |
| 45,627                                                                             | iShares Core MSCI Japan IMI Fund                                   | IRL             | USD                 | 2,461,599                | 3.99                |
| 69,975                                                                             | Franklin USD Investment Grade Corporate Bond Fund                  | IRL             | USD                 | 1,639,316                | 2.66                |
| 40,247                                                                             | iShares Core MSCI Europe Fund                                      | IRL             | USD                 | 1,379,261                | 2.24                |
| 26,258                                                                             | iShares Core MSCI EM IMI Fund                                      | IRL             | USD                 | 897,211                  | 1.45                |
| 4,941                                                                              | iShares USD Treasury Bond 7-10yr Fund                              | IRL             | USD                 | 843,491                  | 1.37                |
| 1,750                                                                              | iShares Core MSCI Pacific ex-Japan Fund                            | IRL             | USD                 | 304,747                  | 0.49                |
|                                                                                    |                                                                    |                 |                     | <u>26,592,026</u>        | <u>43.10</u>        |
| <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                 |                                                                    |                 |                     | <u>26,592,026</u>        | <u>43.10</u>        |
| <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE INVESTMENT UNDERTAKINGS</b> |                                                                    |                 |                     | <u>60,998,422</u>        | <u>98.86</u>        |
| <b>TOTAL INVESTMENTS</b>                                                           |                                                                    |                 |                     | <u><b>60,998,422</b></u> | <u><b>98.86</b></u> |

## Schedule of Investments, June 30, 2024

## Franklin Sealand China A - Shares Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 8,797                             | SF Holding Co. Ltd. 'A'                                                   | CHN             | CNY                 | 43,121          | 0.07               |
|                                   |                                                                           |                 |                     | 43,121          | 0.07               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 18,148                            | Huizhou Desay Sv Automotive Co. Ltd. 'A'                                  | CHN             | CNY                 | 217,020         | 0.35               |
|                                   |                                                                           |                 |                     | 217,020         | 0.35               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 90,300                            | BYD Co. Ltd. 'A'                                                          | CHN             | CNY                 | 3,103,274       | 5.06               |
| 982,500                           | Chongqing Changan Automobile Co. Ltd. 'A'                                 | CHN             | CNY                 | 1,809,876       | 2.95               |
|                                   |                                                                           |                 |                     | 4,913,150       | 8.01               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 711,700                           | China Merchants Bank Co. Ltd. 'A'                                         | CHN             | CNY                 | 3,344,401       | 5.45               |
| 948,900                           | Bank of Ningbo Co. Ltd. 'A'                                               | CHN             | CNY                 | 2,873,581       | 4.69               |
| 2,042,700                         | Postal Savings Bank of China Co. Ltd. 'A'                                 | CHN             | CNY                 | 1,424,231       | 2.32               |
|                                   |                                                                           |                 |                     | 7,642,213       | 12.46              |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 579,722                           | Chongqing Zhifei Biological Products Co. Ltd. 'A'                         | CHN             | CNY                 | 2,231,845       | 3.64               |
|                                   |                                                                           |                 |                     | 2,231,845       | 3.64               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 1,133,121                         | East Money Information Co. Ltd. 'A'                                       | CHN             | CNY                 | 1,642,769       | 2.68               |
|                                   |                                                                           |                 |                     | 1,642,769       | 2.68               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 1,158,180                         | Satellite Chemical Co. Ltd. 'A'                                           | CHN             | CNY                 | 2,861,967       | 4.67               |
| 479,900                           | LB Group Co. Ltd. 'A'                                                     | CHN             | CNY                 | 1,225,057       | 2.00               |
| 54,300                            | Zhejiang NHU Co. Ltd. 'A'                                                 | CHN             | CNY                 | 143,340         | 0.23               |
| 9,900                             | Shenzhen Dynanonic Co. Ltd. 'A'                                           | CHN             | CNY                 | 38,310          | 0.06               |
|                                   |                                                                           |                 |                     | 4,268,674       | 6.96               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 581,300                           | Shanghai M&G Stationery, Inc. 'A'                                         | CHN             | CNY                 | 2,497,022       | 4.07               |
|                                   |                                                                           |                 |                     | 2,497,022       | 4.07               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 125,657                           | Zhongji Innolight Co. Ltd. 'A'                                            | CHN             | CNY                 | 2,357,157       | 3.84               |
| 12,080                            | Yealink Network Technology Corp. Ltd. 'A'                                 | CHN             | CNY                 | 61,006          | 0.10               |
|                                   |                                                                           |                 |                     | 2,418,163       | 3.94               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 708,692                           | Sinoma International Engineering Co. 'A'                                  | CHN             | CNY                 | 1,174,402       | 1.91               |
|                                   |                                                                           |                 |                     | 1,174,402       | 1.91               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 1,074,100                         | Beijing Oriental Yuhong Waterproof Technology Co. Ltd. 'A'                | CHN             | CNY                 | 1,822,526       | 2.97               |
| 40,070                            | China Jushi Co. Ltd. 'A'                                                  | CHN             | CNY                 | 60,844          | 0.10               |
|                                   |                                                                           |                 |                     | 1,883,370       | 3.07               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 124,094                           | Contemporary Amperex Technology Co. Ltd. 'A'                              | CHN             | CNY                 | 3,073,483       | 5.01               |
|                                   |                                                                           |                 |                     | 3,073,483       | 5.01               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 431,600                           | Luxshare Precision Industry Co. Ltd. 'A'                                  | CHN             | CNY                 | 2,327,664       | 3.79               |
| 218,128                           | Maxscend Microelectronics Co. Ltd. 'A'                                    | CHN             | CNY                 | 2,325,910       | 3.79               |
| 566,500                           | Chaozhou Three-Circle Group Co. Ltd. 'A'                                  | CHN             | CNY                 | 2,270,023       | 3.70               |
| 8,312                             | SUPCON Technology Co. Ltd. 'A'                                            | CHN             | CNY                 | 43,027          | 0.07               |
|                                   |                                                                           |                 |                     | 6,966,624       | 11.35              |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 487,019                           | Foshan Haitian Flavouring & Food Co. Ltd. 'A'                             | CHN             | CNY                 | 2,305,708       | 3.76               |
| 183,200                           | Angel Yeast Co. Ltd. 'A'                                                  | CHN             | CNY                 | 702,771         | 1.14               |
| 72,100                            | Inner Mongolia Yili Industrial Group Co. Ltd. 'A'                         | CHN             | CNY                 | 256,021         | 0.42               |
|                                   |                                                                           |                 |                     | 3,264,500       | 5.32               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 10,225                            | Shenzhen Mindray Bio-Medical Electronics Co. Ltd. 'A'                     | CHN             | CNY                 | 409,018         | 0.67               |
|                                   |                                                                           |                 |                     | 409,018         | 0.67               |

**Franklin Sealand China A - Shares Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                   | Description                                            | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|-------------------------------------------------------------------------------------|--------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| <b>Health Care Providers &amp; Services</b>                                         |                                                        |                 |                     |                   |                    |
| 189,514                                                                             | Aier Eye Hospital Group Co. Ltd. 'A'                   | CHN             | CNY                 | 268,786           | 0.44               |
|                                                                                     |                                                        |                 |                     | 268,786           | 0.44               |
| <b>Household Durables</b>                                                           |                                                        |                 |                     |                   |                    |
| 249,300                                                                             | Gree Electric Appliances, Inc. of Zhuhai 'A'           | CHN             | CNY                 | 1,344,821         | 2.19               |
| 14,700                                                                              | Oppein Home Group, Inc. 'A'                            | CHN             | CNY                 | 108,017           | 0.18               |
|                                                                                     |                                                        |                 |                     | 1,452,838         | 2.37               |
| <b>Machinery</b>                                                                    |                                                        |                 |                     |                   |                    |
| 1,029,104                                                                           | Zhejiang Sanhua Intelligent Controls Co. Ltd. 'A'      | CHN             | CNY                 | 2,699,776         | 4.40               |
| 381,727                                                                             | Jiangsu Hengli Hydraulic Co. Ltd. 'A'                  | CHN             | CNY                 | 2,445,255         | 3.99               |
| 129,600                                                                             | Sany Heavy Industry Co. Ltd. 'A'                       | CHN             | CNY                 | 293,901           | 0.48               |
| 127,400                                                                             | XCMG Construction Machinery Co. Ltd. 'A'               | CHN             | CNY                 | 125,181           | 0.20               |
|                                                                                     |                                                        |                 |                     | 5,564,113         | 9.07               |
| <b>Marine Transportation</b>                                                        |                                                        |                 |                     |                   |                    |
| 1,052,792                                                                           | Shanghai Zhonggu Logistics Co. Ltd. 'A'                | CHN             | CNY                 | 1,265,695         | 2.06               |
|                                                                                     |                                                        |                 |                     | 1,265,695         | 2.06               |
| <b>Metals &amp; Mining</b>                                                          |                                                        |                 |                     |                   |                    |
| 308,500                                                                             | Sinomine Resource Group Co. Ltd. 'A'                   | CHN             | CNY                 | 1,134,652         | 1.85               |
| 25,319                                                                              | Zhejiang Huayou Cobalt Co. Ltd. 'A'                    | CHN             | CNY                 | 76,857            | 0.12               |
| 17,900                                                                              | China Northern Rare Earth Group High-Tech Co. Ltd. 'A' | CHN             | CNY                 | 42,306            | 0.07               |
|                                                                                     |                                                        |                 |                     | 1,253,815         | 2.04               |
| <b>Personal Care Products</b>                                                       |                                                        |                 |                     |                   |                    |
| 238,934                                                                             | Yunnan Botanee Bio-Technology Group Co. Ltd. 'A'       | CHN             | CNY                 | 1,586,074         | 2.59               |
| 108,295                                                                             | Shanghai Flyco Electrical Appliance Co. Ltd. 'A'       | CHN             | CNY                 | 571,430           | 0.93               |
|                                                                                     |                                                        |                 |                     | 2,157,504         | 3.52               |
| <b>Pharmaceuticals</b>                                                              |                                                        |                 |                     |                   |                    |
| 80,335                                                                              | Jiangsu Hengrui Pharmaceuticals Co. Ltd. 'A'           | CHN             | CNY                 | 424,548           | 0.69               |
| 2,620                                                                               | Changchun High-Tech Industry Group Co. Ltd. 'A'        | CHN             | CNY                 | 33,024            | 0.05               |
|                                                                                     |                                                        |                 |                     | 457,572           | 0.74               |
| <b>Semiconductors &amp; Semiconductor Equipment</b>                                 |                                                        |                 |                     |                   |                    |
| 152,993                                                                             | Suzhou Maxwell Technologies Co. Ltd. 'A'               | CHN             | CNY                 | 2,513,464         | 4.10               |
| 171,700                                                                             | LONGi Green Energy Technology Co. Ltd. 'A'             | CHN             | CNY                 | 330,685           | 0.54               |
| 13,323                                                                              | Advanced Micro-Fabrication Equipment, Inc. 'A'         | CHN             | CNY                 | 258,222           | 0.42               |
|                                                                                     |                                                        |                 |                     | 3,102,371         | 5.06               |
| <b>Software</b>                                                                     |                                                        |                 |                     |                   |                    |
| 49,423                                                                              | Beijing Kingsoft Office Software, Inc. 'A'             | CHN             | CNY                 | 1,539,311         | 2.51               |
|                                                                                     |                                                        |                 |                     | 1,539,311         | 2.51               |
| <b>Specialty Retail</b>                                                             |                                                        |                 |                     |                   |                    |
| 69,900                                                                              | China Tourism Group Duty Free Corp. Ltd. 'A'           | CHN             | CNY                 | 598,968           | 0.98               |
|                                                                                     |                                                        |                 |                     | 598,968           | 0.98               |
| <b>TOTAL SHARES</b>                                                                 |                                                        |                 |                     | 60,306,347        | 98.30              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b> |                                                        |                 |                     | 60,306,347        | 98.30              |
| <b>TOTAL INVESTMENTS</b>                                                            |                                                        |                 |                     | <b>60,306,347</b> | <b>98.30</b>       |



## Schedule of Investments, June 30, 2024

## Franklin Strategic Income Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Energy Equipment &amp; Services</b>                                    |                 |                     |                 |                    |
| 347                               | Valaris Ltd.                                                              | USA             | USD                 | 25,852          | 0.01               |
|                                   |                                                                           |                 |                     | 25,852          | 0.01               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 1,057                             | Amplify Energy Corp.                                                      | USA             | USD                 | 7,166           | —                  |
|                                   |                                                                           |                 |                     | 7,166           | —                  |
|                                   | <b>TOTAL SHARES</b>                                                       |                 |                     | 33,018          | 0.01               |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                    |                 |                     |                 |                    |
| 2,100,000                         | EnLink Midstream LLC 5.375% 06/01/2029                                    | USA             | USD                 | 2,052,128       | 0.38               |
| 2,000,000                         | Motorola Solutions, Inc. 5.4% 04/15/2034                                  | USA             | USD                 | 1,983,527       | 0.36               |
| 2,000,000                         | HCA, Inc. 3.5% 09/01/2030                                                 | USA             | USD                 | 1,804,616       | 0.33               |
| 2,100,000                         | Centene Corp. 2.625% 08/01/2031                                           | USA             | USD                 | 1,726,626       | 0.32               |
| 1,600,000                         | Tapestry, Inc. 7.85% 11/27/2033                                           | USA             | USD                 | 1,686,036       | 0.31               |
| 1,800,000                         | Dominion Energy, Inc. 4.35% 08/15/2032                                    | USA             | USD                 | 1,683,851       | 0.31               |
| 1,800,000                         | Toll Brothers Finance Corp. 3.8% 11/01/2029                               | USA             | USD                 | 1,666,788       | 0.31               |
| 1,700,000                         | Teva Pharmaceutical Finance Netherlands III BV 5.125% 05/09/2029          | ISR             | USD                 | 1,636,792       | 0.30               |
| 1,700,000                         | Canadian Natural Resources Ltd. 3.85% 06/01/2027                          | CAN             | USD                 | 1,635,599       | 0.30               |
| 1,500,000                         | INEOS Quattro Finance 1 plc, 144A 3.75% 07/15/2026                        | GBR             | EUR                 | 1,568,283       | 0.29               |
| 1,600,000                         | Fiserv, Inc. 4.2% 10/01/2028                                              | USA             | USD                 | 1,538,241       | 0.28               |
| 1,500,000                         | HSBC Holdings plc 4.18% 12/09/2025                                        | GBR             | USD                 | 1,489,033       | 0.27               |
| 1,400,000                         | OneMain Finance Corp. 9% 01/15/2029                                       | USA             | USD                 | 1,478,354       | 0.27               |
| 1,450,000                         | Estee Lauder Cos., Inc. (The) 4.65% 05/15/2033                            | USA             | USD                 | 1,400,703       | 0.26               |
| 1,600,000                         | Tencent Holdings Ltd., 144A 2.39% 06/03/2030                              | CHN             | USD                 | 1,375,188       | 0.25               |
| 1,400,000                         | Boeing Co. (The) 5.15% 05/01/2030                                         | USA             | USD                 | 1,344,816       | 0.25               |
| 1,600,000                         | AerCap Ireland Capital DAC 3.4% 10/29/2033                                | IRL             | USD                 | 1,342,901       | 0.25               |
| 1,400,000                         | Brixmor Operating Partnership LP 4.125% 05/15/2029                        | USA             | USD                 | 1,322,119       | 0.24               |
| 1,300,000                         | UBS Group AG, 144A 5.711% 01/12/2027                                      | CHE             | USD                 | 1,301,188       | 0.24               |
| 1,500,000                         | HSBC Holdings plc 2.848% 06/04/2031                                       | GBR             | USD                 | 1,297,119       | 0.24               |
| 1,500,000                         | MPLX LP 2.65% 08/15/2030                                                  | USA             | USD                 | 1,293,191       | 0.24               |
| 1,300,000                         | Dell International LLC 5.4% 04/15/2034                                    | USA             | USD                 | 1,286,819       | 0.24               |
| 1,200,000                         | POSCO, 144A 5.625% 01/17/2026                                             | KOR             | USD                 | 1,201,499       | 0.22               |
| 1,200,000                         | Philip Morris International, Inc. 5.375% 02/15/2033                       | USA             | USD                 | 1,192,160       | 0.22               |
| 1,200,000                         | Jaguar Land Rover Automotive plc, 144A 5.5% 07/15/2029                    | GBR             | USD                 | 1,151,416       | 0.21               |
| 1,000,000                         | Southern Co. (The) 5.5% 03/15/2029                                        | USA             | USD                 | 1,013,468       | 0.19               |
| 1,000,000                         | Trivium Packaging Finance BV, 144A 5.5% 08/15/2026                        | NLD             | USD                 | 980,862         | 0.18               |
| 1,000,000                         | CVS Health Corp. 5.3% 06/01/2033                                          | USA             | USD                 | 977,732         | 0.18               |
| 1,100,000                         | Duke Energy Corp. 2.45% 06/01/2030                                        | USA             | USD                 | 944,988         | 0.17               |
| 1,000,000                         | Alexandria Real Estate Equities, Inc. 4.75% 04/15/2035                    | USA             | USD                 | 933,341         | 0.17               |
| 900,000                           | Goldman Sachs Group, Inc. (The) 5.7% 11/01/2024                           | USA             | USD                 | 900,386         | 0.17               |
| 900,000                           | HSBC Holdings plc 5.21% 08/11/2028                                        | GBR             | USD                 | 894,358         | 0.16               |
| 900,000                           | DTE Energy Co. 4.875% 06/01/2028                                          | USA             | USD                 | 886,209         | 0.16               |
| 1,000,000                         | Boeing Co. (The) 3.625% 02/01/2031                                        | USA             | USD                 | 875,649         | 0.16               |
| 1,000,000                         | Suzano Austria GmbH 3.75% 01/15/2031                                      | BRA             | USD                 | 871,908         | 0.16               |
| 1,000,000                         | Simon Property Group LP 4.25% 11/30/2046                                  | USA             | USD                 | 805,941         | 0.15               |
| 900,000                           | Centene Corp. 2.45% 07/15/2028                                            | USA             | USD                 | 799,758         | 0.15               |
| 800,000                           | KeyBank NA 4.15% 08/08/2025                                               | USA             | USD                 | 784,717         | 0.14               |
| 800,000                           | Santander UK Group Holdings plc 1.673% 06/14/2027                         | GBR             | USD                 | 739,930         | 0.14               |
| 1,100,000                         | Simon Property Group LP 3.25% 09/13/2049                                  | USA             | USD                 | 737,862         | 0.14               |
| 800,000                           | Ardagh Packaging Finance plc, 144A 2.125% 08/15/2026                      | USA             | EUR                 | 714,004         | 0.13               |
| 700,000                           | Celanese US Holdings LLC 6.165% 07/15/2027                                | USA             | USD                 | 710,776         | 0.13               |
| 800,000                           | AerCap Ireland Capital DAC 3.3% 01/30/2032                                | IRL             | USD                 | 687,619         | 0.13               |
| 700,000                           | Harbour Energy plc, 144A 5.5% 10/15/2026                                  | GBR             | USD                 | 686,818         | 0.13               |
| 1,000,000                         | T-Mobile USA, Inc. 3.3% 02/15/2051                                        | USA             | USD                 | 675,685         | 0.12               |
| 800,000                           | Suzano Austria GmbH 3.125% 01/15/2032                                     | BRA             | USD                 | 655,343         | 0.12               |
| 800,000                           | Anheuser-Busch InBev Worldwide, Inc. 3.75% 07/15/2042                     | BEL             | USD                 | 653,693         | 0.12               |
| 800,000                           | Boeing Co. (The) 3.6% 05/01/2034                                          | USA             | USD                 | 643,963         | 0.12               |
| 900,000                           | CVS Health Corp. 2.7% 08/21/2040                                          | USA             | USD                 | 598,530         | 0.11               |
| 700,000                           | WRKCo, Inc. 3% 06/15/2033                                                 | USA             | USD                 | 589,076         | 0.11               |
| 600,000                           | Goldman Sachs Group, Inc. (The) 4.387% 06/15/2027                         | USA             | USD                 | 588,547         | 0.11               |
| 700,000                           | Southern Co. (The) 4.4% 07/01/2046                                        | USA             | USD                 | 585,064         | 0.11               |
| 600,000                           | Pfizer Investment Enterprises Pte. Ltd. 4.75% 05/19/2033                  | USA             | USD                 | 584,871         | 0.11               |
| 600,000                           | Parker-Hannifin Corp. 4.25% 09/15/2027                                    | USA             | USD                 | 584,833         | 0.11               |
| 700,000                           | Banco Santander SA 2.749% 12/03/2030                                      | ESP             | USD                 | 582,847         | 0.11               |

**Franklin Strategic Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                            | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 500,000                           | Banijay Entertainment SASU, 144A 7% 05/01/2029         | FRA             | EUR                 | 559,717         | 0.10               |
| 600,000                           | Consolidated Energy Finance SA, 144A 5.625% 10/15/2028 | CHE             | USD                 | 510,661         | 0.09               |
| 500,000                           | Hillenbrand, Inc. 6.25% 02/15/2029                     | USA             | USD                 | 503,021         | 0.09               |
| 500,000                           | DAE Funding LLC, 144A 1.55% 08/01/2024                 | ARE             | USD                 | 497,973         | 0.09               |
| 500,000                           | Imperial Brands Finance plc, 144A 4.25% 07/21/2025     | GBR             | USD                 | 492,575         | 0.09               |
| 500,000                           | Westlake Corp. 3.375% 06/15/2030                       | USA             | USD                 | 451,633         | 0.08               |
| 500,000                           | HSBC Holdings plc 2.357% 08/18/2031                    | GBR             | USD                 | 417,954         | 0.08               |
| 500,000                           | MPT Operating Partnership LP 5% 10/15/2027             | USA             | USD                 | 413,414         | 0.08               |
| 400,000                           | Hershey Co. (The) 4.5% 05/04/2033                      | USA             | USD                 | 388,432         | 0.07               |
| 350,000                           | Sysco Corp. 6% 01/17/2034                              | USA             | USD                 | 367,545         | 0.07               |
| 400,000                           | Lockheed Martin Corp. 4.7% 05/15/2046                  | USA             | USD                 | 360,240         | 0.07               |
| 400,000                           | Canadian Natural Resources Ltd. 2.95% 07/15/2030       | CAN             | USD                 | 351,064         | 0.06               |
| 400,000                           | Quest Diagnostics, Inc. 2.8% 06/30/2031                | USA             | USD                 | 342,581         | 0.06               |
| 350,000                           | Alexandria Real Estate Equities, Inc. 5.25% 05/15/2036 | USA             | USD                 | 337,078         | 0.06               |
| 500,000                           | Piedmont Natural Gas Co., Inc. 3.35% 06/01/2050        | USA             | USD                 | 328,620         | 0.06               |
| 300,000                           | Trivium Packaging Finance BV, 144A 8.5% 08/15/2027     | NLD             | USD                 | 298,071         | 0.05               |
| 300,000                           | AutoNation, Inc. 4.75% 06/01/2030                      | USA             | USD                 | 286,863         | 0.05               |
| 300,000                           | Eaton Corp. 4.15% 03/15/2033                           | USA             | USD                 | 281,081         | 0.05               |
| 300,000                           | Energy Transfer LP 3.75% 05/15/2030                    | USA             | USD                 | 276,072         | 0.05               |
| 250,000                           | General Mills, Inc. 5.241% 11/18/2025                  | USA             | USD                 | 249,172         | 0.05               |
| 250,000                           | UBS Group AG 4.55% 04/17/2026                          | CHE             | USD                 | 245,790         | 0.05               |
| 300,000                           | FedEx Corp. 4.05% 02/15/2048                           | USA             | USD                 | 233,472         | 0.04               |
| 300,000                           | Elevance Health, Inc. 3.7% 09/15/2049                  | USA             | USD                 | 222,120         | 0.04               |
| 300,000                           | Duke Energy Corp. 3.75% 09/01/2046                     | USA             | USD                 | 218,698         | 0.04               |
| 200,000                           | F&G Annuities & Life, Inc. 6.5% 06/04/2029             | USA             | USD                 | 199,431         | 0.04               |
| 200,000                           | Ashtead Capital, Inc., 144A 5.8% 04/15/2034            | GBR             | USD                 | 198,588         | 0.04               |
| 180,000                           | Nutrien Ltd. 4.9% 03/27/2028                           | CAN             | USD                 | 177,961         | 0.03               |
| 170,000                           | Duke Energy Ohio, Inc. 5.25% 04/01/2033                | USA             | USD                 | 168,666         | 0.03               |
| 200,000                           | EnLink Midstream Partners LP 5.05% 04/01/2045          | USA             | USD                 | 164,539         | 0.03               |
| 50,000                            | Energy Transfer LP 5% 05/15/2044                       | USA             | USD                 | 43,175          | 0.01               |
|                                   |                                                        |                 |                     | 69,733,978      | 12.83              |
|                                   | <b>Government and Municipal Bonds</b>                  |                 |                     |                 |                    |
| 11,000,000                        | US Treasury 2.625% 03/31/2025                          | USA             | USD                 | 10,793,284      | 1.99               |
| 10,800,000                        | US Treasury 4.125% 11/15/2032                          | USA             | USD                 | 10,620,281      | 1.95               |
| 10,300,000                        | US Treasury 3.75% 04/15/2026                           | USA             | USD                 | 10,117,336      | 1.86               |
| 9,750,000                         | US Treasury 2.875% 04/30/2025                          | USA             | USD                 | 9,567,288       | 1.76               |
| 9,900,000                         | US Treasury 2.875% 05/15/2032                          | USA             | USD                 | 8,921,408       | 1.64               |
| 9,100,000                         | US Treasury 1.875% 02/28/2027                          | USA             | USD                 | 8,490,371       | 1.56               |
| 8,400,000                         | US Treasury 2.125% 05/31/2026                          | USA             | USD                 | 8,000,344       | 1.47               |
| 7,500,000                         | US Treasury 2.25% 11/15/2027                           | USA             | USD                 | 6,978,223       | 1.28               |
| 6,850,000                         | US Treasury 4% 02/28/2030                              | USA             | USD                 | 6,727,449       | 1.24               |
| 6,700,000                         | US Treasury 1.5% 02/15/2025                            | USA             | USD                 | 6,543,495       | 1.20               |
| 4,500,000                         | US Treasury Inflation Indexed 0.625% 01/15/2026        | USA             | USD                 | 5,745,656       | 1.06               |
| 5,350,000                         | US Treasury 3.75% 05/31/2030                           | USA             | USD                 | 5,181,977       | 0.95               |
| 5,400,000                         | US Treasury 3.25% 06/30/2029                           | USA             | USD                 | 5,130,949       | 0.94               |
| 5,100,000                         | US Treasury 3.625% 05/15/2026                          | USA             | USD                 | 4,996,705       | 0.92               |
| 5,000,000                         | US Treasury 4% 07/31/2030                              | USA             | USD                 | 4,905,664       | 0.90               |
| 5,000,000                         | US Treasury 2.625% 05/31/2027                          | USA             | USD                 | 4,742,480       | 0.87               |
| 4,800,000                         | US Treasury 1.25% 04/30/2028                           | USA             | USD                 | 4,265,531       | 0.79               |
| 4,000,000                         | US Treasury 2.875% 05/15/2028                          | USA             | USD                 | 3,779,375       | 0.70               |
| 3,200,000                         | US Treasury 4.375% 11/30/2030                          | USA             | USD                 | 3,203,250       | 0.59               |
| 2,800,000                         | US Treasury 3% 07/15/2025                              | USA             | USD                 | 2,741,321       | 0.51               |
| 2,800,000                         | US Treasury 2.875% 04/30/2029                          | USA             | USD                 | 2,618,984       | 0.48               |
| 10,713,000,000                    | Colombia Government Bond 9.85% 06/28/2027              | COL             | COP                 | 2,487,837       | 0.46               |
| 2,100,000                         | US Treasury 3.5% 01/31/2030                            | USA             | USD                 | 2,011,488       | 0.37               |
| 2,100,000                         | US Treasury 2.75% 02/15/2028                           | USA             | USD                 | 1,980,275       | 0.36               |
| 2,100,000                         | US Treasury 2.625% 02/15/2029                          | USA             | USD                 | 1,947,176       | 0.36               |
| 1,900,000                         | US Treasury 1.625% 05/15/2026                          | USA             | USD                 | 1,794,164       | 0.33               |
| 2,200,000                         | US Treasury 3% 02/15/2048                              | USA             | USD                 | 1,674,449       | 0.31               |
| 2,150,000                         | US Treasury 3% 02/15/2049                              | USA             | USD                 | 1,628,961       | 0.30               |
| 1,400,000                         | US Treasury 3.5% 01/31/2028                            | USA             | USD                 | 1,356,059       | 0.25               |
| 700,000                           | US Treasury 3.875% 11/30/2029                          | USA             | USD                 | 683,867         | 0.13               |
| 700,000                           | Romania Government Bond, 144A 6.125% 01/22/2044        | ROU             | USD                 | 666,488         | 0.12               |
| 550,000                           | US Treasury 3.5% 04/30/2028                            | USA             | USD                 | 532,071         | 0.10               |
| 500,000                           | Korea Electric Power Corp., 144A 5.375% 04/06/2026     | KOR             | USD                 | 500,491         | 0.09               |
| 400,000                           | US Treasury 4% 11/15/2052                              | USA             | USD                 | 364,477         | 0.07               |
|                                   |                                                        |                 |                     | 151,699,174     | 27.91              |

**Franklin Strategic Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Supranational</b>              |                                                                                            |                 |                     |                 |                    |
| 2,200,000                         | African Export-Import Bank (The), Reg. S 3.994% 09/21/2029                                 | SP              | USD                 | 1,977,490       | 0.36               |
| 1,900,000                         | Banque Ouest Africaine de Developpement, Reg. S 5% 07/27/2027                              | SP              | USD                 | 1,818,715       | 0.34               |
|                                   |                                                                                            |                 |                     | 3,796,205       | 0.70               |
|                                   | <b>TOTAL BONDS</b>                                                                         |                 |                     | 225,229,357     | 41.44              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>    |                 |                     | 225,262,375     | 41.45              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                            |                 |                     |                 |                    |
| <b>SHARES</b>                     |                                                                                            |                 |                     |                 |                    |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                     |                 |                     |                 |                    |
| 12,930                            | Birch Permian Holdings, Inc.                                                               | USA             | USD                 | 110,066         | 0.02               |
|                                   |                                                                                            |                 |                     | 110,066         | 0.02               |
|                                   | <b>TOTAL SHARES</b>                                                                        |                 |                     | 110,066         | 0.02               |
| <b>BONDS</b>                      |                                                                                            |                 |                     |                 |                    |
|                                   | <b>Asset-Backed Securities</b>                                                             |                 |                     |                 |                    |
| 8,601,871                         | FHLMC Pool SD8238 4.5% 08/01/2052                                                          | USA             | USD                 | 8,113,703       | 1.49               |
| 4,962,734                         | FHLMC Pool SD8222 4% 06/01/2052                                                            | USA             | USD                 | 4,546,410       | 0.84               |
| 4,099,999                         | FNMA MA5108 6% 08/01/2053                                                                  | USA             | USD                 | 4,115,067       | 0.76               |
| 4,123,874                         | FHLMC Pool SD8199 2% 03/01/2052                                                            | USA             | USD                 | 3,233,095       | 0.60               |
| 3,173,885                         | FHLMC Pool SD8268 5.5% 11/01/2052                                                          | USA             | USD                 | 3,142,915       | 0.58               |
| 2,400,000                         | Carlyle GMS Finance MM CLO LLC, Series 2015-1A, 144A, FRN<br>7.79% 10/15/2031              | USA             | USD                 | 2,400,000       | 0.44               |
| 2,206,264                         | Octagon Investment Partners 36 Ltd., Series 2018-1A, 144A, FRN<br>6.56% 04/15/2031         | CYM             | USD                 | 2,208,124       | 0.41               |
| 2,024,545                         | FNMA CA1706 4.5% 05/01/2048                                                                | USA             | USD                 | 1,945,199       | 0.36               |
| 1,800,603                         | Voya CLO Ltd., Series 2018-2A, 144A, FRN 6.59% 07/15/2031                                  | CYM             | USD                 | 1,803,150       | 0.33               |
| 1,757,308                         | CIFC Funding Ltd., Series 2014-3A, 144A, FRN 6.786% 10/22/2031                             | CYM             | USD                 | 1,758,990       | 0.32               |
| 1,494,045                         | FHLMC Structured Agency Credit Risk Debt Notes, Series 2016-<br>DNA2, FRN 10.1% 10/25/2028 | USA             | USD                 | 1,566,544       | 0.29               |
| 1,666,612                         | FNMA MA4415 3% 09/01/2051                                                                  | USA             | USD                 | 1,423,793       | 0.26               |
| 1,230,000                         | LCM XVII LP, Series 17A, 144A, FRN 7.19% 10/15/2031                                        | CYM             | USD                 | 1,229,869       | 0.23               |
| 1,057,299                         | FNMA FM5662 4% 02/01/2049                                                                  | USA             | USD                 | 992,601         | 0.18               |
| 1,068,271                         | FNMA BM5507 3% 09/01/2048                                                                  | USA             | USD                 | 937,956         | 0.17               |
| 879,694                           | FNMA, Series 2015-C03, FRN 10.45% 07/25/2025                                               | USA             | USD                 | 918,431         | 0.17               |
| 850,209                           | CIFC Funding Ltd., Series 2014-5A, 144A, FRN 6.779% 10/17/2031                             | CYM             | USD                 | 850,963         | 0.16               |
| 830,000                           | Galaxy XXVIII CLO Ltd., Series 2018-28A, 144A, FRN<br>7.54% 07/15/2031                     | CYM             | USD                 | 830,679         | 0.15               |
| 845,757                           | Mill City Mortgage Loan Trust, Series 2018-4, 144A, FRN<br>3.5% 04/25/2066                 | USA             | USD                 | 816,249         | 0.15               |
| 743,583                           | FNMA, Series 2015-C02, FRN 9.45% 05/25/2025                                                | USA             | USD                 | 762,724         | 0.14               |
| 603,562                           | FNMA, Series 2017-C04, FRN 8.3% 11/25/2029                                                 | USA             | USD                 | 622,217         | 0.12               |
| 570,000                           | Cedar Funding IX CLO Ltd., Series 2018-9A, 144A, FRN<br>6.986% 04/20/2031                  | CYM             | USD                 | 570,411         | 0.11               |
| 516,517                           | Northwoods Capital XI-B Ltd., Series 2018-11BA, 144A, FRN<br>6.688% 04/19/2031             | CYM             | USD                 | 517,044         | 0.10               |
| 473,415                           | Eaton Vance CLO Ltd., Series 2014-1RA, 144A, FRN<br>7.69% 07/15/2030                       | USA             | USD                 | 473,858         | 0.09               |
| 123,940                           | FNMA AI2572 4.5% 05/01/2041                                                                | USA             | USD                 | 120,438         | 0.02               |
| 108,527                           | FNMA, Series 2005-122, FRN 5.8% 01/25/2036                                                 | USA             | USD                 | 106,943         | 0.02               |
| 93,506                            | FNMA AD8038 5% 08/01/2040                                                                  | USA             | USD                 | 92,470          | 0.02               |
| 69,775                            | FNMA, Series 2014-C03, FRN 8.35% 07/25/2024                                                | USA             | USD                 | 69,856          | 0.01               |
| 62,946                            | FNMA, Series 2015-C01, FRN 9.75% 02/25/2025                                                | USA             | USD                 | 64,051          | 0.01               |
| 63,473                            | FHLMC Z40045 5% 02/01/2039                                                                 | USA             | USD                 | 62,879          | 0.01               |
| 42,403                            | FNMA AB0536 6% 02/01/2037                                                                  | USA             | USD                 | 43,377          | 0.01               |
| 44,434                            | FNMA AO7971 2.5% 06/01/2027                                                                | USA             | USD                 | 42,826          | 0.01               |
| 32,896                            | FNMA 986760 5.5% 07/01/2038                                                                | USA             | USD                 | 33,030          | 0.01               |
| 34,069                            | FNMA 295542, FRN 4.414% 09/01/2034                                                         | USA             | USD                 | 32,718          | 0.01               |
| 30,944                            | FNMA AE0698 4.5% 12/01/2040                                                                | USA             | USD                 | 30,070          | 0.01               |
| 29,274                            | FNMA 803124 5% 10/01/2034                                                                  | USA             | USD                 | 28,888          | 0.01               |
| 24,064                            | FHLMC C03668 5% 05/01/2041                                                                 | USA             | USD                 | 23,836          | 0.01               |
| 24,517                            | FHLMC C03517 4.5% 09/01/2040                                                               | USA             | USD                 | 23,826          | 0.01               |
| 23,531                            | FHLMC A94611 4.5% 10/01/2040                                                               | USA             | USD                 | 22,895          | —                  |
| 22,304                            | CWABS, Inc. Trust, Series 2004-6, FRN 6.2% 12/25/2034                                      | USA             | USD                 | 21,923          | —                  |

**Franklin Strategic Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                         | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | FHLMC Structured Agency Credit Risk Debt Notes, Series 2015-        |                 |                     |                 |                    |
| 19,854                            | DNA1, FRN 8.75% 10/25/2027                                          | USA             | USD                 | 19,951          | —                  |
| 17,625                            | FHLMC A37570 5.5% 09/01/2035                                        | USA             | USD                 | 17,808          | —                  |
| 17,605                            | FNMA AD1596 5% 02/01/2040                                           | USA             | USD                 | 17,415          | —                  |
| 14,044                            | FNMA 972006 5.5% 02/01/2038                                         | USA             | USD                 | 14,101          | —                  |
| 12,659                            | FNMA 866958 6% 02/01/2036                                           | USA             | USD                 | 12,942          | —                  |
| 11,057                            | FNMA 901638 6% 12/01/2036                                           | USA             | USD                 | 11,188          | —                  |
| 10,347                            | FNMA 933857 6% 05/01/2038                                           | USA             | USD                 | 10,603          | —                  |
| 10,429                            | FHLMC C91164 5% 03/01/2028                                          | USA             | USD                 | 10,370          | —                  |
| 9,367                             | GNMA 677182 5.5% 06/15/2038                                         | USA             | USD                 | 9,540           | —                  |
| 7,603                             | FNMA 769940, FRN 6.055% 02/01/2034                                  | USA             | USD                 | 7,784           | —                  |
| 7,192                             | GNMA 605430 5% 05/15/2034                                           | USA             | USD                 | 7,200           | —                  |
| 6,723                             | FHLMC A23916 7% 05/01/2032                                          | USA             | USD                 | 6,922           | —                  |
| 6,391                             | FNMA 889517 5.5% 02/01/2038                                         | USA             | USD                 | 6,417           | —                  |
| 6,092                             | FNMA 869820 5.5% 04/01/2036                                         | USA             | USD                 | 6,095           | —                  |
| 5,111                             | FHLMC G03551 6% 11/01/2037                                          | USA             | USD                 | 5,236           | —                  |
| 5,101                             | FNMA 981279 5.5% 04/01/2038                                         | USA             | USD                 | 5,121           | —                  |
| 4,906                             | FNMA 851213 6% 05/01/2036                                           | USA             | USD                 | 4,947           | —                  |
| 4,501                             | FNMA 959596 6% 11/01/2037                                           | USA             | USD                 | 4,604           | —                  |
| 4,457                             | FNMA 772652 5.5% 03/01/2034                                         | USA             | USD                 | 4,475           | —                  |
| 4,478                             | FNMA AH6973 3.5% 02/01/2026                                         | USA             | USD                 | 4,405           | —                  |
|                                   | Citigroup Mortgage Loan Trust, Series 2013-A, 144A, FRN             |                 |                     |                 |                    |
| 4,134                             | 3% 05/25/2042                                                       | USA             | USD                 | 3,884           | —                  |
| 3,502                             | FNMA 919450 6% 06/01/2038                                           | USA             | USD                 | 3,583           | —                  |
| 3,593                             | FNMA 799100 5.5% 04/01/2035                                         | USA             | USD                 | 3,583           | —                  |
| 3,286                             | FHLMC A80408 6% 01/01/2038                                          | USA             | USD                 | 3,317           | —                  |
| 3,242                             | CWABS, Inc. Trust, Series 2004-1, FRN 6.21% 03/25/2034              | USA             | USD                 | 3,254           | —                  |
| 2,897                             | FNMA 902438 6% 11/01/2036                                           | USA             | USD                 | 2,946           | —                  |
|                                   | Credit Suisse First Boston Mortgage Securities Corp., Series 2004-6 |                 |                     |                 |                    |
| 5,102                             | 5% Perpetual                                                        | CHE             | USD                 | 2,924           | —                  |
| 2,885                             | FHLMC G03432 5.5% 11/01/2037                                        | USA             | USD                 | 2,901           | —                  |
| 2,831                             | FHLMC A64341 6% 08/01/2037                                          | USA             | USD                 | 2,843           | —                  |
| 2,753                             | FNMA 257003 5.5% 12/01/2037                                         | USA             | USD                 | 2,764           | —                  |
| 2,572                             | FHLMC G04285 6.5% 03/01/2038                                        | USA             | USD                 | 2,655           | —                  |
| 2,555                             | FNMA 955429 6% 12/01/2037                                           | USA             | USD                 | 2,593           | —                  |
| 2,378                             | GNMA 658783 5% 06/15/2037                                           | USA             | USD                 | 2,384           | —                  |
| 2,419                             | GNMA 080319, FRN 3.625% 09/20/2029                                  | USA             | USD                 | 2,363           | —                  |
| 2,289                             | GNMA 591621 6.5% 09/15/2032                                         | USA             | USD                 | 2,354           | —                  |
| 2,208                             | FNMA 892920 6.5% 08/01/2036                                         | USA             | USD                 | 2,256           | —                  |
| 2,191                             | FNMA 804013, FRN 6.279% 12/01/2034                                  | USA             | USD                 | 2,224           | —                  |
| 2,066                             | FNMA 868936 6% 05/01/2036                                           | USA             | USD                 | 2,113           | —                  |
| 1,970                             | FNMA 986012 5.5% 06/01/2038                                         | USA             | USD                 | 1,978           | —                  |
| 1,870                             | FNMA 899562 5.5% 06/01/2037                                         | USA             | USD                 | 1,878           | —                  |
| 1,754                             | FNMA 797093 6% 10/01/2034                                           | USA             | USD                 | 1,787           | —                  |
| 1,638                             | FNMA 888798 6.5% 10/01/2037                                         | USA             | USD                 | 1,681           | —                  |
| 1,376                             | GNMA 611220 5.5% 06/15/2034                                         | USA             | USD                 | 1,391           | —                  |
| 1,259                             | FNMA 852355 6.5% 01/01/2036                                         | USA             | USD                 | 1,289           | —                  |
| 1,071                             | FNMA 257203 5% 05/01/2028                                           | USA             | USD                 | 1,062           | —                  |
| 1,040                             | FNMA 943403 5.5% 07/01/2037                                         | USA             | USD                 | 1,037           | —                  |
| 1,049                             | Chase Funding Trust, Series 2003-5, FRN 6.06% 07/25/2033            | USA             | USD                 | 1,025           | —                  |
| 1,016                             | FHLMC 1B0456, FRN 6.037% 09/01/2032                                 | USA             | USD                 | 1,018           | —                  |
| 980                               | FNMA 745932 6.5% 11/01/2036                                         | USA             | USD                 | 1,012           | —                  |
| 827                               | FNMA 889579 6% 05/01/2038                                           | USA             | USD                 | 846             | —                  |
| 826                               | FHLMC G03594 5.5% 05/01/2037                                        | USA             | USD                 | 830             | —                  |
| 804                               | GNMA 781607 6% 03/15/2033                                           | USA             | USD                 | 826             | —                  |
| 834                               | FNMA 256639 5% 02/01/2027                                           | USA             | USD                 | 823             | —                  |
| 789                               | GNMA 587392 6.5% 11/15/2032                                         | USA             | USD                 | 803             | —                  |
| 687                               | FHLMC G03581 6% 11/01/2037                                          | USA             | USD                 | 703             | —                  |
| 590                               | FHLMC A12292 5.5% 08/01/2033                                        | USA             | USD                 | 600             | —                  |
| 530                               | FHLMC G05352 6% 02/01/2039                                          | USA             | USD                 | 543             | —                  |
| 534                               | FNMA 938341 5.5% 07/01/2037                                         | USA             | USD                 | 536             | —                  |
| 346                               | FNMA 940731 6.5% 10/01/2037                                         | USA             | USD                 | 355             | —                  |
| 336                               | GNMA 614635 5.5% 07/15/2033                                         | USA             | USD                 | 341             | —                  |
| 186                               | FNMA 902463 5.5% 11/01/2036                                         | USA             | USD                 | 186             | —                  |
| 18                                | FNMA AC1530 4.5% 09/01/2024                                         | USA             | USD                 | 18              | —                  |
|                                   |                                                                     |                 |                     | 46,860,651      | 8.62               |



## Franklin Strategic Income Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                    | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|----------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Corporate Bonds</b>            |                                                                |                 |                     |                 |                    |
| 2,400,000                         | Citigroup, Inc. 5.61% 09/29/2026                               | USA             | USD                 | 2,399,356       | 0.44               |
| 2,500,000                         | T-Mobile USA, Inc. 3.875% 04/15/2030                           | USA             | USD                 | 2,337,661       | 0.43               |
| 2,000,000                         | Var Energi ASA, 144A 8% 11/15/2032                             | NOR             | USD                 | 2,242,420       | 0.41               |
| 2,400,000                         | Altria Group, Inc. 3.4% 05/06/2030                             | USA             | USD                 | 2,172,189       | 0.40               |
| 2,300,000                         | Sunoco LP 4.5% 05/15/2029                                      | USA             | USD                 | 2,152,731       | 0.40               |
| 2,000,000                         | Athene Global Funding, 144A 5.583% 01/09/2029                  | USA             | USD                 | 2,009,075       | 0.37               |
| 2,100,000                         | Stericycle, Inc., 144A 3.875% 01/15/2029                       | USA             | USD                 | 1,962,760       | 0.36               |
| 2,000,000                         | Sabine Pass Liquefaction LLC 4.5% 05/15/2030                   | USA             | USD                 | 1,919,301       | 0.35               |
| 2,300,000                         | MSCI, Inc., 144A 3.25% 08/15/2033                              | USA             | USD                 | 1,902,428       | 0.35               |
| 1,800,000                         | Fox Corp. 6.5% 10/13/2033                                      | USA             | USD                 | 1,886,305       | 0.35               |
| 2,000,000                         | Vistra Operations Co. LLC, 144A 4.375% 05/01/2029              | USA             | USD                 | 1,863,604       | 0.34               |
| 1,800,000                         | RHP Hotel Properties LP, 144A 6.5% 04/01/2032                  | USA             | USD                 | 1,801,606       | 0.33               |
| 1,700,000                         | LGI Homes, Inc., 144A 8.75% 12/15/2028                         | USA             | USD                 | 1,771,790       | 0.33               |
|                                   | Leeward Renewable Energy Operations LLC, 144A 4.25% 07/01/2029 | USA             | USD                 | 1,699,804       | 0.31               |
| 1,700,000                         | Morgan Stanley 5.466% 01/18/2035                               | USA             | USD                 | 1,696,188       | 0.31               |
| 1,700,000                         | Energy Transfer LP 5.55% 05/15/2034                            | USA             | USD                 | 1,683,521       | 0.31               |
| 1,800,000                         | H&E Equipment Services, Inc., 144A 3.875% 12/15/2028           | USA             | USD                 | 1,626,162       | 0.30               |
| 1,700,000                         | UBS Group AG, 144A 3.869% 01/12/2029                           | CHE             | USD                 | 1,605,310       | 0.30               |
| 1,700,000                         | Nationstar Mortgage Holdings, Inc., 144A 5.75% 11/15/2031      | USA             | USD                 | 1,599,320       | 0.29               |
| 1,800,000                         | Cablevision Lightpath LLC, 144A 3.875% 09/15/2027              | USA             | USD                 | 1,593,544       | 0.29               |
| 1,700,000                         | Goodyear Tire & Rubber Co. (The) 5% 07/15/2029                 | USA             | USD                 | 1,584,014       | 0.29               |
| 1,600,000                         | Jefferson Capital Holdings LLC, 144A 6% 08/15/2026             | USA             | USD                 | 1,579,393       | 0.29               |
| 1,700,000                         | Ladder Capital Finance Holdings LLLP, 144A 4.75% 06/15/2029    | USA             | USD                 | 1,571,703       | 0.29               |
| 1,600,000                         | Bank of America Corp. 4.376% 04/27/2028                        | USA             | USD                 | 1,562,075       | 0.29               |
| 1,600,000                         | American Airlines, Inc., 144A 5.75% 04/20/2029                 | USA             | USD                 | 1,558,086       | 0.29               |
| 1,800,000                         | JPMorgan Chase & Co. 2.522% 04/22/2031                         | USA             | USD                 | 1,556,362       | 0.29               |
| 1,700,000                         | VICI Properties LP, 144A 4.125% 08/15/2030                     | USA             | USD                 | 1,547,432       | 0.28               |
| 1,500,000                         | Chobani LLC, 144A 7.625% 07/01/2029                            | USA             | USD                 | 1,546,734       | 0.28               |
| 1,700,000                         | First Student Bidco, Inc., 144A 4% 07/31/2029                  | USA             | USD                 | 1,533,305       | 0.28               |
| 1,700,000                         | Albertsons Cos., Inc., 144A 3.5% 03/15/2029                    | USA             | USD                 | 1,530,581       | 0.28               |
| 1,500,000                         | Iron Mountain, Inc., 144A 7% 02/15/2029                        | USA             | USD                 | 1,527,901       | 0.28               |
| 1,500,000                         | EMRLD Borrower LP, 144A 6.625% 12/15/2030                      | USA             | USD                 | 1,513,578       | 0.28               |
| 1,500,000                         | Miter Brands Acquisition Holdco, Inc., 144A 6.75% 04/01/2032   | USA             | USD                 | 1,511,606       | 0.28               |
| 1,500,000                         | Matador Resources Co., 144A 6.5% 04/15/2032                    | USA             | USD                 | 1,501,229       | 0.28               |
| 1,500,000                         | Metropolitan Life Global Funding I, 144A 5.05% 01/06/2028      | USA             | USD                 | 1,500,946       | 0.28               |
| 1,600,000                         | Vertiv Group Corp., 144A 4.125% 11/15/2028                     | USA             | USD                 | 1,495,555       | 0.28               |
| 1,600,000                         | Calpine Corp., 144A 5% 02/01/2031                              | USA             | USD                 | 1,494,283       | 0.27               |
| 1,500,000                         | Tenet Healthcare Corp. 6.125% 06/15/2030                       | USA             | USD                 | 1,491,746       | 0.27               |
| 1,600,000                         | NESCO Holdings II, Inc., 144A 5.5% 04/15/2029                  | USA             | USD                 | 1,483,748       | 0.27               |
| 1,500,000                         | Allison Transmission, Inc., 144A 5.875% 06/01/2029             | USA             | USD                 | 1,480,581       | 0.27               |
| 1,600,000                         | McAfee Corp., 144A 7.375% 02/15/2030                           | USA             | USD                 | 1,479,260       | 0.27               |
| 1,500,000                         | Kinetik Holdings LP, 144A 5.875% 06/15/2030                    | USA             | USD                 | 1,479,054       | 0.27               |
| 1,500,000                         | Toronto-Dominion Bank (The) 4.693% 09/15/2027                  | CAN             | USD                 | 1,478,104       | 0.27               |
| 1,400,000                         | Hanesbrands, Inc., 144A 9% 02/15/2031                          | USA             | USD                 | 1,468,048       | 0.27               |
| 1,600,000                         | Caesars Entertainment, Inc., 144A 4.625% 10/15/2029            | USA             | USD                 | 1,467,985       | 0.27               |
| 1,400,000                         | Knife River Corp., 144A 7.75% 05/01/2031                       | USA             | USD                 | 1,464,725       | 0.27               |
| 1,400,000                         | EquipmentShare.com, Inc., 144A 8.625% 05/15/2032               | USA             | USD                 | 1,453,441       | 0.27               |
| 1,600,000                         | DaVita, Inc., 144A 4.625% 06/01/2030                           | USA             | USD                 | 1,447,151       | 0.27               |
| 1,500,000                         | APX Group, Inc., 144A 5.75% 07/15/2029                         | USA             | USD                 | 1,440,210       | 0.26               |
| 1,400,000                         | Bausch & Lomb Corp., 144A 8.375% 10/01/2028                    | USA             | USD                 | 1,435,000       | 0.26               |
| 1,500,000                         | Morgan Stanley, FRN 3.591% 07/22/2028                          | USA             | USD                 | 1,426,765       | 0.26               |
| 1,600,000                         | Global Net Lease, Inc., 144A 3.75% 12/15/2027                  | USA             | USD                 | 1,402,681       | 0.26               |
| 1,600,000                         | Clearway Energy Operating LLC, 144A 3.75% 02/15/2031           | USA             | USD                 | 1,397,216       | 0.26               |
| 1,500,000                         | Arcosa, Inc., 144A 4.375% 04/15/2029                           | USA             | USD                 | 1,394,347       | 0.26               |
| 1,400,000                         | Fortrea Holdings, Inc., 144A 7.5% 07/01/2030                   | USA             | USD                 | 1,392,771       | 0.26               |
| 1,400,000                         | BNP Paribas SA, 144A 5.176% 01/09/2030                         | FRA             | USD                 | 1,385,758       | 0.25               |
| 1,500,000                         | Goldman Sachs Group, Inc. (The) 1.948% 10/21/2027              | USA             | USD                 | 1,385,456       | 0.25               |
| 1,500,000                         | DT Midstream, Inc., 144A 4.375% 06/15/2031                     | USA             | USD                 | 1,367,233       | 0.25               |
| 1,300,000                         | Adient Global Holdings Ltd., 144A 8.25% 04/15/2031             | USA             | USD                 | 1,358,058       | 0.25               |
| 1,400,000                         | Flex Ltd. 4.875% 05/12/2030                                    | USA             | USD                 | 1,357,828       | 0.25               |
| 1,500,000                         | Grand Canyon University 5.125% 10/01/2028                      | USA             | USD                 | 1,356,465       | 0.25               |
| 1,400,000                         | Gartner, Inc., 144A 4.5% 07/01/2028                            | USA             | USD                 | 1,350,518       | 0.25               |
| 1,300,000                         | Allwyn Entertainment Financing UK plc, 144A 7.875% 04/30/2029  | CZE             | USD                 | 1,344,024       | 0.25               |
| 1,400,000                         | Bayer US Finance II LLC, 144A 4.375% 12/15/2028                | DEU             | USD                 | 1,330,084       | 0.24               |
| 1,300,000                         | Allied Universal Holdco LLC, 144A 7.875% 02/15/2031            | USA             | USD                 | 1,304,553       | 0.24               |

**Franklin Strategic Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                  | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,300,000                         | Truist Financial Corp. 5.9% 10/28/2026                       | USA             | USD                 | 1,303,700       | 0.24               |
| 1,800,000                         | Arch Capital Group Ltd. 3.635% 06/30/2050                    | USA             | USD                 | 1,297,782       | 0.24               |
| 1,200,000                         | Neogen Food Safety Corp., 144A 8.625% 07/20/2030             | USA             | USD                 | 1,297,526       | 0.24               |
| 1,400,000                         | Element Solutions, Inc., 144A 3.875% 09/01/2028              | USA             | USD                 | 1,287,888       | 0.24               |
| 1,300,000                         | Darling Ingredients, Inc., 144A 6% 06/15/2030                | USA             | USD                 | 1,279,059       | 0.24               |
| 1,500,000                         | Aker BP ASA, 144A 3.1% 07/15/2031                            | NOR             | USD                 | 1,277,912       | 0.24               |
| 1,277,000                         | Syngenta Finance NV, 144A 4.892% 04/24/2025                  | CHE             | USD                 | 1,265,212       | 0.23               |
| 1,200,000                         | Wells Fargo & Co. 6.303% 10/23/2029                          | USA             | USD                 | 1,245,517       | 0.23               |
| 1,400,000                         | Charter Communications Operating LLC 4.4% 04/01/2033         | USA             | USD                 | 1,234,933       | 0.23               |
| 1,200,000                         | Kodiak Gas Services LLC, 144A 7.25% 02/15/2029               | USA             | USD                 | 1,231,045       | 0.23               |
| 1,400,000                         | Fertitta Entertainment LLC, 144A 6.75% 01/15/2030            | USA             | USD                 | 1,230,525       | 0.23               |
| 1,200,000                         | EQM Midstream Partners LP, 144A 7.5% 06/01/2027              | USA             | USD                 | 1,226,347       | 0.23               |
| 1,500,000                         | Societe Generale SA, 144A 2.889% 06/09/2032                  | FRA             | USD                 | 1,224,436       | 0.23               |
| 1,200,000                         | Vital Energy, Inc., 144A 7.875% 04/15/2032                   | USA             | USD                 | 1,220,784       | 0.22               |
| 1,600,000                         | Braskem Idesa SAPI, 144A 6.99% 02/20/2032                    | MEX             | USD                 | 1,214,903       | 0.22               |
| 1,200,000                         | Endeavor Energy Resources LP, 144A 5.75% 01/30/2028          | USA             | USD                 | 1,212,025       | 0.22               |
| 1,200,000                         | Deutsche Bank AG 5.371% 09/09/2027                           | DEU             | USD                 | 1,202,413       | 0.22               |
| 1,200,000                         | Sealed Air Corp., 144A 6.125% 02/01/2028                     | USA             | USD                 | 1,198,270       | 0.22               |
| 1,900,000                         | Ardagh Packaging Finance plc, 144A 5.25% 08/15/2027          | USA             | USD                 | 1,185,432       | 0.22               |
| 1,100,000                         | Talen Energy Supply LLC, 144A 8.625% 06/01/2030              | USA             | USD                 | 1,173,732       | 0.22               |
| 1,300,000                         | Station Casinos LLC, 144A 4.625% 12/01/2031                  | USA             | USD                 | 1,159,650       | 0.21               |
| 1,200,000                         | Hilcorp Energy I LP, 144A 6% 02/01/2031                      | USA             | USD                 | 1,149,822       | 0.21               |
| 1,400,000                         | Verizon Communications, Inc. 2.355% 03/15/2032               | USA             | USD                 | 1,144,948       | 0.21               |
| 1,150,000                         | Enel Finance International NV, 144A 2.65% 09/10/2024         | ITA             | USD                 | 1,142,380       | 0.21               |
| 1,100,000                         | Endo Finance Holdings, Inc., 144A 8.5% 04/15/2031            | USA             | USD                 | 1,136,550       | 0.21               |
| 1,100,000                         | CITGO Petroleum Corp., 144A 8.375% 01/15/2029                | USA             | USD                 | 1,134,741       | 0.21               |
| 1,200,000                         | Bank of America Corp. 4.571% 04/27/2033                      | USA             | USD                 | 1,132,123       | 0.21               |
| 1,200,000                         | Pactiv Evergreen Group Issuer, Inc., 144A 4% 10/15/2027      | USA             | USD                 | 1,125,083       | 0.21               |
| 1,100,000                         | IQVIA, Inc., 144A 6.5% 05/15/2030                            | USA             | USD                 | 1,117,483       | 0.21               |
| 1,300,000                         | Dornoch Debt Merger Sub, Inc., 144A 6.625% 10/15/2029        | USA             | USD                 | 1,106,947       | 0.20               |
| 1,200,000                         | BPCE SA, 144A 2.045% 10/19/2027                              | FRA             | USD                 | 1,102,074       | 0.20               |
| 1,100,000                         | FirstCash, Inc., 144A 6.875% 03/01/2032                      | USA             | USD                 | 1,101,228       | 0.20               |
| 1,100,000                         | Amgen, Inc. 5.25% 03/02/2033                                 | USA             | USD                 | 1,097,335       | 0.20               |
| 1,100,000                         | Hyundai Capital America, 144A 5.4% 01/08/2031                | USA             | USD                 | 1,093,133       | 0.20               |
| 1,100,000                         | CrownRock LP, 144A 5% 05/01/2029                             | USA             | USD                 | 1,091,821       | 0.20               |
| 1,100,000                         | Indonesia Asahan Aluminium PT, Reg. S 5.45% 05/15/2030       | IDN             | USD                 | 1,080,864       | 0.20               |
| 1,600,000                         | AT&T, Inc. 3.65% 09/15/2059                                  | USA             | USD                 | 1,073,867       | 0.20               |
| 1,200,000                         | Warnermedia Holdings, Inc. 4.279% 03/15/2032                 | USA             | USD                 | 1,047,776       | 0.19               |
| 1,000,000                         | Outfront Media Capital LLC, 144A 7.375% 02/15/2031           | USA             | USD                 | 1,041,934       | 0.19               |
| 1,048,500                         | Delta Air Lines, Inc., 144A 4.5% 10/20/2025                  | USA             | USD                 | 1,035,999       | 0.19               |
| 1,200,000                         | PRA Group, Inc., 144A 5% 10/01/2029                          | USA             | USD                 | 1,028,823       | 0.19               |
| 1,000,000                         | BellRing Brands, Inc., 144A 7% 03/15/2030                    | USA             | USD                 | 1,025,788       | 0.19               |
| 1,000,000                         | US Foods, Inc., 144A 6.875% 09/15/2028                       | USA             | USD                 | 1,023,668       | 0.19               |
| 1,000,000                         | ZF North America Capital, Inc., 144A 6.75% 04/23/2030        | DEU             | USD                 | 1,019,381       | 0.19               |
| 1,000,000                         | Six Flags Entertainment Corp., 144A 6.625% 05/01/2032        | USA             | USD                 | 1,016,866       | 0.19               |
| 1,000,000                         | Bombardier, Inc., 144A 7% 06/01/2032                         | CAN             | USD                 | 1,015,141       | 0.19               |
| 1,000,000                         | WESCO Distribution, Inc., 144A 6.375% 03/15/2029             | USA             | USD                 | 1,004,863       | 0.18               |
| 1,000,000                         | RGA Global Funding, 144A 5.5% 01/11/2031                     | USA             | USD                 | 999,070         | 0.18               |
| 1,100,000                         | Constellium SE, 144A 3.75% 04/15/2029                        | USA             | USD                 | 998,835         | 0.18               |
| 1,000,000                         | Iliad Holding SASU, 144A 7% 10/15/2028                       | FRA             | USD                 | 992,479         | 0.18               |
| 1,100,000                         | Papa John's International, Inc., 144A 3.875% 09/15/2029      | USA             | USD                 | 974,357         | 0.18               |
| 1,100,000                         | Clear Channel Outdoor Holdings, Inc., 144A 7.75% 04/15/2028  | USA             | USD                 | 963,759         | 0.18               |
| 1,000,000                         | Directv Financing LLC, 144A 5.875% 08/15/2027                | USA             | USD                 | 941,421         | 0.17               |
| 1,000,000                         | Exelon Corp. 4.05% 04/15/2030                                | USA             | USD                 | 938,956         | 0.17               |
| 900,000                           | Venture Global LNG, Inc., 144A 8.375% 06/01/2031             | USA             | USD                 | 934,178         | 0.17               |
| 1,000,000                         | JBS USA LUX SA SARL 2.5% 01/15/2027                          | USA             | USD                 | 931,078         | 0.17               |
| 1,000,000                         | Prime Security Services Borrower LLC, 144A 3.375% 08/31/2027 | USA             | USD                 | 926,105         | 0.17               |
| 1,000,000                         | Primo Water Holdings, Inc., 144A 4.375% 04/30/2029           | CAN             | USD                 | 922,065         | 0.17               |
| 1,000,000                         | Kedrion SpA, 144A 6.5% 09/01/2029                            | ITA             | USD                 | 917,938         | 0.17               |
| 900,000                           | Herc Holdings, Inc., 144A 6.625% 06/15/2029                  | USA             | USD                 | 913,273         | 0.17               |
| 900,000                           | AES Andes SA, 144A 6.3% 03/15/2029                           | CHL             | USD                 | 907,001         | 0.17               |
| 900,000                           | Alliant Holdings Intermediate LLC, 144A 6.75% 04/15/2028     | USA             | USD                 | 902,283         | 0.17               |
| 900,000                           | United Rentals North America, Inc., 144A 6.125% 03/15/2034   | USA             | USD                 | 897,842         | 0.17               |
| 900,000                           | Wrangler Holdco Corp., 144A 6.625% 04/01/2032                | CAN             | USD                 | 896,740         | 0.16               |
| 900,000                           | Northwestern Mutual Global Funding, 144A 4.9% 06/12/2028     | USA             | USD                 | 894,424         | 0.16               |
| 900,000                           | Comcast Corp. 4.8% 05/15/2033                                | USA             | USD                 | 876,497         | 0.16               |
| 1,000,000                         | Amgen, Inc. 2.45% 02/21/2030                                 | USA             | USD                 | 872,423         | 0.16               |
| 1,000,000                         | Virgin Media Secured Finance plc, 144A 4.5% 08/15/2030       | GBR             | USD                 | 848,836         | 0.16               |

## Franklin Strategic Income Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                   | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,000,000                         | UniCredit SpA, 144A 3.127% 06/03/2032                         | ITA             | USD                 | 847,744         | 0.16               |
| 900,000                           | Pactiv Evergreen Group Issuer LLC, 144A 4.375% 10/15/2028     | USA             | USD                 | 841,176         | 0.15               |
| 800,000                           | Calumet Specialty Products Partners LP, 144A 9.25% 07/15/2029 | USA             | USD                 | 816,000         | 0.15               |
| 800,000                           | Mizuho Financial Group, Inc. 5.778% 07/06/2029                | JPN             | USD                 | 810,961         | 0.15               |
| 800,000                           | Viking Cruises Ltd., 144A 7% 02/15/2029                       | USA             | USD                 | 804,866         | 0.15               |
| 800,000                           | Eco Material Technologies, Inc., 144A 7.875% 01/31/2027       | USA             | USD                 | 802,729         | 0.15               |
| 1,000,000                         | Royalty Pharma plc 2.15% 09/02/2031                           | USA             | USD                 | 801,997         | 0.15               |
| 800,000                           | Prime Security Services Borrower LLC, 144A 6.25% 01/15/2028   | USA             | USD                 | 789,134         | 0.15               |
| 750,000                           | Corebridge Financial, Inc., 144A 6.05% 09/15/2033             | USA             | USD                 | 769,686         | 0.14               |
| 800,000                           | Wynn Resorts Finance LLC, 144A 5.125% 10/01/2029              | USA             | USD                 | 761,351         | 0.14               |
| 800,000                           | Coty, Inc., 144A 4.75% 01/15/2029                             | USA             | USD                 | 760,937         | 0.14               |
| 900,000                           | Takeda Pharmaceutical Co. Ltd. 2.05% 03/31/2030               | JPN             | USD                 | 759,750         | 0.14               |
| 700,000                           | GGAM Finance Ltd., 144A 8% 06/15/2028                         | IRL             | USD                 | 737,748         | 0.14               |
| 900,000                           | CommScope Technologies LLC, 144A 6% 06/15/2025                | USA             | USD                 | 734,391         | 0.13               |
| 800,000                           | OI European Group BV, 144A 4.75% 02/15/2030                   | USA             | USD                 | 732,377         | 0.13               |
| 700,000                           | Wynn Resorts Finance LLC, 144A 7.125% 02/15/2031              | USA             | USD                 | 726,323         | 0.13               |
| 700,000                           | Chart Industries, Inc., 144A 7.5% 01/01/2030                  | USA             | USD                 | 724,231         | 0.13               |
| 1,000,000                         | Royalty Pharma plc 3.3% 09/02/2040                            | USA             | USD                 | 723,355         | 0.13               |
| 700,000                           | Sammons Financial Group, Inc., 144A 6.875% 04/15/2034         | USA             | USD                 | 718,200         | 0.13               |
| 700,000                           | XPO, Inc., 144A 7.125% 02/01/2032                             | USA             | USD                 | 718,099         | 0.13               |
| 700,000                           | Banijay Entertainment SASU, 144A 8.125% 05/01/2029            | FRA             | USD                 | 716,580         | 0.13               |
| 700,000                           | Coty, Inc., 144A 6.625% 07/15/2030                            | USA             | USD                 | 710,912         | 0.13               |
| 700,000                           | Garrett Motion Holdings, Inc., 144A 7.75% 05/31/2032          | USA             | USD                 | 709,980         | 0.13               |
| 700,000                           | Energy Transfer LP, 144A 6% 02/01/2029                        | USA             | USD                 | 705,251         | 0.13               |
| 700,000                           | Esab Corp., 144A 6.25% 04/15/2029                             | USA             | USD                 | 705,073         | 0.13               |
| 700,000                           | Acrisure LLC, 144A 7.5% 11/06/2030                            | USA             | USD                 | 701,024         | 0.13               |
| 700,000                           | GE HealthCare Technologies, Inc. 5.6% 11/15/2025              | USA             | USD                 | 700,525         | 0.13               |
| 700,000                           | Wells Fargo & Co. 5.198% 01/23/2030                           | USA             | USD                 | 697,201         | 0.13               |
| 700,000                           | Wells Fargo & Co. 4.54% 08/15/2026                            | USA             | USD                 | 691,506         | 0.13               |
| 700,000                           | Xcel Energy, Inc. 5.45% 08/15/2033                            | USA             | USD                 | 688,074         | 0.13               |
| 700,000                           | Vistra Operations Co. LLC, 144A 4.3% 07/15/2029               | USA             | USD                 | 661,813         | 0.12               |
| 700,000                           | Community Health Systems, Inc., 144A 5.625% 03/15/2027        | USA             | USD                 | 652,478         | 0.12               |
| 700,000                           | Amgen, Inc. 4.2% 03/01/2033                                   | USA             | USD                 | 648,831         | 0.12               |
| 700,000                           | Societe Generale SA, 144A 1.792% 06/09/2027                   | FRA             | USD                 | 645,930         | 0.12               |
| 600,000                           | Viper Energy, Inc., 144A 7.375% 11/01/2031                    | USA             | USD                 | 621,992         | 0.11               |
| 700,000                           | Baxter International, Inc. 2.272% 12/01/2028                  | USA             | USD                 | 617,147         | 0.11               |
| 700,000                           | HCA, Inc. 3.625% 03/15/2032                                   | USA             | USD                 | 616,806         | 0.11               |
| 600,000                           | Fortress Intermediate 3, Inc., 144A 7.5% 06/01/2031           | USA             | USD                 | 615,480         | 0.11               |
| 600,000                           | Zebra Technologies Corp., 144A 6.5% 06/01/2032                | USA             | USD                 | 607,203         | 0.11               |
| 600,000                           | Acrisure LLC, 144A 8.5% 06/15/2029                            | USA             | USD                 | 606,705         | 0.11               |
| 610,000                           | Schlumberger Holdings Corp., 144A 5% 11/15/2029               | USA             | USD                 | 605,623         | 0.11               |
| 700,000                           | JBS USA LUX SA SARL 3.625% 01/15/2032                         | USA             | USD                 | 604,732         | 0.11               |
| 600,000                           | Post Holdings, Inc., 144A 6.25% 02/15/2032                    | USA             | USD                 | 601,529         | 0.11               |
| 600,000                           | Sealed Air Corp., 144A 5.5% 09/15/2025                        | USA             | USD                 | 600,721         | 0.11               |
| 600,000                           | BNP Paribas SA, 144A 2.819% 11/19/2025                        | FRA             | USD                 | 592,598         | 0.11               |
| 600,000                           | Liberty Mutual Group, Inc., Reg. S 4.569% 02/01/2029          | USA             | USD                 | 585,261         | 0.11               |
| 700,000                           | JBS USA LUX SA SARL 3% 05/15/2032                             | USA             | USD                 | 576,694         | 0.11               |
| 700,000                           | CCO Holdings LLC 4.5% 05/01/2032                              | USA             | USD                 | 564,267         | 0.10               |
| 600,000                           | XHR LP, 144A 4.875% 06/01/2029                                | USA             | USD                 | 562,838         | 0.10               |
| 600,000                           | Novelis Corp., 144A 4.75% 01/30/2030                          | USA             | USD                 | 557,205         | 0.10               |
| 600,000                           | Gartner, Inc., 144A 3.625% 06/15/2029                         | USA             | USD                 | 550,011         | 0.10               |
| 600,000                           | ATS Corp., 144A 4.125% 12/15/2028                             | CAN             | USD                 | 547,811         | 0.10               |
| 600,000                           | Outfront Media Capital LLC, 144A 4.625% 03/15/2030            | USA             | USD                 | 541,159         | 0.10               |
| 500,000                           | Rain Carbon, Inc., 144A 12.25% 09/01/2029                     | USA             | USD                 | 538,767         | 0.10               |
| 500,000                           | Civitas Resources, Inc., 144A 8.75% 07/01/2031                | USA             | USD                 | 536,100         | 0.10               |
| 500,000                           | Civitas Resources, Inc., 144A 8.375% 07/01/2028               | USA             | USD                 | 524,539         | 0.10               |
| 500,000                           | StoneX Group, Inc., 144A 7.875% 03/01/2031                    | USA             | USD                 | 516,096         | 0.09               |
| 500,000                           | Hess Midstream Operations LP, 144A 6.5% 06/01/2029            | USA             | USD                 | 507,194         | 0.09               |
| 500,000                           | WESCO Distribution, Inc., 144A 6.625% 03/15/2032              | USA             | USD                 | 505,888         | 0.09               |
| 500,000                           | Alliant Holdings Intermediate LLC, 144A 7% 01/15/2031         | USA             | USD                 | 505,522         | 0.09               |
| 500,000                           | NextEra Energy Capital Holdings, Inc. 6.051% 03/01/2025       | USA             | USD                 | 501,080         | 0.09               |
| 500,000                           | Viking Cruises Ltd., 144A 5.875% 09/15/2027                   | USA             | USD                 | 495,140         | 0.09               |
| 500,000                           | AIA Group Ltd., 144A 4.95% 04/04/2033                         | HKG             | USD                 | 490,958         | 0.09               |
| 600,000                           | Charter Communications Operating LLC 2.8% 04/01/2031          | USA             | USD                 | 490,652         | 0.09               |
| 500,000                           | Metropolitan Life Global Funding I, 144A 4.3% 08/25/2029      | USA             | USD                 | 481,488         | 0.09               |
| 500,000                           | Standard Industries, Inc., 144A 4.75% 01/15/2028              | USA             | USD                 | 476,226         | 0.09               |
| 600,000                           | Community Health Systems, Inc., 144A 4.75% 02/15/2031         | USA             | USD                 | 472,308         | 0.09               |
| 500,000                           | Novelis Corp., 144A 3.25% 11/15/2026                          | USA             | USD                 | 470,995         | 0.09               |



**Franklin Strategic Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                                                         | Description                                                         | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 500,000                                                                                                                   | Organon & Co., 144A 4.125% 04/30/2028                               | USA             | USD                 | 464,796         | 0.09               |
| 500,000                                                                                                                   | Weekley Homes LLC, 144A 4.875% 09/15/2028                           | USA             | USD                 | 463,620         | 0.09               |
| 500,000                                                                                                                   | Warnermedia Holdings, Inc. 4.054% 03/15/2029                        | USA             | USD                 | 461,862         | 0.08               |
| 540,000                                                                                                                   | Teledyne FLIR LLC 2.5% 08/01/2030                                   | USA             | USD                 | 460,056         | 0.08               |
| 500,000                                                                                                                   | Venture Global Calcasieu Pass LLC, 144A 3.875% 08/15/2029           | USA             | USD                 | 455,690         | 0.08               |
| 551,250                                                                                                                   | Kobe US Midco 2, Inc., 144A 0% 11/01/2026                           | USA             | USD                 | 453,668         | 0.08               |
| 500,000                                                                                                                   | Venture Global Calcasieu Pass LLC, 144A 4.125% 08/15/2031           | USA             | USD                 | 449,010         | 0.08               |
| 700,000                                                                                                                   | CSC Holdings LLC, 144A 3.375% 02/15/2031                            | USA             | USD                 | 437,556         | 0.08               |
| 500,000                                                                                                                   | Prestige Brands, Inc., 144A 3.75% 04/01/2031                        | USA             | USD                 | 435,556         | 0.08               |
| 800,000                                                                                                                   | MPH Acquisition Holdings LLC, 144A 5.75% 11/01/2028                 | USA             | USD                 | 431,308         | 0.08               |
| 400,000                                                                                                                   | Ritchie Bros Holdings, Inc., 144A 7.75% 03/15/2031                  | CAN             | USD                 | 418,242         | 0.08               |
| 400,000                                                                                                                   | Corebridge Global Funding, 144A 5.9% 09/19/2028                     | USA             | USD                 | 408,684         | 0.08               |
| 400,000                                                                                                                   | Gates Corp. (The), 144A 6.875% 07/01/2029                           | USA             | USD                 | 407,476         | 0.07               |
| 400,000                                                                                                                   | Clear Channel Outdoor Holdings, Inc., 144A 7.875% 04/01/2030        | USA             | USD                 | 402,940         | 0.07               |
| 400,000                                                                                                                   | Prologis Targeted US Logistics Fund LP, 144A 5.25% 04/01/2029       | USA             | USD                 | 400,418         | 0.07               |
| 400,000                                                                                                                   | JPMorgan Chase & Co. 5.336% 01/23/2035                              | USA             | USD                 | 397,778         | 0.07               |
| 400,000                                                                                                                   | Marriott International, Inc. 5.3% 05/15/2034                        | USA             | USD                 | 392,884         | 0.07               |
| 1,000,000                                                                                                                 | CSC Holdings LLC, 144A 4.625% 12/01/2030                            | USA             | USD                 | 365,142         | 0.07               |
| 350,000                                                                                                                   | ABN AMRO Bank NV, 144A 6.339% 09/18/2027                            | NLD             | USD                 | 354,750         | 0.07               |
| 405,200                                                                                                                   | Galaxy Pipeline Assets Bidco Ltd., 144A 2.16% 03/31/2034            | ARE             | USD                 | 347,889         | 0.06               |
| 400,000                                                                                                                   | Grifols SA, 144A 4.75% 10/15/2028                                   | ESP             | USD                 | 345,574         | 0.06               |
| 300,000                                                                                                                   | Constellation Energy Generation LLC 6.125% 01/15/2034               | USA             | USD                 | 312,811         | 0.06               |
| 300,000                                                                                                                   | Community Health Systems, Inc., 144A 10.875% 01/15/2032             | USA             | USD                 | 312,611         | 0.06               |
| 300,000                                                                                                                   | Adient Global Holdings Ltd., 144A 7% 04/15/2028                     | USA             | USD                 | 307,323         | 0.06               |
| 300,000                                                                                                                   | Ritchie Bros Holdings, Inc., 144A 6.75% 03/15/2028                  | CAN             | USD                 | 305,788         | 0.06               |
| 300,000                                                                                                                   | Concentra Escrow Issuer Corp., 144A 6.875% 07/15/2032               | USA             | USD                 | 304,323         | 0.06               |
| 370,000                                                                                                                   | Goldman Sachs Group, Inc. (The) 2.383% 07/21/2032                   | USA             | USD                 | 303,967         | 0.06               |
| 400,000                                                                                                                   | Bimbo Bakeries USA, Inc., 144A 4% 05/17/2051                        | MEX             | USD                 | 302,865         | 0.06               |
| 300,000                                                                                                                   | Cheniere Energy, Inc., 144A 5.65% 04/15/2034                        | USA             | USD                 | 300,424         | 0.06               |
| 300,000                                                                                                                   | Owens-Brockway Glass Container, Inc., 144A 7.25% 05/15/2031         | USA             | USD                 | 299,854         | 0.06               |
| 300,000                                                                                                                   | United Airlines, Inc., 144A 4.375% 04/15/2026                       | USA             | USD                 | 290,150         | 0.05               |
| 300,000                                                                                                                   | Hilcorp Energy I LP, 144A 6.25% 04/15/2032                          | USA             | USD                 | 288,730         | 0.05               |
| 300,000                                                                                                                   | Station Casinos LLC, 144A 4.5% 02/15/2028                           | USA             | USD                 | 282,566         | 0.05               |
| 300,000                                                                                                                   | JBS USA LUX SA SARL 3% 02/02/2029                                   | USA             | USD                 | 267,828         | 0.05               |
| 300,000                                                                                                                   | Allison Transmission, Inc., 144A 3.75% 01/30/2031                   | USA             | USD                 | 263,294         | 0.05               |
| 300,000                                                                                                                   | Yara International ASA, 144A 3.148% 06/04/2030                      | BRA             | USD                 | 262,421         | 0.05               |
| 244,000                                                                                                                   | Antero Resources Corp., 144A 7.625% 02/01/2029                      | USA             | USD                 | 251,417         | 0.05               |
| 250,000                                                                                                                   | UBS Group AG, 144A 6.373% 07/15/2026                                | CHE             | USD                 | 251,268         | 0.05               |
| 265,000                                                                                                                   | Providence St Joseph Health Obligated Group 2.746% 10/01/2026       | USA             | USD                 | 249,604         | 0.05               |
| 300,000                                                                                                                   | CSX Corp. 4.1% 03/15/2044                                           | USA             | USD                 | 246,833         | 0.05               |
| 333,333                                                                                                                   | Rutas 2 & 7 Finance Ltd., Reg. S 0% 09/30/2036                      | PRY             | USD                 | 229,847         | 0.04               |
| 200,000                                                                                                                   | Civitas Resources, Inc., 144A 8.625% 11/01/2030                     | USA             | USD                 | 214,606         | 0.04               |
| 200,000                                                                                                                   | Icon Investments Six DAC 6% 05/08/2034                              | USA             | USD                 | 204,399         | 0.04               |
| 200,000                                                                                                                   | Cencosud SA, 144A 5.95% 05/28/2031                                  | CHL             | USD                 | 200,996         | 0.04               |
| 200,000                                                                                                                   | EnLink Midstream LLC, 144A 5.625% 01/15/2028                        | USA             | USD                 | 198,939         | 0.04               |
| 200,000                                                                                                                   | Community Health Systems, Inc., 144A 6.875% 04/15/2029              | USA             | USD                 | 153,182         | 0.03               |
| 100,800                                                                                                                   | United Airlines Pass-Through Trust 4.875% 07/15/2027                | USA             | USD                 | 99,371          | 0.02               |
| 300,000                                                                                                                   | Altice France Holding SA, 144A 6% 02/15/2028                        | LUX             | USD                 | 97,855          | 0.02               |
| 1,600,000                                                                                                                 | Mesquite Energy, Inc. Escrow Account 6.125% 01/15/2023 <sup>s</sup> | USA             | USD                 | 84,000          | 0.02               |
|                                                                                                                           |                                                                     |                 |                     | 236,519,096     | 43.52              |
| <b>Government and Municipal Bonds</b>                                                                                     |                                                                     |                 |                     |                 |                    |
| 17,750,000                                                                                                                | FHLB 0% 07/01/2024                                                  | USA             | USD                 | 17,742,308      | 3.26               |
| 1,500,000                                                                                                                 | Comision Federal de Electricidad, 144A 3.348% 02/09/2031            | MEX             | USD                 | 1,240,747       | 0.23               |
| 1,200,000                                                                                                                 | FFCB 2.1% 02/25/2036                                                | USA             | USD                 | 902,939         | 0.17               |
| 500,000                                                                                                                   | Petroleos Mexicanos 10% 02/07/2033                                  | MEX             | USD                 | 502,133         | 0.09               |
| 285,000                                                                                                                   | Electricite de France SA, 144A 5.7% 05/23/2028                      | FRA             | USD                 | 287,986         | 0.06               |
|                                                                                                                           |                                                                     |                 |                     | 20,676,113      | 3.81               |
| <b>TOTAL BONDS</b>                                                                                                        |                                                                     |                 |                     | 304,055,860     | 55.95              |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                             |                                                                     |                 |                     | 304,165,926     | 55.97              |
| TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET |                                                                     |                 |                     |                 |                    |
| <b>SHARES</b>                                                                                                             |                                                                     |                 |                     |                 |                    |
| <b>Broadline Retail</b>                                                                                                   |                                                                     |                 |                     |                 |                    |
| 18,079,489                                                                                                                | K2016470219 South Africa Ltd. 'A''                                  | ZAF             | ZAR                 | —               | —                  |

**Franklin Strategic Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
| 1,799,161                         | K2016470219 South Africa Ltd. 'B'***                                                                                                     | ZAF             | ZAR                 | —                  | —                  |
| 89,005                            | K2016470219 South Africa Ltd., Escrow Account 'D'***                                                                                     | ZAF             | ZAR                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | —                  | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | —                  | —                  |
|                                   | <b>WARRANTS</b>                                                                                                                          |                 |                     |                    |                    |
|                                   | <b>Financial Services</b>                                                                                                                |                 |                     |                    |                    |
| 2                                 | Canvas Energy, Inc. 10/01/2024**                                                                                                         | USA             | USD                 | —                  | —                  |
| 2                                 | Canvas Energy, Inc. 10/01/2025**                                                                                                         | USA             | USD                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | —                  | —                  |
|                                   | <b>TOTAL WARRANTS</b>                                                                                                                    |                 |                     | —                  | —                  |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                    |                    |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                    |                    |
| 93,556                            | Digicel Group Holdings Ltd., Reg. S 0% 12/31/2030**                                                                                      | JAM             | USD                 | 5,946              | —                  |
| 1,566,809                         | K2016470219 South Africa Ltd., Reg. S 3% 12/31/2022**§                                                                                   | ZAF             | USD                 | —                  | —                  |
| 690,185                           | K2016470260 South Africa Ltd., Reg. S 25% 02/28/2023**§                                                                                  | ZAF             | USD                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | 5,946              | —                  |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | 5,946              | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | 5,946              | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>529,434,247</b> | <b>97.42</b>       |

§ These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin Technology Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 1,534,700                         | Mobileye Global, Inc. 'A'                                                 | ISR             | USD                 | 43,102,050      | 0.37               |
|                                   |                                                                           |                 |                     | 43,102,050      | 0.37               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 4,288,600                         | NU Holdings Ltd. 'A'                                                      | BRA             | USD                 | 55,280,054      | 0.48               |
|                                   |                                                                           |                 |                     | 55,280,054      | 0.48               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 3,873,200                         | Amazon.com, Inc.                                                          | USA             | USD                 | 748,495,900     | 6.50               |
|                                   |                                                                           |                 |                     | 748,495,900     | 6.50               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 395,621                           | Arista Networks, Inc.                                                     | USA             | USD                 | 138,657,248     | 1.20               |
|                                   |                                                                           |                 |                     | 138,657,248     | 1.20               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 197,000                           | Zebra Technologies Corp. 'A'                                              | USA             | USD                 | 60,859,210      | 0.53               |
|                                   |                                                                           |                 |                     | 60,859,210      | 0.53               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 2,843,700                         | ROBLOX Corp. 'A'                                                          | USA             | USD                 | 105,814,077     | 0.92               |
|                                   |                                                                           |                 |                     | 105,814,077     | 0.92               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 505,500                           | Mastercard, Inc. 'A'                                                      | USA             | USD                 | 223,006,380     | 1.94               |
| 1,424,400                         | Block, Inc. 'A'                                                           | USA             | USD                 | 91,859,556      | 0.80               |
|                                   |                                                                           |                 |                     | 314,865,936     | 2.74               |
|                                   | <b>Health Care Technology</b>                                             |                 |                     |                 |                    |
| 575,511                           | Veeva Systems, Inc. 'A'                                                   | USA             | USD                 | 105,324,268     | 0.92               |
|                                   |                                                                           |                 |                     | 105,324,268     | 0.92               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 1,359,950                         | DoorDash, Inc. 'A'                                                        | USA             | USD                 | 147,935,361     | 1.29               |
| 784,900                           | Airbnb, Inc. 'A'                                                          | USA             | USD                 | 119,014,387     | 1.03               |
|                                   |                                                                           |                 |                     | 266,949,748     | 2.32               |
|                                   | <b>Interactive Media &amp; Services</b>                                   |                 |                     |                 |                    |
| 1,595,500                         | Alphabet, Inc. 'C'                                                        | USA             | USD                 | 292,646,610     | 2.55               |
| 3,426,400                         | Pinterest, Inc. 'A'                                                       | USA             | USD                 | 151,001,448     | 1.31               |
| 3,969,300                         | ZoomInfo Technologies, Inc. 'A'                                           | USA             | USD                 | 50,687,961      | 0.44               |
|                                   |                                                                           |                 |                     | 494,336,019     | 4.30               |
|                                   | <b>IT Services</b>                                                        |                 |                     |                 |                    |
| 1,593,082                         | Cloudflare, Inc. 'A'                                                      | USA             | USD                 | 131,954,982     | 1.15               |
| 508,594                           | MongoDB, Inc. 'A'                                                         | USA             | USD                 | 127,128,156     | 1.10               |
| 1,916,100                         | Shopify, Inc. 'A'                                                         | CAN             | USD                 | 126,558,405     | 1.10               |
| 474,380                           | Snowflake, Inc. 'A'                                                       | USA             | USD                 | 64,083,994      | 0.56               |
|                                   |                                                                           |                 |                     | 449,725,537     | 3.91               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                 |                 |                     |                 |                    |
| 176,700                           | Tempus AI, Inc.                                                           | USA             | USD                 | 6,184,500       | 0.05               |
|                                   |                                                                           |                 |                     | 6,184,500       | 0.05               |
|                                   | <b>Media</b>                                                              |                 |                     |                 |                    |
| 1,260,600                         | New York Times Co. (The) 'A'                                              | USA             | USD                 | 64,555,326      | 0.56               |
|                                   |                                                                           |                 |                     | 64,555,326      | 0.56               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                       |                 |                     |                 |                    |
| 8,206,000                         | NVIDIA Corp.                                                              | USA             | USD                 | 1,013,769,240   | 8.81               |
| 382,600                           | ASML Holding NV                                                           | NLD             | EUR                 | 389,987,642     | 3.39               |
| 218,600                           | Broadcom, Inc.                                                            | USA             | USD                 | 350,968,858     | 3.05               |
| 1,838,100                         | Taiwan Semiconductor Manufacturing Co. Ltd., ADR                          | TWN             | USD                 | 319,480,161     | 2.78               |
| 1,873,678                         | Advanced Micro Devices, Inc.                                              | USA             | USD                 | 303,929,308     | 2.64               |
| 1,231,300                         | Applied Materials, Inc.                                                   | USA             | USD                 | 290,574,487     | 2.52               |
| 1,057,100                         | Analog Devices, Inc.                                                      | USA             | USD                 | 241,293,646     | 2.10               |
| 275,400                           | Monolithic Power Systems, Inc.                                            | USA             | USD                 | 226,290,672     | 1.97               |
| 3,136,304                         | Marvell Technology, Inc.                                                  | USA             | USD                 | 219,227,650     | 1.90               |
| 239,203                           | KLA Corp.                                                                 | USA             | USD                 | 197,225,266     | 1.71               |
| 648,547                           | NXP Semiconductors NV                                                     | CHN             | USD                 | 174,517,512     | 1.52               |
| 1,685,900                         | Lattice Semiconductor Corp.                                               | USA             | USD                 | 97,765,341      | 0.85               |
| 551,200                           | SiTime Corp.                                                              | USA             | USD                 | 68,558,256      | 0.59               |

## Franklin Technology Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 145,052                           | ARM Holdings plc, ADR                                                                                                     | USA             | USD                 | 23,733,408      | 0.21               |
|                                   |                                                                                                                           |                 |                     | 3,917,321,447   | 34.04              |
|                                   | <b>Software</b>                                                                                                           |                 |                     |                 |                    |
| 2,076,100                         | Microsoft Corp.                                                                                                           | USA             | USD                 | 927,912,895     | 8.06               |
| 602,300                           | Synopsys, Inc.                                                                                                            | USA             | USD                 | 358,404,638     | 3.11               |
| 426,023                           | ServiceNow, Inc.                                                                                                          | USA             | USD                 | 335,139,513     | 2.91               |
| 1,954,245                         | Oracle Corp.                                                                                                              | USA             | USD                 | 275,939,394     | 2.40               |
| 406,100                           | Intuit, Inc.                                                                                                              | USA             | USD                 | 266,892,981     | 2.32               |
| 403,100                           | Adobe, Inc.                                                                                                               | USA             | USD                 | 223,938,174     | 1.95               |
| 682,100                           | Salesforce, Inc.                                                                                                          | USA             | USD                 | 175,367,910     | 1.52               |
| 405,993                           | CrowdStrike Holdings, Inc. 'A'                                                                                            | USA             | USD                 | 155,572,458     | 1.35               |
| 499,000                           | Cadence Design Systems, Inc.                                                                                              | USA             | USD                 | 153,567,250     | 1.34               |
| 397,100                           | Palo Alto Networks, Inc.                                                                                                  | USA             | USD                 | 134,620,871     | 1.17               |
| 452,960                           | Workday, Inc. 'A'                                                                                                         | USA             | USD                 | 101,263,738     | 0.88               |
| 734,300                           | Datadog, Inc. 'A'                                                                                                         | USA             | USD                 | 95,231,367      | 0.83               |
| 2,868,621                         | Confluent, Inc. 'A'                                                                                                       | USA             | USD                 | 84,710,378      | 0.74               |
| 1,680,269                         | Gitlab, Inc. 'A'                                                                                                          | USA             | USD                 | 83,542,975      | 0.73               |
| 117,079                           | HubSpot, Inc.                                                                                                             | USA             | USD                 | 69,052,023      | 0.60               |
| 201,200                           | ANSYS, Inc.                                                                                                               | USA             | USD                 | 64,685,800      | 0.56               |
| 254,875                           | Monday.com Ltd.                                                                                                           | USA             | USD                 | 61,363,705      | 0.53               |
| 197,300                           | Autodesk, Inc.                                                                                                            | USA             | USD                 | 48,821,885      | 0.42               |
| 735,100                           | Rubrik, Inc. 'A'                                                                                                          | USA             | USD                 | 22,538,166      | 0.20               |
| 844,493                           | Klaviyo, Inc. 'A'                                                                                                         | USA             | USD                 | 21,019,431      | 0.18               |
|                                   |                                                                                                                           |                 |                     | 3,659,585,552   | 31.80              |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b>                                                                     |                 |                     |                 |                    |
| 2,271,370                         | Apple, Inc.                                                                                                               | USA             | USD                 | 478,395,949     | 4.16               |
| 687,900                           | Pure Storage, Inc. 'A'                                                                                                    | USA             | USD                 | 44,170,059      | 0.38               |
|                                   |                                                                                                                           |                 |                     | 522,566,008     | 4.54               |
|                                   | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | 10,953,622,880  | 95.18              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                   |                 |                     | 10,953,622,880  | 95.18              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                                                           |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                                                                 |                 |                     |                 |                    |
| 174,499                           | Tempus AI, Inc.                                                                                                           | USA             | USD                 | 6,107,465       | 0.06               |
| 169,474                           | Tempus AI, Inc.                                                                                                           | USA             | USD                 | 5,931,590       | 0.05               |
|                                   |                                                                                                                           |                 |                     | 12,039,055      | 0.11               |
|                                   | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | 12,039,055      | 0.11               |
|                                   | <b>BONDS</b>                                                                                                              |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                                                     |                 |                     |                 |                    |
| 190,155,000                       | FHLB 0% 07/01/2024                                                                                                        | USA             | USD                 | 190,072,600     | 1.65               |
|                                   |                                                                                                                           |                 |                     | 190,072,600     | 1.65               |
|                                   | <b>TOTAL BONDS</b>                                                                                                        |                 |                     | 190,072,600     | 1.65               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                             |                 |                     | 202,111,655     | 1.76               |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                                                                            |                 |                     |                 |                    |
| 214,285                           | Space Exploration Technologies Corp. 'A'''                                                                                | USA             | USD                 | 20,785,645      | 0.18               |
|                                   |                                                                                                                           |                 |                     | 20,785,645      | 0.18               |
|                                   | <b>Automobile Components</b>                                                                                              |                 |                     |                 |                    |
| 216,273                           | Flock Group, Inc. 'G' Preference''                                                                                        | USA             | USD                 | 24,110,309      | 0.21               |
| 1,388,889                         | Tula Technology, Inc. 'E' Preference''                                                                                    | USA             | USD                 | 2,567,739       | 0.02               |
| 138,888                           | Tula Technology, Inc. Preference''                                                                                        | USA             | USD                 | —               | —                  |
|                                   |                                                                                                                           |                 |                     | 26,678,048      | 0.23               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                                                                 |                 |                     |                 |                    |
| 129,267                           | Celonis SE 'D'''                                                                                                          | DEU             | USD                 | 32,829,070      | 0.28               |
| 26,227                            | Celonis SE''                                                                                                              | DEU             | USD                 | 6,660,695       | 0.06               |
|                                   |                                                                                                                           |                 |                     | 39,489,765      | 0.34               |

**Franklin Technology Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                                                                        | Description                                 | Country<br>code | Trading<br>currency | Market<br>value       | % of net<br>assets |
|------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|-----------------|---------------------|-----------------------|--------------------|
| <b>Diversified Consumer Services</b>                                                                                                     |                                             |                 |                     |                       |                    |
| 709,046                                                                                                                                  | Newsela, Inc. 'D' Preference"               | USA             | USD                 | 13,035,766            | 0.11               |
|                                                                                                                                          |                                             |                 |                     | 13,035,766            | 0.11               |
| <b>IT Services</b>                                                                                                                       |                                             |                 |                     |                       |                    |
| 45,403                                                                                                                                   | Discord, Inc. 'I' Preference"               | USA             | USD                 | 21,952,115            | 0.19               |
| 14,063                                                                                                                                   | Canva, Inc. 'A'"                            | AUS             | USD                 | 15,000,455            | 0.13               |
| 10,558                                                                                                                                   | Canva, Inc. 'B'"                            | AUS             | USD                 | 11,261,808            | 0.10               |
| 706                                                                                                                                      | Canva, Inc. 'A' Preference"                 | AUS             | USD                 | 753,063               | 0.01               |
| 29                                                                                                                                       | Canva, Inc. 'A-3' Preference"               | AUS             | USD                 | 30,933                | —                  |
| 2                                                                                                                                        | Canva, Inc. 'A-4' Preference"               | AUS             | USD                 | 2,133                 | —                  |
| 1                                                                                                                                        | Canva, Inc. 'A-5' Preference"               | AUS             | USD                 | 1,066                 | —                  |
|                                                                                                                                          |                                             |                 |                     | 49,001,573            | 0.43               |
| <b>Professional Services</b>                                                                                                             |                                             |                 |                     |                       |                    |
| 177,683                                                                                                                                  | Gusto, Inc. 'B' Preference"                 | USA             | USD                 | 4,450,619             | 0.04               |
|                                                                                                                                          |                                             |                 |                     | 4,450,619             | 0.04               |
| <b>Software</b>                                                                                                                          |                                             |                 |                     |                       |                    |
| 845,703                                                                                                                                  | Databricks, Inc. 'G' Preference"            | USA             | USD                 | 46,008,560            | 0.40               |
| 898,024                                                                                                                                  | Gusto, Inc."                                | USA             | USD                 | 22,493,780            | 0.20               |
| 630,845                                                                                                                                  | Gong.io Ltd. 'E' Preference"                | USA             | USD                 | 16,869,641            | 0.15               |
| 1,395,216                                                                                                                                | Lacework, Inc. 'D' Preference"              | USA             | USD                 | 15,062,884            | 0.13               |
| 525,629                                                                                                                                  | Stripe, Inc. 'I' Preference"                | USA             | USD                 | 13,696,557            | 0.12               |
| 1,209,687                                                                                                                                | Snyk Ltd."                                  | GBR             | USD                 | 10,324,426            | 0.09               |
| 410,967                                                                                                                                  | 6Sense Insights, Inc. 'C-1' Preference"     | USA             | USD                 | 9,998,581             | 0.09               |
| 59,639                                                                                                                                   | Workrise Technologies, Inc. 'E' Preference" | USA             | USD                 | 8,754,109             | 0.08               |
| 341,649                                                                                                                                  | Gusto, Inc. 'B-2' Preference"               | USA             | USD                 | 8,557,652             | 0.07               |
| 136,083                                                                                                                                  | Databricks, Inc. 'H' Preference"            | USA             | USD                 | 7,403,288             | 0.06               |
| 472,417                                                                                                                                  | Talkdesk, Inc. 'D' Preference"              | USA             | USD                 | 6,618,918             | 0.06               |
| 221,289                                                                                                                                  | 6Sense Insights, Inc. 'E-1' Preference"     | USA             | USD                 | 5,383,829             | 0.05               |
| 106,789                                                                                                                                  | Formagrid, Inc. 'F' Preference"             | USA             | USD                 | 5,107,209             | 0.04               |
| 417,711                                                                                                                                  | xAI Corp. 'B' Preference"                   | USA             | USD                 | 5,000,001             | 0.04               |
| 48,301                                                                                                                                   | Checkout Payments Group Ltd. 'B'"           | GBR             | USD                 | 4,367,969             | 0.04               |
| 5,650                                                                                                                                    | Epic Games, Inc."                           | USA             | USD                 | 3,662,481             | 0.03               |
| 503,700                                                                                                                                  | Tanium, Inc. 'G' Preference"                | USA             | USD                 | 3,583,572             | 0.03               |
| 456,332                                                                                                                                  | Tanium, Inc. 'B'"                           | USA             | USD                 | 3,195,645             | 0.03               |
| 83,010                                                                                                                                   | Stripe, Inc. 'B'"                           | USA             | USD                 | 2,163,030             | 0.02               |
| 65,100                                                                                                                                   | Gusto, Inc. 'A' Preference"                 | USA             | USD                 | 1,630,630             | 0.01               |
|                                                                                                                                          |                                             |                 |                     | 199,882,762           | 1.74               |
|                                                                                                                                          |                                             |                 |                     | 353,324,178           | 3.07               |
| <b>TOTAL SHARES</b>                                                                                                                      |                                             |                 |                     |                       |                    |
| <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                                             |                 |                     |                       |                    |
|                                                                                                                                          |                                             |                 |                     | 353,324,178           | 3.07               |
| <b>TOTAL INVESTMENTS</b>                                                                                                                 |                                             |                 |                     | <b>11,509,058,713</b> | <b>100.01</b>      |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin U.S. Dollar Short-Term Money Market Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING               |                 |                     |                    |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                    |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                    |                    |
| 31,200,000                        | US Treasury Bill 0% 08/08/2024                                                          | USA             | USD                 | 31,027,594         | 2.81               |
| 17,000,000                        | US Treasury Bill 0% 09/05/2024                                                          | USA             | USD                 | 16,837,727         | 1.53               |
| 15,000,000                        | US Treasury Bill 0% 07/05/2024                                                          | USA             | USD                 | 14,991,219         | 1.36               |
| 11,000,000                        | US Treasury Bill 0% 07/11/2024                                                          | USA             | USD                 | 10,983,969         | 1.00               |
| 6,000,000                         | US Treasury Bill 0% 10/03/2024                                                          | USA             | USD                 | 5,919,003          | 0.54               |
|                                   |                                                                                         |                 |                     | <u>79,759,512</u>  | <u>7.24</u>        |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | <u>79,759,512</u>  | <u>7.24</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 79,759,512         | 7.24               |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                    |                    |
|                                   | <b>COMMERCIAL PAPERS</b>                                                                |                 |                     |                    |                    |
|                                   | <b>Banks</b>                                                                            |                 |                     |                    |                    |
| 15,000,000                        | National Bank of Canada, 144A 0% 07/31/2024                                             | CAN             | USD                 | 14,926,484         | 1.35               |
| 15,000,000                        | Royal Bank of Canada, 144A 0% 10/16/2024                                                | CAN             | USD                 | 14,754,272         | 1.34               |
| 10,000,000                        | Toronto-Dominion Bank (The) 0% 07/22/2024                                               | CAN             | USD                 | 9,964,738          | 0.90               |
| 10,000,000                        | National Bank of Canada, 144A 0% 07/30/2024                                             | CAN             | USD                 | 9,952,480          | 0.90               |
| 5,250,000                         | National Bank of Canada, 144A 0% 07/26/2024                                             | CAN             | USD                 | 5,228,182          | 0.48               |
| 2,000,000                         | National Bank of Canada 0% 08/16/2024                                                   | CAN             | USD                 | 1,985,423          | 0.18               |
| 2,000,000                         | Commonwealth Bank of Australia, 144A 0% 10/17/2024                                      | AUS             | USD                 | 1,967,224          | 0.18               |
| 1,895,000                         | Cooperatieve Rabobank UA 0% 09/03/2024                                                  | NLD             | USD                 | 1,876,352          | 0.17               |
| 1,773,000                         | Commonwealth Bank of Australia, 144A 0% 07/22/2024                                      | AUS             | USD                 | 1,766,730          | 0.16               |
| 1,500,000                         | Commonwealth Bank of Australia, 144A 0% 09/23/2024                                      | AUS             | USD                 | 1,480,693          | 0.13               |
| 943,000                           | Commonwealth Bank of Australia, 144A 0% 09/16/2024                                      | AUS             | USD                 | 931,834            | 0.09               |
| 315,000                           | Royal Bank of Canada 0% 08/23/2024                                                      | CAN             | USD                 | 312,380            | 0.03               |
| 294,000                           | Commonwealth Bank of Australia, 144A 0% 07/25/2024                                      | AUS             | USD                 | 292,829            | 0.03               |
|                                   |                                                                                         |                 |                     | <u>65,439,621</u>  | <u>5.94</u>        |
|                                   | <b>Financial Services</b>                                                               |                 |                     |                    |                    |
| 8,000,000                         | Province of British Columbia Canada 0% 08/13/2024                                       | CAN             | USD                 | 7,945,648          | 0.72               |
| 8,000,000                         | Export Development Canada 0% 09/05/2024                                                 | CAN             | USD                 | 7,919,684          | 0.72               |
| 5,000,000                         | Export Development Corp. 0% 07/26/2024                                                  | USA             | USD                 | 4,979,706          | 0.45               |
| 4,896,000                         | Province of British Columbia Canada 0% 07/24/2024                                       | CAN             | USD                 | 4,877,248          | 0.44               |
| 4,800,000                         | Export Development Corp. 0% 09/26/2024                                                  | USA             | USD                 | 4,737,060          | 0.43               |
| 3,818,000                         | Province of British Columbia Canada 0% 07/19/2024                                       | CAN             | USD                 | 3,806,194          | 0.35               |
| 3,624,000                         | Province of British Columbia Canada 0% 07/18/2024                                       | CAN             | USD                 | 3,613,328          | 0.33               |
| 3,150,000                         | Export Development Corp. 0% 08/29/2024                                                  | USA             | USD                 | 3,121,597          | 0.28               |
| 3,100,000                         | Province of British Columbia Canada 0% 07/10/2024                                       | CAN             | USD                 | 3,094,527          | 0.28               |
| 2,730,000                         | Province of British Columbia Canada 0% 09/23/2024                                       | CAN             | USD                 | 2,694,677          | 0.24               |
| 2,300,000                         | Province of British Columbia Canada 0% 07/25/2024                                       | CAN             | USD                 | 2,290,851          | 0.21               |
| 850,000                           | Province of British Columbia Canada 0% 09/05/2024                                       | CAN             | USD                 | 841,287            | 0.08               |
| 700,000                           | Province of British Columbia Canada 0% 07/05/2024                                       | CAN             | USD                 | 699,279            | 0.06               |
| 250,000                           | Export Development Corp. 0% 07/23/2024                                                  | USA             | USD                 | 249,093            | 0.02               |
| 200,000                           | Province of British Columbia Canada 0% 08/26/2024                                       | CAN             | USD                 | 198,249            | 0.02               |
|                                   |                                                                                         |                 |                     | <u>51,068,428</u>  | <u>4.63</u>        |
|                                   | <b>Food Products</b>                                                                    |                 |                     |                    |                    |
| 15,000,000                        | Nestle Capital Corp. 0% 07/01/2024                                                      | USA             | USD                 | 14,993,476         | 1.36               |
|                                   |                                                                                         |                 |                     | <u>14,993,476</u>  | <u>1.36</u>        |
|                                   | <b>TOTAL COMMERCIAL PAPERS</b>                                                          |                 |                     | <u>131,501,525</u> | <u>11.93</u>       |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                    |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                    |                    |
| 281,000,000                       | FHLB 0% 07/01/2024                                                                      | USA             | USD                 | 280,878,233        | 25.49              |
| 32,500,000                        | US Treasury Bill 0% 07/25/2024                                                          | USA             | USD                 | 32,386,683         | 2.94               |
| 31,200,000                        | US Treasury Bill 0% 07/09/2024                                                          | USA             | USD                 | 31,163,826         | 2.83               |
| 29,640,000                        | FHLB 0% 08/02/2024                                                                      | USA             | USD                 | 29,489,433         | 2.68               |
| 24,600,000                        | US Treasury Bill 0% 07/18/2024                                                          | USA             | USD                 | 24,538,954         | 2.23               |
| 23,400,000                        | FHLB 0% 07/03/2024                                                                      | USA             | USD                 | 23,382,986         | 2.12               |
| 22,550,000                        | FHLB 0% 07/12/2024                                                                      | USA             | USD                 | 22,504,092         | 2.04               |
| 20,000,000                        | FHLB 0% 08/07/2024                                                                      | USA             | USD                 | 19,883,889         | 1.80               |
| 19,700,000                        | US Treasury Bill 0% 08/06/2024                                                          | USA             | USD                 | 19,597,173         | 1.78               |



**Franklin U.S. Dollar Short-Term Money Market Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                             | Description                    | Country<br>code | Trading<br>currency | Market<br>value             | % of net<br>assets   |
|-------------------------------------------------------------------------------|--------------------------------|-----------------|---------------------|-----------------------------|----------------------|
| 19,800,000                                                                    | US Treasury Bill 0% 10/08/2024 | USA             | USD                 | 19,516,424                  | 1.77                 |
| 19,000,000                                                                    | US Treasury Bill 0% 09/12/2024 | USA             | USD                 | 18,798,678                  | 1.71                 |
| 18,000,000                                                                    | US Treasury Bill 0% 09/26/2024 | USA             | USD                 | 17,772,930                  | 1.61                 |
| 16,700,000                                                                    | US Treasury Bill 0% 08/29/2024 | USA             | USD                 | 16,556,310                  | 1.50                 |
| 16,600,000                                                                    | US Treasury Bill 0% 09/17/2024 | USA             | USD                 | 16,412,614                  | 1.49                 |
| 16,400,000                                                                    | FHLB 0% 08/16/2024             | USA             | USD                 | 16,283,366                  | 1.48                 |
| 16,300,000                                                                    | FHLB 0% 07/17/2024             | USA             | USD                 | 16,254,964                  | 1.47                 |
| 15,800,000                                                                    | US Treasury Bill 0% 07/16/2024 | USA             | USD                 | 15,765,438                  | 1.43                 |
| 15,700,000                                                                    | US Treasury Bill 0% 07/02/2024 | USA             | USD                 | 15,697,704                  | 1.42                 |
| 15,000,000                                                                    | FHLB 0% 08/14/2024             | USA             | USD                 | 14,897,677                  | 1.35                 |
| 15,000,000                                                                    | US Treasury Bill 0% 08/20/2024 | USA             | USD                 | 14,890,781                  | 1.35                 |
| 15,000,000                                                                    | FHLB 0% 08/21/2024             | USA             | USD                 | 14,882,438                  | 1.35                 |
| 10,950,000                                                                    | FHLB 0% 07/10/2024             | USA             | USD                 | 10,930,892                  | 0.99                 |
| 10,000,000                                                                    | US Treasury Bill 0% 07/23/2024 | USA             | USD                 | 9,967,947                   | 0.90                 |
| 10,000,000                                                                    | US Treasury Bill 0% 08/22/2024 | USA             | USD                 | 9,924,613                   | 0.90                 |
| 10,000,000                                                                    | US Treasury Bill 0% 09/19/2024 | USA             | USD                 | 9,884,250                   | 0.90                 |
| 9,500,000                                                                     | FHLB 0% 09/06/2024             | USA             | USD                 | 9,404,129                   | 0.85                 |
| 8,300,000                                                                     | FHLB 0% 09/25/2024             | USA             | USD                 | 8,193,504                   | 0.74                 |
| 8,200,000                                                                     | US Treasury Bill 0% 09/03/2024 | USA             | USD                 | 8,123,671                   | 0.74                 |
| 8,000,000                                                                     | FHLB, FRN 5.35% 11/29/2024     | USA             | USD                 | 8,000,158                   | 0.73                 |
| 7,600,000                                                                     | FHLB, FRN 5.35% 11/04/2024     | USA             | USD                 | 7,601,033                   | 0.69                 |
| 7,600,000                                                                     | FHLB, FRN 5.35% 11/18/2024     | USA             | USD                 | 7,599,717                   | 0.69                 |
| 7,400,000                                                                     | FHLB, FRN 5.355% 12/09/2024    | USA             | USD                 | 7,400,887                   | 0.67                 |
| 7,500,000                                                                     | US Treasury Bill 0% 10/22/2024 | USA             | USD                 | 7,377,466                   | 0.67                 |
| 7,300,000                                                                     | FHLB, FRN 5.365% 11/26/2024    | USA             | USD                 | 7,301,626                   | 0.66                 |
| 7,100,000                                                                     | FHLB, FRN 5.355% 09/20/2024    | USA             | USD                 | 7,100,904                   | 0.64                 |
| 7,000,000                                                                     | FFCB, FRN 5.375% 02/12/2025    | USA             | USD                 | 7,001,818                   | 0.64                 |
| 7,000,000                                                                     | FHLB, FRN 5.34% 07/24/2024     | USA             | USD                 | 7,000,092                   | 0.64                 |
| 7,000,000                                                                     | FHLB 0% 09/18/2024             | USA             | USD                 | 6,917,248                   | 0.63                 |
| 6,000,000                                                                     | FHLB, FRN 5.345% 09/04/2024    | USA             | USD                 | 6,000,440                   | 0.54                 |
| 6,000,000                                                                     | FHLB, FRN 5.34% 07/29/2024     | USA             | USD                 | 6,000,090                   | 0.54                 |
| 6,015,000                                                                     | FHLB 0% 07/19/2024             | USA             | USD                 | 5,996,632                   | 0.54                 |
| 6,000,000                                                                     | US Treasury Bill 0% 09/24/2024 | USA             | USD                 | 5,926,234                   | 0.54                 |
| 5,000,000                                                                     | FHLB 0% 08/23/2024             | USA             | USD                 | 4,959,361                   | 0.45                 |
| 4,700,000                                                                     | FHLB 0% 07/09/2024             | USA             | USD                 | 4,692,482                   | 0.43                 |
| 4,500,000                                                                     | FHLB 0% 08/09/2024             | USA             | USD                 | 4,472,569                   | 0.41                 |
| 4,500,000                                                                     | US Treasury Bill 0% 08/13/2024 | USA             | USD                 | 4,471,853                   | 0.41                 |
| 4,000,000                                                                     | FHLB, FRN 5.35% 10/25/2024     | USA             | USD                 | 3,999,876                   | 0.36                 |
| 3,900,000                                                                     | FHLB, FRN 5.355% 12/17/2024    | USA             | USD                 | 3,900,513                   | 0.35                 |
| 3,900,000                                                                     | FHLB, FRN 5.36% 01/23/2025     | USA             | USD                 | 3,899,621                   | 0.35                 |
| 3,750,000                                                                     | FHLB, FRN 5.34% 09/04/2024     | USA             | USD                 | 3,750,232                   | 0.34                 |
| 3,600,000                                                                     | FHLB, FRN 5.35% 09/12/2024     | USA             | USD                 | 3,600,348                   | 0.33                 |
| 3,500,000                                                                     | FHLB, FRN 5.345% 08/13/2024    | USA             | USD                 | 3,500,132                   | 0.32                 |
| 3,500,000                                                                     | FHLB, FRN 5.345% 10/17/2024    | USA             | USD                 | 3,499,858                   | 0.32                 |
| 3,000,000                                                                     | FHLB 0% 07/26/2024             | USA             | USD                 | 2,987,785                   | 0.27                 |
| 2,000,000                                                                     | FHLB 0% 07/05/2024             | USA             | USD                 | 1,997,964                   | 0.18                 |
|                                                                               |                                |                 |                     | <u>894,940,538</u>          | <u>81.20</u>         |
| <b>TOTAL BONDS</b>                                                            |                                |                 |                     | <u>894,940,538</u>          | <u>81.20</u>         |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b> |                                |                 |                     | <u>1,026,442,063</u>        | <u>93.13</u>         |
| <b>TOTAL INVESTMENTS</b>                                                      |                                |                 |                     | <u><b>1,106,201,575</b></u> | <u><b>100.37</b></u> |



## Schedule of Investments, June 30, 2024

## Franklin U.S. Government Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                     | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                    |                 |                     |                 |                    |
|                                   | <b>Asset-Backed Securities</b>                                  |                 |                     |                 |                    |
| 47,974,212                        | GNMA MA4719 3.5% 09/20/2047                                     | USA             | USD                 | 43,598,779      | 5.49               |
| 39,960,891                        | GNMA MA7534 2.5% 08/20/2051                                     | USA             | USD                 | 33,616,679      | 4.23               |
| 33,423,339                        | GNMA MA6709 2.5% 06/20/2050                                     | USA             | USD                 | 28,188,383      | 3.55               |
| 33,783,177                        | GNMA MA7533 2% 08/20/2051                                       | USA             | USD                 | 27,362,825      | 3.45               |
| 30,399,795                        | GNMA MA7649 2.5% 10/20/2051                                     | USA             | USD                 | 25,566,365      | 3.22               |
| 24,664,778                        | GNMA MA9541 5.5% 03/20/2054                                     | USA             | USD                 | 24,487,574      | 3.08               |
| 25,026,097                        | GNMA MA7590 3% 09/20/2051                                       | USA             | USD                 | 21,832,598      | 2.75               |
| 25,076,779                        | GNMA MA7936 2.5% 03/20/2052                                     | USA             | USD                 | 21,090,058      | 2.66               |
| 21,428,083                        | GNMA MA7472 2.5% 07/20/2051                                     | USA             | USD                 | 18,021,263      | 2.27               |
| 17,973,124                        | GNMA 785211 5% 08/15/2040                                       | USA             | USD                 | 17,869,101      | 2.25               |
| 17,145,603                        | GNMA MA2302 3% 10/20/2044                                       | USA             | USD                 | 15,248,804      | 1.92               |
| 14,425,337                        | GNMA MA9489 6% 02/20/2054                                       | USA             | USD                 | 14,497,933      | 1.83               |
| 14,370,467                        | GNMA MA8202 5% 08/20/2052                                       | USA             | USD                 | 14,023,170      | 1.77               |
| 14,521,014                        | GNMA MA4837 3.5% 11/20/2047                                     | USA             | USD                 | 13,183,472      | 1.66               |
| 14,951,869                        | GNMA MA7937 3% 03/20/2052                                       | USA             | USD                 | 13,033,166      | 1.64               |
| 15,226,514                        | GNMA MA7935 2% 03/20/2052                                       | USA             | USD                 | 12,336,755      | 1.55               |
| 14,119,782                        | FHLMC Pool SD8177 2% 11/01/2051                                 | USA             | USD                 | 11,080,546      | 1.40               |
| 10,438,518                        | FHLMC Pool SD8325 6% 05/01/2053                                 | USA             | USD                 | 10,487,154      | 1.32               |
| 11,715,059                        | FHLMC Pool SD0687 3% 11/01/2048                                 | USA             | USD                 | 10,282,637      | 1.30               |
| 10,501,773                        | GNMA MA8267 4% 09/20/2052                                       | USA             | USD                 | 9,708,580       | 1.22               |
| 9,470,925                         | FNMA MA4979 5.5% 04/01/2053                                     | USA             | USD                 | 9,351,635       | 1.18               |
| 9,953,550                         | GNMA MA8100 4% 06/20/2052                                       | USA             | USD                 | 9,207,886       | 1.16               |
| 9,659,183                         | FNMA MA4656 4.5% 07/01/2052                                     | USA             | USD                 | 9,123,141       | 1.15               |
| 11,468,239                        | FNMA FS2040 2% 02/01/2052                                       | USA             | USD                 | 9,005,503       | 1.13               |
| 8,052,010                         | GNMA MA9543 6.5% 03/20/2054                                     | USA             | USD                 | 8,174,515       | 1.03               |
| 9,835,224                         | GNMA MA6930 2% 10/20/2050                                       | USA             | USD                 | 7,970,323       | 1.00               |
| 8,019,046                         | FHLMC Pool SD8245 4.5% 09/01/2052                               | USA             | USD                 | 7,568,341       | 0.95               |
| 7,747,770                         | FHLMC Pool SD3165 5% 08/01/2052                                 | USA             | USD                 | 7,507,093       | 0.95               |
| 8,242,950                         | GNMA MA7938 3.5% 03/20/2052                                     | USA             | USD                 | 7,404,070       | 0.93               |
| 8,139,052                         | GNMA MA6219 3.5% 10/20/2049                                     | USA             | USD                 | 7,359,112       | 0.93               |
| 8,248,953                         | GNMA MA2891 3% 06/20/2045                                       | USA             | USD                 | 7,333,011       | 0.92               |
| 6,898,014                         | GNMA 785132 6% 01/15/2038                                       | USA             | USD                 | 7,119,897       | 0.90               |
| 8,780,991                         | GNMA MA7254 2% 03/20/2051                                       | USA             | USD                 | 7,114,067       | 0.90               |
| 7,292,137                         | GNMA MA4452 4% 05/20/2047                                       | USA             | USD                 | 6,804,827       | 0.86               |
| 8,183,107                         | FHLMC Pool SD8183 2.5% 12/01/2051                               | USA             | USD                 | 6,711,985       | 0.85               |
| 7,470,695                         | GNMA MA2825 3% 05/20/2045                                       | USA             | USD                 | 6,637,258       | 0.84               |
| 6,514,853                         | GNMA 785146 5.5% 11/15/2039                                     | USA             | USD                 | 6,635,122       | 0.84               |
| 6,652,938                         | FNMA MA5072 5.5% 07/01/2053                                     | USA             | USD                 | 6,565,065       | 0.83               |
| 7,388,442                         | GNMA MA2960 3% 07/20/2045                                       | USA             | USD                 | 6,561,597       | 0.83               |
| 6,135,525                         | FNMA MA5297 6.5% 03/01/2054                                     | USA             | USD                 | 6,247,761       | 0.79               |
| 6,801,233                         | GNMA MA0462 3.5% 10/20/2042                                     | USA             | USD                 | 6,240,617       | 0.79               |
| 7,950,879                         | FNMA MA4511 2% 01/01/2052                                       | USA             | USD                 | 6,236,093       | 0.79               |
| 6,647,014                         | GNMA MA8150 4% 07/20/2052                                       | USA             | USD                 | 6,144,983       | 0.77               |
| 7,139,340                         | GNMA BV2961 3% 06/20/2050                                       | USA             | USD                 | 6,081,137       | 0.77               |
| 7,096,797                         | GNMA MA8042 2.5% 05/20/2052                                     | USA             | USD                 | 5,968,892       | 0.75               |
| 5,977,013                         | GNMA MA4900 3.5% 12/20/2047                                     | USA             | USD                 | 5,424,046       | 0.68               |
| 6,353,028                         | FNMA FS1171 3% 01/01/2052                                       | USA             | USD                 | 5,416,941       | 0.68               |
| 5,482,015                         | GNMA MA0220 3.5% 07/20/2042                                     | USA             | USD                 | 5,029,318       | 0.63               |
| 5,538,393                         | GNMA MA4778 3.5% 10/20/2047                                     | USA             | USD                 | 5,025,309       | 0.63               |
| 5,450,532                         | GNMA MA7257 3.5% 03/20/2051                                     | USA             | USD                 | 4,930,504       | 0.62               |
| 5,172,208                         | GNMA MA0392 3.5% 09/20/2042                                     | USA             | USD                 | 4,745,872       | 0.60               |
| 4,815,348                         | FHLMC G67719 G67719 4.5% 01/01/2049                             | USA             | USD                 | 4,638,587       | 0.58               |
| 5,063,362                         | GNMA MA4962 3.5% 01/20/2048                                     | USA             | USD                 | 4,596,030       | 0.58               |
| 4,574,267                         | GNMA MA8200 4% 08/20/2052                                       | USA             | USD                 | 4,228,777       | 0.53               |
| 3,778,298                         | GNMA MA9016 5% 07/20/2053                                       | USA             | USD                 | 3,681,524       | 0.46               |
| 3,375,086                         | GNMA 785387 6% 07/20/2039                                       | USA             | USD                 | 3,482,286       | 0.44               |
| 3,471,136                         | GNMA MA8879 5.5% 05/20/2053                                     | USA             | USD                 | 3,447,477       | 0.43               |
| 3,439,968                         | FNMA MA5071 5% 07/01/2053                                       | USA             | USD                 | 3,326,612       | 0.42               |
| 3,397,793                         | GNMA MA1450 4.5% 11/20/2043                                     | USA             | USD                 | 3,298,716       | 0.42               |
| 3,093,623                         | GNMA MA4511 4% 06/20/2047                                       | USA             | USD                 | 2,890,694       | 0.36               |
| 2,801,369                         | GNMA 785133 6.5% 07/15/2038                                     | USA             | USD                 | 2,871,719       | 0.36               |
| 3,138,781                         | GNMA MA4718 3% 09/20/2047                                       | USA             | USD                 | 2,771,506       | 0.35               |

**Franklin U.S. Government Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                 | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------|-----------------|---------------------|-----------------|--------------------|
| 2,806,253                         | GNMA 004922 4% 01/20/2041   | USA             | USD                 | 2,667,336       | 0.34               |
| 2,651,773                         | GNMA MA0852 3.5% 03/20/2043 | USA             | USD                 | 2,433,618       | 0.31               |
| 2,898,996                         | GNMA BZ4020 2.5% 11/20/2050 | USA             | USD                 | 2,366,617       | 0.30               |
| 2,635,674                         | GNMA MA7766 2% 12/20/2051   | USA             | USD                 | 2,134,746       | 0.27               |
| 2,635,477                         | GNMA MA7588 2% 09/20/2051   | USA             | USD                 | 2,134,613       | 0.27               |
| 2,633,293                         | GNMA MA7648 2% 10/20/2051   | USA             | USD                 | 2,132,840       | 0.27               |
| 2,630,380                         | GNMA MA7471 2% 07/20/2051   | USA             | USD                 | 2,130,492       | 0.27               |
| 2,628,840                         | GNMA MA7192 2% 02/20/2051   | USA             | USD                 | 2,129,795       | 0.27               |
| 2,186,650                         | GNMA MA9240 5% 10/20/2053   | USA             | USD                 | 2,129,739       | 0.27               |
| 2,383,924                         | GNMA MA2677 3% 03/20/2045   | USA             | USD                 | 2,119,389       | 0.27               |
| 2,084,288                         | GNMA MA9364 6.5% 12/20/2053 | USA             | USD                 | 2,115,999       | 0.27               |
| 2,079,058                         | GNMA MA9607 6.5% 04/20/2054 | USA             | USD                 | 2,110,795       | 0.27               |
| 2,217,000                         | GNMA MA9603 4.5% 04/20/2054 | USA             | USD                 | 2,108,036       | 0.27               |
| 2,066,381                         | GNMA MA9670 6.5% 05/20/2054 | USA             | USD                 | 2,097,924       | 0.26               |
| 2,362,576                         | GNMA MA4195 3% 01/20/2047   | USA             | USD                 | 2,088,586       | 0.26               |
| 2,193,579                         | GNMA 748743 4% 11/15/2040   | USA             | USD                 | 2,063,968       | 0.26               |
| 2,047,800                         | GNMA 004746 4.5% 07/20/2040 | USA             | USD                 | 1,998,406       | 0.25               |
| 2,074,876                         | GNMA AJ1885 4% 08/15/2044   | USA             | USD                 | 1,952,170       | 0.25               |
| 1,948,668                         | GNMA 004598 4.5% 12/20/2039 | USA             | USD                 | 1,903,074       | 0.24               |
| 2,097,668                         | GNMA MA3520 3% 03/20/2046   | USA             | USD                 | 1,858,845       | 0.23               |
| 1,968,349                         | GNMA MA4587 4% 07/20/2047   | USA             | USD                 | 1,847,319       | 0.23               |
| 2,166,408                         | GNMA BX2238 3% 09/20/2050   | USA             | USD                 | 1,845,280       | 0.23               |
| 1,833,228                         | GNMA MA9424 6% 01/20/2054   | USA             | USD                 | 1,842,454       | 0.23               |
| 1,740,850                         | GNMA 003442 5% 09/20/2033   | USA             | USD                 | 1,743,022       | 0.22               |
| 2,112,417                         | GNMA MA7704 2% 11/20/2051   | USA             | USD                 | 1,710,946       | 0.22               |
| 1,678,623                         | GNMA 701730 4.5% 03/15/2039 | USA             | USD                 | 1,618,393       | 0.20               |
| 1,664,841                         | GNMA 005203 4% 10/20/2041   | USA             | USD                 | 1,582,405       | 0.20               |
| 1,676,597                         | GNMA MA4777 3% 10/20/2047   | USA             | USD                 | 1,480,199       | 0.19               |
| 1,642,132                         | GNMA MA2444 3% 12/20/2044   | USA             | USD                 | 1,460,418       | 0.18               |
| 1,795,504                         | GNMA MA7986 2% 04/20/2052   | USA             | USD                 | 1,454,899       | 0.18               |
| 1,528,629                         | GNMA 004853 4% 11/20/2040   | USA             | USD                 | 1,452,925       | 0.18               |
| 1,635,124                         | GNMA MA3596 3% 04/20/2046   | USA             | USD                 | 1,447,190       | 0.18               |
| 1,734,064                         | GNMA MA7826 2% 01/20/2052   | USA             | USD                 | 1,405,197       | 0.18               |
| 1,626,906                         | GNMA BT4506 3% 08/20/2050   | USA             | USD                 | 1,385,751       | 0.18               |
| 1,509,519                         | GNMA BV2851 3% 05/20/2050   | USA             | USD                 | 1,285,772       | 0.16               |
| 1,271,903                         | GNMA MA1679 4.5% 02/20/2044 | USA             | USD                 | 1,234,813       | 0.16               |
| 1,156,757                         | GNMA 005140 4.5% 08/20/2041 | USA             | USD                 | 1,128,732       | 0.14               |
| 1,098,230                         | GNMA MA9490 6.5% 02/20/2054 | USA             | USD                 | 1,114,939       | 0.14               |
| 1,302,262                         | GNMA MA7311 2% 04/20/2051   | USA             | USD                 | 1,054,795       | 0.13               |
| 1,227,943                         | GNMA BX2079 3% 08/20/2050   | USA             | USD                 | 1,045,926       | 0.13               |
| 1,031,169                         | GNMA AL1748 4% 01/15/2045   | USA             | USD                 | 969,225         | 0.12               |
| 976,426                           | GNMA 004636 4.5% 02/20/2040 | USA             | USD                 | 953,479         | 0.12               |
| 1,096,886                         | GNMA BT4537 3% 08/20/2050   | USA             | USD                 | 934,293         | 0.12               |
| 1,015,200                         | GNMA MA1090 3.5% 06/20/2043 | USA             | USD                 | 931,833         | 0.12               |
| 1,001,738                         | GNMA MA9485 4% 02/20/2054   | USA             | USD                 | 926,078         | 0.12               |
| 1,070,441                         | GNMA BT4299 3% 07/20/2050   | USA             | USD                 | 911,770         | 0.12               |
| 934,049                           | GNMA 004882 4% 12/20/2040   | USA             | USD                 | 887,793         | 0.11               |
| 962,704                           | GNMA BR3814 4% 12/20/2049   | USA             | USD                 | 880,379         | 0.11               |
| 900,764                           | GNMA 005204 4.5% 10/20/2041 | USA             | USD                 | 878,941         | 0.11               |
| 871,229                           | GNMA 004577 4.5% 11/20/2039 | USA             | USD                 | 850,934         | 0.11               |
| 949,501                           | GNMA BT4342 3% 07/20/2050   | USA             | USD                 | 809,137         | 0.10               |
| 824,389                           | GNMA MA9487 5% 02/20/2054   | USA             | USD                 | 802,932         | 0.10               |
| 769,486                           | GNMA 003736 5.5% 07/20/2035 | USA             | USD                 | 782,038         | 0.10               |
| 819,384                           | GNMA AL9369 4% 02/15/2045   | USA             | USD                 | 769,402         | 0.10               |
| 777,281                           | GNMA 676990 4.5% 06/15/2040 | USA             | USD                 | 755,972         | 0.10               |
| 876,069                           | GNMA MA7589 2.5% 09/20/2051 | USA             | USD                 | 736,977         | 0.09               |
| 760,527                           | GNMA 731244 4.5% 05/15/2040 | USA             | USD                 | 733,119         | 0.09               |
| 745,119                           | GNMA AL5917 4% 03/15/2045   | USA             | USD                 | 701,051         | 0.09               |
| 689,014                           | GNMA 710765 4.5% 08/15/2039 | USA             | USD                 | 672,345         | 0.09               |
| 671,292                           | GNMA 783278 5% 02/20/2041   | USA             | USD                 | 671,304         | 0.09               |
| 676,992                           | GNMA MA9361 5% 12/20/2053   | USA             | USD                 | 659,372         | 0.08               |
| 731,149                           | GNMA MA7417 2% 06/20/2051   | USA             | USD                 | 592,204         | 0.08               |
| 613,072                           | GNMA 745237 4.5% 07/15/2040 | USA             | USD                 | 590,028         | 0.07               |
| 702,365                           | GNMA MA8041 2% 05/20/2052   | USA             | USD                 | 569,127         | 0.07               |
| 616,381                           | GNMA BR3797 4% 12/20/2049   | USA             | USD                 | 563,670         | 0.07               |
| 559,404                           | GNMA 003458 5% 10/20/2033   | USA             | USD                 | 560,102         | 0.07               |
| 658,438                           | GNMA BX2277 3% 09/20/2050   | USA             | USD                 | 557,658         | 0.07               |

**Franklin U.S. Government Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                 | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------|-----------------|---------------------|-----------------|--------------------|
| 578,297                           | GNMA 004833 4% 10/20/2040   | USA             | USD                 | 549,658         | 0.07               |
| 536,040                           | GNMA 003807 5.5% 01/20/2036 | USA             | USD                 | 549,254         | 0.07               |
| 576,593                           | GNMA AI4806 4% 11/15/2044   | USA             | USD                 | 545,337         | 0.07               |
| 643,775                           | GNMA BX2367 3% 09/20/2050   | USA             | USD                 | 545,241         | 0.07               |
| 544,437                           | GNMA 003487 5% 12/20/2033   | USA             | USD                 | 545,116         | 0.07               |
| 558,156                           | GNMA AE8141 4% 02/20/2044   | USA             | USD                 | 519,916         | 0.07               |
| 519,562                           | GNMA 734387 4.5% 04/15/2041 | USA             | USD                 | 503,260         | 0.06               |
| 504,602                           | GNMA 737369 4.5% 03/15/2040 | USA             | USD                 | 491,064         | 0.06               |
| 481,331                           | GNMA 003678 5.5% 02/20/2035 | USA             | USD                 | 489,798         | 0.06               |
| 471,874                           | GNMA 003569 5.5% 06/20/2034 | USA             | USD                 | 483,486         | 0.06               |
| 468,503                           | GNMA 003711 5.5% 05/20/2035 | USA             | USD                 | 480,046         | 0.06               |
| 491,924                           | GNMA 005114 4% 07/20/2041   | USA             | USD                 | 467,567         | 0.06               |
| 463,156                           | GNMA MA9422 5% 01/20/2054   | USA             | USD                 | 451,102         | 0.06               |
| 461,662                           | GNMA AD9002 3.5% 04/15/2043 | USA             | USD                 | 424,739         | 0.05               |
| 430,580                           | GNMA 737356 4.5% 03/15/2040 | USA             | USD                 | 419,407         | 0.05               |
| 444,522                           | GNMA MA0318 3.5% 08/20/2042 | USA             | USD                 | 407,814         | 0.05               |
| 397,284                           | GNMA 003665 5.5% 01/20/2035 | USA             | USD                 | 400,514         | 0.05               |
| 391,421                           | GNMA 003472 5% 11/20/2033   | USA             | USD                 | 391,909         | 0.05               |
| 402,870                           | GNMA 005139 4% 08/20/2041   | USA             | USD                 | 382,922         | 0.05               |
| 373,279                           | GNMA AM8993 4% 08/15/2045   | USA             | USD                 | 350,274         | 0.04               |
| 359,176                           | GNMA 682559 4.5% 04/15/2040 | USA             | USD                 | 349,821         | 0.04               |
| 340,524                           | GNMA 005055 4.5% 05/20/2041 | USA             | USD                 | 332,275         | 0.04               |
| 314,325                           | GNMA 004269 6.5% 10/20/2038 | USA             | USD                 | 330,473         | 0.04               |
| 350,766                           | GNMA AE8138 4% 02/20/2044   | USA             | USD                 | 326,734         | 0.04               |
| 334,065                           | GNMA 710687 4.5% 07/15/2039 | USA             | USD                 | 325,983         | 0.04               |
| 337,935                           | GNMA AT7681 4% 08/15/2046   | USA             | USD                 | 316,272         | 0.04               |
| 330,540                           | GNMA AM7418 4% 04/15/2045   | USA             | USD                 | 308,380         | 0.04               |
| 295,056                           | GNMA 003095 6.5% 06/20/2031 | USA             | USD                 | 301,446         | 0.04               |
| 317,483                           | GNMA AL5913 4% 03/15/2045   | USA             | USD                 | 297,134         | 0.04               |
| 311,313                           | GNMA AI4752 4% 10/15/2044   | USA             | USD                 | 294,438         | 0.04               |
| 311,075                           | GNMA AI4751 4% 10/15/2044   | USA             | USD                 | 293,443         | 0.04               |
| 306,189                           | GNMA 704912 4% 09/15/2044   | USA             | USD                 | 288,087         | 0.04               |
| 297,025                           | GNMA 745189 4.5% 07/15/2040 | USA             | USD                 | 285,784         | 0.04               |
| 299,966                           | GNMA AM7417 4% 04/15/2045   | USA             | USD                 | 280,728         | 0.04               |
| 301,444                           | GNMA AJ1890 4% 08/15/2044   | USA             | USD                 | 280,269         | 0.04               |
| 288,293                           | GNMA MA1377 4.5% 10/20/2043 | USA             | USD                 | 279,887         | 0.04               |
| 294,791                           | GNMA AL1747 4% 01/15/2045   | USA             | USD                 | 277,357         | 0.04               |
| 278,127                           | GNMA AL5272 4% 02/15/2045   | USA             | USD                 | 263,051         | 0.03               |
| 297,718                           | GNMA MA4509 3% 06/20/2047   | USA             | USD                 | 262,849         | 0.03               |
| 252,292                           | GNMA 003637 5.5% 11/20/2034 | USA             | USD                 | 258,505         | 0.03               |
| 259,372                           | GNMA 723537 4.5% 12/15/2039 | USA             | USD                 | 252,641         | 0.03               |
| 265,900                           | GNMA AA5797 3.5% 11/20/2042 | USA             | USD                 | 240,052         | 0.03               |
| 240,802                           | GNMA MA5652 4.5% 12/20/2048 | USA             | USD                 | 232,026         | 0.03               |
| 223,066                           | GNMA 003173 6.5% 12/20/2031 | USA             | USD                 | 230,976         | 0.03               |
| 220,541                           | GNMA 781534 7% 07/20/2032   | USA             | USD                 | 227,459         | 0.03               |
| 239,764                           | GNMA AO9618 4% 09/15/2045   | USA             | USD                 | 224,678         | 0.03               |
| 225,557                           | GNMA 723164 4.5% 08/15/2040 | USA             | USD                 | 219,307         | 0.03               |
| 216,821                           | GNMA 738214 4.5% 04/15/2041 | USA             | USD                 | 210,750         | 0.03               |
| 216,630                           | GNMA 738236 4.5% 04/15/2041 | USA             | USD                 | 210,564         | 0.03               |
| 201,566                           | GNMA 004246 6.5% 09/20/2038 | USA             | USD                 | 209,616         | 0.03               |
| 245,428                           | GNMA MA8097 2.5% 06/20/2052 | USA             | USD                 | 206,409         | 0.03               |
| 218,060                           | GNMA AM8521 4% 05/15/2045   | USA             | USD                 | 204,801         | 0.03               |
| 215,134                           | GNMA AD2330 3.5% 04/15/2043 | USA             | USD                 | 198,307         | 0.03               |
| 197,660                           | GNMA AP6589 4% 10/15/2045   | USA             | USD                 | 186,445         | 0.02               |
| 193,869                           | GNMA AK5751 4% 12/15/2044   | USA             | USD                 | 182,404         | 0.02               |
| 179,527                           | GNMA 605002 6% 03/20/2034   | USA             | USD                 | 179,511         | 0.02               |
| 189,800                           | GNMA AK1932 4% 11/15/2044   | USA             | USD                 | 178,573         | 0.02               |
| 185,028                           | GNMA AJ3306 4% 11/15/2044   | USA             | USD                 | 173,684         | 0.02               |
| 194,582                           | GNMA MA4899 3% 12/20/2047   | USA             | USD                 | 171,738         | 0.02               |
| 182,593                           | GNMA AJ6694 4% 10/15/2044   | USA             | USD                 | 171,717         | 0.02               |
| 176,883                           | GNMA 741282 4.5% 06/15/2040 | USA             | USD                 | 171,473         | 0.02               |
| 166,838                           | GNMA 617986 4.5% 05/15/2040 | USA             | USD                 | 161,866         | 0.02               |
| 167,896                           | GNMA AI4162 4% 08/15/2044   | USA             | USD                 | 158,102         | 0.02               |
| 154,614                           | GNMA 004678 4.5% 04/20/2040 | USA             | USD                 | 150,933         | 0.02               |
| 159,812                           | GNMA AJ4154 4% 09/15/2044   | USA             | USD                 | 150,358         | 0.02               |
| 157,912                           | GNMA AI4951 4% 12/15/2044   | USA             | USD                 | 149,091         | 0.02               |
| 158,484                           | GNMA AO9084 4% 11/15/2045   | USA             | USD                 | 149,044         | 0.02               |

**Franklin U.S. Government Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                 | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------|-----------------|---------------------|-----------------|--------------------|
| 145,092                           | GNMA 003748 5.5% 08/20/2035 | USA             | USD                 | 148,667         | 0.02               |
| 148,004                           | GNMA MA1523 4.5% 12/20/2043 | USA             | USD                 | 143,689         | 0.02               |
| 154,170                           | GNMA AD9003 3.5% 04/15/2043 | USA             | USD                 | 141,962         | 0.02               |
| 142,505                           | GNMA 627121 6% 03/20/2034   | USA             | USD                 | 141,838         | 0.02               |
| 148,954                           | GNMA AT7561 4% 07/15/2046   | USA             | USD                 | 139,405         | 0.02               |
| 148,309                           | GNMA AR0605 4% 02/15/2046   | USA             | USD                 | 138,801         | 0.02               |
| 134,666                           | GNMA 733442 4.5% 07/15/2040 | USA             | USD                 | 131,034         | 0.02               |
| 138,440                           | GNMA AM3610 4% 04/15/2045   | USA             | USD                 | 129,965         | 0.02               |
| 136,750                           | GNMA AD8918 3.5% 04/15/2043 | USA             | USD                 | 125,972         | 0.02               |
| 129,029                           | GNMA 705090 4.5% 08/15/2040 | USA             | USD                 | 125,376         | 0.02               |
| 128,916                           | GNMA AK6423 4% 12/15/2044   | USA             | USD                 | 121,552         | 0.02               |
| 124,457                           | GNMA 738250 4.5% 04/15/2041 | USA             | USD                 | 120,813         | 0.02               |
| 113,086                           | GNMA 782446 7.5% 08/15/2033 | USA             | USD                 | 116,755         | 0.02               |
| 113,820                           | GNMA 003556 5.5% 05/20/2034 | USA             | USD                 | 116,482         | 0.02               |
| 123,925                           | GNMA 778522 4% 05/15/2045   | USA             | USD                 | 116,339         | 0.02               |
| 108,844                           | GNMA 485533 7% 06/15/2031   | USA             | USD                 | 110,347         | 0.01               |
| 113,959                           | GNMA 004695 4% 05/20/2040   | USA             | USD                 | 108,317         | 0.01               |
| 114,247                           | GNMA AM9041 4% 08/15/2045   | USA             | USD                 | 107,819         | 0.01               |
| 114,617                           | GNMA AK5781 4% 01/15/2045   | USA             | USD                 | 107,619         | 0.01               |
| 112,795                           | GNMA AA6415 3.5% 05/15/2043 | USA             | USD                 | 103,729         | 0.01               |
| 107,873                           | GNMA AK6956 4% 03/15/2045   | USA             | USD                 | 102,026         | 0.01               |
| 97,283                            | GNMA BQ2792 5.5% 09/20/2049 | USA             | USD                 | 97,450          | 0.01               |
| 94,543                            | GNMA 003152 7.5% 10/20/2031 | USA             | USD                 | 97,036          | 0.01               |
| 102,904                           | GNMA AM0474 4% 04/15/2045   | USA             | USD                 | 96,342          | 0.01               |
| 96,198                            | GNMA BK0746 5.5% 10/15/2048 | USA             | USD                 | 96,323          | 0.01               |
| 94,150                            | GNMA BQ4328 5.5% 10/20/2049 | USA             | USD                 | 94,703          | 0.01               |
| 90,810                            | GNMA 003240 7% 05/20/2032   | USA             | USD                 | 94,104          | 0.01               |
| 90,819                            | GNMA BM2426 5.5% 08/20/2049 | USA             | USD                 | 90,656          | 0.01               |
| 92,982                            | GNMA 738226 4.5% 04/15/2041 | USA             | USD                 | 90,273          | 0.01               |
| 81,598                            | GNMA 781319 7% 07/15/2031   | USA             | USD                 | 85,304          | 0.01               |
| 90,178                            | GNMA AJ6333 4% 10/15/2044   | USA             | USD                 | 85,024          | 0.01               |
| 83,055                            | GNMA 729592 4.5% 02/15/2040 | USA             | USD                 | 80,994          | 0.01               |
| 79,033                            | GNMA 003624 5.5% 10/20/2034 | USA             | USD                 | 80,979          | 0.01               |
| 85,243                            | GNMA AI4161 4% 08/15/2044   | USA             | USD                 | 80,201          | 0.01               |
| 85,340                            | GNMA AM4121 4% 04/15/2045   | USA             | USD                 | 79,554          | 0.01               |
| 84,175                            | GNMA AL2573 4% 03/15/2045   | USA             | USD                 | 78,832          | 0.01               |
| 85,394                            | GNMA AB2784 3.5% 08/20/2042 | USA             | USD                 | 77,629          | 0.01               |
| 78,863                            | GNMA AK1655 4% 10/15/2044   | USA             | USD                 | 74,360          | 0.01               |
| 70,477                            | GNMA 004196 6.5% 07/20/2038 | USA             | USD                 | 73,465          | 0.01               |
| 71,450                            | GNMA BO1169 5.5% 09/20/2049 | USA             | USD                 | 72,230          | 0.01               |
| 74,370                            | GNMA AK6464 4% 01/15/2045   | USA             | USD                 | 70,339          | 0.01               |
| 73,014                            | GNMA AK1704 4% 12/15/2044   | USA             | USD                 | 68,600          | 0.01               |
| 68,520                            | GNMA BP7329 5.5% 10/20/2049 | USA             | USD                 | 68,284          | 0.01               |
| 65,390                            | GNMA BM2352 5.5% 08/20/2049 | USA             | USD                 | 66,481          | 0.01               |
| 68,258                            | GNMA AK0366 4% 11/15/2044   | USA             | USD                 | 63,997          | 0.01               |
| 57,844                            | GNMA 003070 7.5% 04/20/2031 | USA             | USD                 | 59,715          | 0.01               |
| 60,424                            | GNMA AI4889 4% 11/15/2044   | USA             | USD                 | 57,150          | 0.01               |
| 58,950                            | GNMA AK6726 4% 12/15/2044   | USA             | USD                 | 55,752          | 0.01               |
| 54,402                            | GNMA 743353 4.5% 05/15/2040 | USA             | USD                 | 52,868          | 0.01               |
| 56,053                            | GNMA AK4197 4% 12/15/2044   | USA             | USD                 | 52,514          | 0.01               |
| 48,284                            | GNMA 003161 6.5% 11/20/2031 | USA             | USD                 | 49,953          | 0.01               |
| 49,490                            | GNMA BO8247 5.5% 09/20/2049 | USA             | USD                 | 49,671          | 0.01               |
| 49,607                            | GNMA AL2574 4% 03/15/2045   | USA             | USD                 | 47,076          | 0.01               |
| 44,630                            | GNMA 003774 5.5% 10/20/2035 | USA             | USD                 | 45,730          | 0.01               |
| 49,731                            | GNMA MA1012 3.5% 05/20/2043 | USA             | USD                 | 45,644          | 0.01               |
| 43,558                            | GNMA 003026 7% 01/20/2031   | USA             | USD                 | 45,334          | 0.01               |
| 47,886                            | GNMA 737532 4% 10/15/2040   | USA             | USD                 | 45,057          | 0.01               |
| 47,514                            | GNMA AH7992 4% 06/15/2044   | USA             | USD                 | 44,382          | 0.01               |
| 43,389                            | GNMA 549588 7% 09/15/2031   | USA             | USD                 | 44,070          | 0.01               |
| 41,969                            | GNMA 003069 7% 04/20/2031   | USA             | USD                 | 43,816          | 0.01               |
| 42,983                            | GNMA BM2203 5.5% 07/20/2049 | USA             | USD                 | 43,303          | 0.01               |
| 42,114                            | GNMA BM2202 5.5% 07/20/2049 | USA             | USD                 | 42,895          | 0.01               |
| 44,678                            | GNMA 792465 4% 12/15/2041   | USA             | USD                 | 42,356          | 0.01               |
| 44,667                            | GNMA AM8566 4% 05/15/2045   | USA             | USD                 | 41,988          | 0.01               |
| 42,023                            | GNMA 003554 4.5% 05/20/2034 | USA             | USD                 | 41,060          | 0.01               |
| 39,322                            | GNMA 781300 7% 06/15/2031   | USA             | USD                 | 40,769          | 0.01               |
| 38,719                            | GNMA 453308 8% 09/15/2027   | USA             | USD                 | 38,954          | 0.01               |



## Franklin U.S. Government Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                 | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------|-----------------|---------------------|-----------------|--------------------|
| 39,408                            | GNMA 003594 4.5% 08/20/2034 | USA             | USD                 | 38,320          | 0.01               |
| 36,940                            | GNMA 003068 6.5% 04/20/2031 | USA             | USD                 | 38,100          | 0.01               |
| 39,153                            | GNMA 003581 4.5% 07/20/2034 | USA             | USD                 | 38,045          | 0.01               |
| 36,928                            | GNMA BM2259 5.5% 07/20/2049 | USA             | USD                 | 37,370          | 0.01               |
| 35,787                            | GNMA 003724 5.5% 06/20/2035 | USA             | USD                 | 36,668          | 0.01               |
| 34,714                            | GNMA 003053 6.5% 03/20/2031 | USA             | USD                 | 35,806          | 0.01               |
| 35,847                            | GNMA 616326 6.5% 04/20/2034 | USA             | USD                 | 35,665          | 0.01               |
| 33,953                            | GNMA 579398 7% 05/15/2032   | USA             | USD                 | 33,783          | —                  |
| 33,585                            | GNMA 543319 7% 06/15/2031   | USA             | USD                 | 33,626          | —                  |
| 34,407                            | GNMA MA1840 4.5% 04/20/2044 | USA             | USD                 | 33,403          | —                  |
| 32,258                            | GNMA BT1275 5.5% 02/20/2050 | USA             | USD                 | 32,735          | —                  |
| 33,066                            | GNMA 723214 4.5% 08/15/2040 | USA             | USD                 | 32,105          | —                  |
| 33,365                            | GNMA AD9001 3.5% 04/15/2043 | USA             | USD                 | 30,683          | —                  |
| 29,906                            | GNMA 003010 7% 12/20/2030   | USA             | USD                 | 30,473          | —                  |
| 30,959                            | GNMA 003542 4.5% 04/20/2034 | USA             | USD                 | 30,250          | —                  |
| 29,046                            | GNMA 003081 7% 05/20/2031   | USA             | USD                 | 29,597          | —                  |
| 28,584                            | GNMA 003082 7.5% 05/20/2031 | USA             | USD                 | 29,146          | —                  |
| 30,502                            | GNMA AH8945 4% 08/15/2044   | USA             | USD                 | 28,726          | —                  |
| 28,468                            | GNMA 556409 7% 03/15/2031   | USA             | USD                 | 28,476          | —                  |
| 29,945                            | GNMA 704911 4% 08/15/2044   | USA             | USD                 | 28,172          | —                  |
| 30,139                            | GNMA AJ6310 4% 09/15/2044   | USA             | USD                 | 28,057          | —                  |
| 26,637                            | GNMA 781380 7.5% 12/15/2031 | USA             | USD                 | 27,775          | —                  |
| 29,081                            | GNMA AI4833 4% 09/15/2044   | USA             | USD                 | 27,359          | —                  |
| 27,807                            | GNMA 781898 4.5% 05/20/2034 | USA             | USD                 | 27,225          | —                  |
| 28,982                            | GNMA AJ6318 4% 09/15/2044   | USA             | USD                 | 26,838          | —                  |
| 26,454                            | GNMA 541336 7% 04/15/2031   | USA             | USD                 | 26,537          | —                  |
| 27,911                            | GNMA AJ6332 4% 10/15/2044   | USA             | USD                 | 26,055          | —                  |
| 25,522                            | GNMA 003134 7% 09/20/2031   | USA             | USD                 | 26,008          | —                  |
| 25,487                            | GNMA 548086 8% 12/15/2030   | USA             | USD                 | 25,388          | —                  |
| 25,856                            | GNMA 003622 4.5% 10/20/2034 | USA             | USD                 | 25,120          | —                  |
| 24,260                            | GNMA 002882 7% 02/20/2030   | USA             | USD                 | 24,752          | —                  |
| 24,011                            | GNMA 003040 7% 02/20/2031   | USA             | USD                 | 24,564          | —                  |
| 24,143                            | GNMA BM2204 5.5% 06/20/2049 | USA             | USD                 | 24,560          | —                  |
| 23,846                            | GNMA BI6753 5.5% 01/20/2049 | USA             | USD                 | 24,024          | —                  |
| 24,626                            | GNMA AT7537 4% 07/15/2046   | USA             | USD                 | 23,048          | —                  |
| 21,611                            | GNMA 003039 6.5% 02/20/2031 | USA             | USD                 | 21,941          | —                  |
| 21,284                            | GNMA 563365 7% 10/15/2031   | USA             | USD                 | 21,705          | —                  |
| 21,623                            | GNMA 511832 7.5% 12/15/2030 | USA             | USD                 | 21,620          | —                  |
| 21,359                            | GNMA 543923 7.5% 02/15/2031 | USA             | USD                 | 21,380          | —                  |
| 22,682                            | GNMA AL8515 4% 02/15/2045   | USA             | USD                 | 21,046          | —                  |
| 20,799                            | GNMA 537696 7% 11/15/2030   | USA             | USD                 | 20,864          | —                  |
| 20,916                            | GNMA 003610 5.5% 09/20/2034 | USA             | USD                 | 20,861          | —                  |
| 21,307                            | GNMA MA2305 4.5% 10/20/2044 | USA             | USD                 | 20,686          | —                  |
| 19,546                            | GNMA 003151 7% 10/20/2031   | USA             | USD                 | 20,434          | —                  |
| 19,411                            | GNMA 003298 7% 10/20/2032   | USA             | USD                 | 19,777          | —                  |
| 18,982                            | GNMA 003133 6.5% 09/20/2031 | USA             | USD                 | 19,595          | —                  |
| 19,475                            | GNMA 545881 7% 08/15/2031   | USA             | USD                 | 19,561          | —                  |
| 19,365                            | GNMA 480521 7% 06/15/2029   | USA             | USD                 | 19,376          | —                  |
| 19,045                            | GNMA 003175 7.5% 12/20/2031 | USA             | USD                 | 19,315          | —                  |
| 18,055                            | GNMA 003027 7.5% 01/20/2031 | USA             | USD                 | 18,826          | —                  |
| 18,569                            | GNMA 536143 7% 06/15/2031   | USA             | USD                 | 18,635          | —                  |
| 18,342                            | GNMA 558903 7% 09/15/2032   | USA             | USD                 | 18,244          | —                  |
| 17,562                            | GNMA 002999 7.5% 11/20/2030 | USA             | USD                 | 18,199          | —                  |
| 17,751                            | GNMA 003011 7.5% 12/20/2030 | USA             | USD                 | 18,165          | —                  |
| 17,391                            | GNMA 781021 8% 12/20/2028   | USA             | USD                 | 17,400          | —                  |
| 16,903                            | GNMA 560056 7% 06/15/2031   | USA             | USD                 | 16,984          | —                  |
| 16,867                            | GNMA 517921 7.5% 10/15/2029 | USA             | USD                 | 16,887          | —                  |
| 16,370                            | GNMA 003054 7% 03/20/2031   | USA             | USD                 | 16,680          | —                  |
| 15,821                            | GNMA 479989 7.5% 12/15/2029 | USA             | USD                 | 15,830          | —                  |
| 15,453                            | GNMA 564387 7% 10/15/2031   | USA             | USD                 | 15,739          | —                  |
| 14,648                            | GNMA 781287 7% 05/15/2031   | USA             | USD                 | 15,016          | —                  |
| 14,854                            | GNMA 435037 7% 02/15/2031   | USA             | USD                 | 14,854          | —                  |
| 14,707                            | GNMA 485864 7% 10/15/2031   | USA             | USD                 | 14,702          | —                  |
| 14,502                            | GNMA 460788 7% 03/15/2028   | USA             | USD                 | 14,452          | —                  |
| 14,159                            | GNMA 567094 7% 08/15/2031   | USA             | USD                 | 14,338          | —                  |
| 14,187                            | GNMA 002324 8% 11/20/2026   | USA             | USD                 | 14,321          | —                  |
| 14,225                            | GNMA 781051 8.5% 05/20/2029 | USA             | USD                 | 14,257          | —                  |

**Franklin U.S. Government Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                 | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------|-----------------|---------------------|-----------------|--------------------|
| 14,167                            | GNMA 543782 7% 01/15/2031   | USA             | USD                 | 14,218          | —                  |
| 13,702                            | GNMA 781159 7.5% 04/15/2030 | USA             | USD                 | 14,142          | —                  |
| 13,974                            | GNMA 585373 7% 04/15/2032   | USA             | USD                 | 13,948          | —                  |
| 13,520                            | GNMA 003107 6.5% 07/20/2031 | USA             | USD                 | 13,827          | —                  |
| 13,135                            | GNMA 002755 7% 05/20/2029   | USA             | USD                 | 13,382          | —                  |
| 13,247                            | GNMA 551668 7% 09/15/2031   | USA             | USD                 | 13,273          | —                  |
| 13,319                            | GNMA 003512 4.5% 02/20/2034 | USA             | USD                 | 13,014          | —                  |
| 12,486                            | GNMA 553495 7% 02/15/2032   | USA             | USD                 | 12,729          | —                  |
| 12,655                            | GNMA 571144 7% 08/15/2031   | USA             | USD                 | 12,671          | —                  |
| 11,917                            | GNMA 002896 7.5% 03/20/2030 | USA             | USD                 | 12,192          | —                  |
| 11,840                            | GNMA 003080 6.5% 05/20/2031 | USA             | USD                 | 12,089          | —                  |
| 11,705                            | GNMA 002867 7.5% 01/20/2030 | USA             | USD                 | 11,951          | —                  |
| 11,864                            | GNMA 563574 7% 05/15/2032   | USA             | USD                 | 11,926          | —                  |
| 11,396                            | GNMA 003122 7.5% 08/20/2031 | USA             | USD                 | 11,624          | —                  |
| 11,107                            | GNMA 003110 8% 07/20/2031   | USA             | USD                 | 11,414          | —                  |
| 10,827                            | GNMA 003055 7.5% 03/20/2031 | USA             | USD                 | 11,172          | —                  |
| 10,658                            | GNMA 003041 7.5% 02/20/2031 | USA             | USD                 | 10,968          | —                  |
| 10,720                            | GNMA 564575 7% 07/15/2031   | USA             | USD                 | 10,857          | —                  |
| 10,424                            | GNMA 002285 8% 09/20/2026   | USA             | USD                 | 10,516          | —                  |
| 10,455                            | GNMA 485623 7% 07/15/2031   | USA             | USD                 | 10,484          | —                  |
| 9,651                             | GNMA 520976 7.5% 09/15/2030 | USA             | USD                 | 9,861           | —                  |
| 9,818                             | GNMA 462543 7% 02/15/2028   | USA             | USD                 | 9,813           | —                  |
| 9,645                             | GNMA 557315 7% 06/15/2031   | USA             | USD                 | 9,670           | —                  |
| 9,402                             | GNMA 002866 7% 01/20/2030   | USA             | USD                 | 9,612           | —                  |
| 9,353                             | GNMA 002971 7% 09/20/2030   | USA             | USD                 | 9,587           | —                  |
| 9,474                             | GNMA 561563 7% 08/15/2031   | USA             | USD                 | 9,545           | —                  |
| 9,897                             | GNMA 760061 4.5% 04/15/2041 | USA             | USD                 | 9,503           | —                  |
| 9,228                             | GNMA 435039 7.5% 02/15/2031 | USA             | USD                 | 9,242           | —                  |
| 9,093                             | GNMA 559037 7% 07/15/2031   | USA             | USD                 | 9,216           | —                  |
| 9,187                             | GNMA 456863 7% 05/15/2028   | USA             | USD                 | 9,159           | —                  |
| 9,089                             | GNMA 552579 7% 05/15/2032   | USA             | USD                 | 9,098           | —                  |
| 8,804                             | GNMA 426571 7% 04/15/2028   | USA             | USD                 | 8,792           | —                  |
| 8,527                             | GNMA 003364 7% 03/20/2033   | USA             | USD                 | 8,689           | —                  |
| 8,063                             | GNMA BM5500 5.5% 04/20/2049 | USA             | USD                 | 8,206           | —                  |
| 7,849                             | GNMA 003120 6.5% 08/20/2031 | USA             | USD                 | 8,022           | —                  |
| 8,011                             | GNMA 520095 7.5% 05/15/2031 | USA             | USD                 | 8,018           | —                  |
| 7,768                             | GNMA 479813 7% 12/15/2030   | USA             | USD                 | 7,766           | —                  |
| 7,424                             | GNMA 781324 7% 07/15/2031   | USA             | USD                 | 7,685           | —                  |
| 7,564                             | GNMA 503169 7% 06/15/2030   | USA             | USD                 | 7,579           | —                  |
| 7,360                             | GNMA 002957 7.5% 08/20/2030 | USA             | USD                 | 7,579           | —                  |
| 7,539                             | GNMA 555154 7% 11/15/2031   | USA             | USD                 | 7,569           | —                  |
| 7,419                             | GNMA 536257 7.5% 08/15/2030 | USA             | USD                 | 7,538           | —                  |
| 7,461                             | GNMA 491491 7% 07/15/2029   | USA             | USD                 | 7,499           | —                  |
| 7,091                             | GNMA 550045 7% 06/15/2031   | USA             | USD                 | 7,261           | —                  |
| 7,190                             | GNMA 498276 7% 06/15/2031   | USA             | USD                 | 7,206           | —                  |
| 6,909                             | GNMA 002809 7% 09/20/2029   | USA             | USD                 | 7,043           | —                  |
| 6,988                             | GNMA 467788 8% 04/15/2028   | USA             | USD                 | 6,996           | —                  |
| 6,639                             | GNMA 781207 7.5% 08/15/2030 | USA             | USD                 | 6,887           | —                  |
| 6,683                             | GNMA 526207 8% 02/15/2030   | USA             | USD                 | 6,658           | —                  |
| 6,498                             | GNMA 547577 7% 03/15/2031   | USA             | USD                 | 6,566           | —                  |
| 6,397                             | GNMA 002675 7% 11/20/2028   | USA             | USD                 | 6,517           | —                  |
| 6,298                             | GNMA 580867 7% 12/15/2031   | USA             | USD                 | 6,401           | —                  |
| 6,542                             | GNMA 003486 4.5% 12/20/2033 | USA             | USD                 | 6,392           | —                  |
| 6,125                             | GNMA 003229 7% 04/20/2032   | USA             | USD                 | 6,332           | —                  |
| 6,149                             | GNMA 498269 7% 06/15/2031   | USA             | USD                 | 6,153           | —                  |
| 6,030                             | GNMA 436138 8% 01/15/2028   | USA             | USD                 | 6,037           | —                  |
| 5,740                             | GNMA 002987 7.5% 10/20/2030 | USA             | USD                 | 5,931           | —                  |
| 5,915                             | GNMA 543863 7.5% 01/15/2031 | USA             | USD                 | 5,925           | —                  |
| 5,637                             | GNMA 003294 5% 10/20/2032   | USA             | USD                 | 5,680           | —                  |
| 5,514                             | GNMA 542906 7% 06/15/2031   | USA             | USD                 | 5,517           | —                  |
| 5,406                             | GNMA 561522 7% 07/15/2031   | USA             | USD                 | 5,502           | —                  |
| 5,415                             | GNMA 002524 7.5% 12/20/2027 | USA             | USD                 | 5,470           | —                  |
| 5,354                             | GNMA 002742 7% 04/20/2029   | USA             | USD                 | 5,460           | —                  |
| 5,333                             | GNMA 780080 9% 03/15/2025   | USA             | USD                 | 5,340           | —                  |
| 5,067                             | GNMA 781252 8% 12/15/2030   | USA             | USD                 | 5,288           | —                  |
| 5,212                             | GNMA 554333 7% 03/15/2031   | USA             | USD                 | 5,236           | —                  |
| 5,251                             | GNMA 003528 4.5% 03/20/2034 | USA             | USD                 | 5,131           | —                  |

## Franklin U.S. Government Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                 | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------|-----------------|---------------------|-----------------|--------------------|
| 5,088                             | GNMA 485538 7% 06/15/2031   | USA             | USD                 | 5,097           | —                  |
| 4,922                             | GNMA 503947 7% 07/15/2029   | USA             | USD                 | 4,935           | —                  |
| 4,909                             | GNMA 530499 7.5% 09/15/2030 | USA             | USD                 | 4,891           | —                  |
| 4,669                             | GNMA 781388 6.5% 01/20/2032 | USA             | USD                 | 4,789           | —                  |
| 4,688                             | GNMA 581133 7% 03/15/2032   | USA             | USD                 | 4,693           | —                  |
| 4,631                             | GNMA 498932 7.5% 12/15/2030 | USA             | USD                 | 4,633           | —                  |
| 4,612                             | GNMA 484331 7.5% 09/15/2028 | USA             | USD                 | 4,624           | —                  |
| 4,476                             | GNMA 002768 7% 06/20/2029   | USA             | USD                 | 4,563           | —                  |
| 4,539                             | GNMA 554732 7% 04/15/2031   | USA             | USD                 | 4,559           | —                  |
| 4,393                             | GNMA 550867 7% 09/15/2031   | USA             | USD                 | 4,483           | —                  |
| 4,415                             | GNMA 436202 7.5% 02/15/2028 | USA             | USD                 | 4,427           | —                  |
| 4,619                             | GNMA AN0232 4% 06/15/2045   | USA             | USD                 | 4,325           | —                  |
| 4,310                             | GNMA 490792 7.5% 11/15/2028 | USA             | USD                 | 4,311           | —                  |
| 4,133                             | GNMA 551119 7% 08/15/2031   | USA             | USD                 | 4,203           | —                  |
| 4,146                             | GNMA 564718 7% 07/15/2031   | USA             | USD                 | 4,143           | —                  |
| 4,025                             | GNMA 543808 7% 02/15/2031   | USA             | USD                 | 4,039           | —                  |
| 3,944                             | GNMA 468244 8% 09/15/2028   | USA             | USD                 | 3,931           | —                  |
| 3,942                             | GNMA 527750 8% 07/15/2030   | USA             | USD                 | 3,927           | —                  |
| 3,708                             | GNMA 486846 7% 01/15/2029   | USA             | USD                 | 3,745           | —                  |
| 3,718                             | GNMA 491480 7% 06/15/2029   | USA             | USD                 | 3,740           | —                  |
| 3,685                             | GNMA 509461 7% 01/15/2030   | USA             | USD                 | 3,678           | —                  |
| 3,602                             | GNMA 002729 6.5% 03/20/2029 | USA             | USD                 | 3,657           | —                  |
| 3,481                             | GNMA 002397 8% 03/20/2027   | USA             | USD                 | 3,517           | —                  |
| 3,366                             | GNMA 002549 7.5% 02/20/2028 | USA             | USD                 | 3,388           | —                  |
| 3,224                             | GNMA 550475 7% 05/15/2031   | USA             | USD                 | 3,237           | —                  |
| 3,106                             | GNMA 508472 7% 04/15/2031   | USA             | USD                 | 3,157           | —                  |
| 3,158                             | GNMA 555370 7% 07/15/2031   | USA             | USD                 | 3,146           | —                  |
| 3,120                             | GNMA 781137 7.5% 01/15/2030 | USA             | USD                 | 3,125           | —                  |
| 3,020                             | GNMA 002548 7% 02/20/2028   | USA             | USD                 | 3,076           | —                  |
| 3,015                             | GNMA 002783 7% 07/20/2029   | USA             | USD                 | 3,071           | —                  |
| 3,009                             | GNMA 468593 7% 08/15/2031   | USA             | USD                 | 3,008           | —                  |
| 2,965                             | GNMA 447625 8% 06/15/2027   | USA             | USD                 | 2,970           | —                  |
| 2,815                             | GNMA 002972 7.5% 09/20/2030 | USA             | USD                 | 2,929           | —                  |
| 2,924                             | GNMA 551550 7% 07/15/2031   | USA             | USD                 | 2,926           | —                  |
| 2,730                             | GNMA 478697 7% 09/15/2029   | USA             | USD                 | 2,722           | —                  |
| 2,508                             | GNMA 781271 7% 04/15/2031   | USA             | USD                 | 2,577           | —                  |
| 2,479                             | GNMA 781124 7% 12/15/2029   | USA             | USD                 | 2,547           | —                  |
| 2,524                             | GNMA 533883 7% 06/15/2030   | USA             | USD                 | 2,532           | —                  |
| 2,517                             | GNMA 522934 7% 12/15/2030   | USA             | USD                 | 2,528           | —                  |
| 2,475                             | GNMA 002535 7% 01/20/2028   | USA             | USD                 | 2,522           | —                  |
| 2,482                             | GNMA 530586 7% 03/15/2031   | USA             | USD                 | 2,491           | —                  |
| 2,226                             | GNMA 555986 7% 08/15/2031   | USA             | USD                 | 2,226           | —                  |
| 2,195                             | GNMA 002379 8% 02/20/2027   | USA             | USD                 | 2,222           | —                  |
| 2,157                             | GNMA 002534 6.5% 01/20/2028 | USA             | USD                 | 2,190           | —                  |
| 2,135                             | GNMA 003203 7.5% 02/20/2032 | USA             | USD                 | 2,173           | —                  |
| 2,043                             | GNMA 465985 7.5% 03/15/2028 | USA             | USD                 | 2,047           | —                  |
| 1,846                             | GNMA 002922 8% 05/20/2030   | USA             | USD                 | 1,931           | —                  |
| 1,897                             | GNMA 567108 7% 08/15/2031   | USA             | USD                 | 1,897           | —                  |
| 1,891                             | GNMA 581927 7% 05/15/2032   | USA             | USD                 | 1,889           | —                  |
| 1,756                             | GNMA 002433 8% 05/20/2027   | USA             | USD                 | 1,779           | —                  |
| 1,709                             | GNMA 002617 7.5% 07/20/2028 | USA             | USD                 | 1,721           | —                  |
| 1,707                             | GNMA 490998 7% 12/15/2028   | USA             | USD                 | 1,721           | —                  |
| 1,629                             | GNMA 002935 8% 06/20/2030   | USA             | USD                 | 1,714           | —                  |
| 1,703                             | GNMA 447734 8% 06/15/2027   | USA             | USD                 | 1,705           | —                  |
| 1,687                             | GNMA 456263 7% 05/15/2028   | USA             | USD                 | 1,682           | —                  |
| 1,620                             | GNMA 434453 7% 07/15/2029   | USA             | USD                 | 1,625           | —                  |
| 1,522                             | GNMA 780910 8% 11/15/2028   | USA             | USD                 | 1,567           | —                  |
| 1,538                             | GNMA 510099 7% 07/15/2029   | USA             | USD                 | 1,553           | —                  |
| 1,498                             | GNMA 527136 8% 03/15/2030   | USA             | USD                 | 1,493           | —                  |
| 1,473                             | GNMA 486937 7% 02/15/2029   | USA             | USD                 | 1,485           | —                  |
| 1,377                             | GNMA 434781 8% 06/15/2030   | USA             | USD                 | 1,389           | —                  |
| 1,318                             | GNMA 002362 8% 01/20/2027   | USA             | USD                 | 1,329           | —                  |
| 1,327                             | GNMA 564712 7% 07/15/2031   | USA             | USD                 | 1,327           | —                  |
| 1,327                             | GNMA 491468 7% 05/15/2029   | USA             | USD                 | 1,325           | —                  |
| 1,313                             | GNMA 434979 7.5% 12/15/2030 | USA             | USD                 | 1,321           | —                  |
| 1,302                             | GNMA 582163 7% 06/15/2032   | USA             | USD                 | 1,301           | —                  |
| 1,289                             | GNMA BK3770 5.5% 01/20/2049 | USA             | USD                 | 1,296           | —                  |



**Franklin U.S. Government Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                 | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,259                             | GNMA 002512 8% 11/20/2027   | USA             | USD                 | 1,280           | —                  |
| 1,195                             | GNMA 002139 7.5% 12/20/2025 | USA             | USD                 | 1,196           | —                  |
| 1,174                             | GNMA 458900 7.5% 06/15/2028 | USA             | USD                 | 1,176           | —                  |
| 1,157                             | GNMA 447507 8% 04/15/2027   | USA             | USD                 | 1,158           | —                  |
| 1,137                             | GNMA 439448 8.5% 11/15/2026 | USA             | USD                 | 1,139           | —                  |
| 1,096                             | GNMA 470490 7% 06/15/2029   | USA             | USD                 | 1,098           | —                  |
| 1,050                             | GNMA 564706 7% 07/15/2031   | USA             | USD                 | 1,049           | —                  |
| 1,024                             | GNMA 513443 7.5% 10/15/2029 | USA             | USD                 | 1,025           | —                  |
| 1,007                             | GNMA 423836 8% 08/15/2026   | USA             | USD                 | 1,014           | —                  |
| 943                               | GNMA 479661 7.5% 10/15/2030 | USA             | USD                 | 942             | —                  |
| 916                               | GNMA 003276 7.5% 08/20/2032 | USA             | USD                 | 915             | —                  |
| 898                               | GNMA 513746 7% 08/15/2029   | USA             | USD                 | 902             | —                  |
| 872                               | GNMA 003135 7.5% 09/20/2031 | USA             | USD                 | 898             | —                  |
| 894                               | GNMA 434504 7% 08/15/2029   | USA             | USD                 | 893             | —                  |
| 864                               | GNMA 564438 7% 10/15/2031   | USA             | USD                 | 866             | —                  |
| 812                               | GNMA 002231 7% 06/20/2026   | USA             | USD                 | 828             | —                  |
| 819                               | GNMA 780974 8% 08/15/2028   | USA             | USD                 | 820             | —                  |
| 812                               | GNMA 002059 8% 08/20/2025   | USA             | USD                 | 812             | —                  |
| 811                               | GNMA 430049 8% 09/15/2026   | USA             | USD                 | 812             | —                  |
| 766                               | GNMA 002247 7% 07/20/2026   | USA             | USD                 | 780             | —                  |
| 729                               | GNMA 462483 8% 01/15/2028   | USA             | USD                 | 730             | —                  |
| 716                               | GNMA 003427 4.5% 08/20/2033 | USA             | USD                 | 699             | —                  |
| 674                               | GNMA 002521 6.5% 12/20/2027 | USA             | USD                 | 686             | —                  |
| 651                               | GNMA 780195 8% 07/15/2025   | USA             | USD                 | 651             | —                  |
| 625                               | GNMA 423944 8% 10/15/2026   | USA             | USD                 | 626             | —                  |
| 625                               | GNMA 003388 4.5% 05/20/2033 | USA             | USD                 | 611             | —                  |
| 586                               | GNMA 513020 7% 07/15/2029   | USA             | USD                 | 587             | —                  |
| 562                               | GNMA 003097 7.5% 06/20/2031 | USA             | USD                 | 577             | —                  |
| 555                               | GNMA 002799 8% 08/20/2029   | USA             | USD                 | 553             | —                  |
| 547                               | GNMA 436442 8% 08/15/2026   | USA             | USD                 | 548             | —                  |
| 528                               | GNMA 434329 7% 05/15/2029   | USA             | USD                 | 530             | —                  |
| 519                               | GNMA 003163 7.5% 11/20/2031 | USA             | USD                 | 524             | —                  |
| 479                               | GNMA 003498 4.5% 01/20/2034 | USA             | USD                 | 468             | —                  |
| 460                               | GNMA 393342 8.5% 02/15/2027 | USA             | USD                 | 461             | —                  |
| 421                               | GNMA 002646 7.5% 09/20/2028 | USA             | USD                 | 427             | —                  |
| 424                               | GNMA 003359 5% 03/20/2033   | USA             | USD                 | 418             | —                  |
| 419                               | GNMA 002676 7.5% 11/20/2028 | USA             | USD                 | 417             | —                  |
| 405                               | GNMA 562203 7% 08/15/2031   | USA             | USD                 | 411             | —                  |
| 404                               | GNMA 565347 7% 08/15/2031   | USA             | USD                 | 404             | —                  |
| 384                               | GNMA 002934 7.5% 06/20/2030 | USA             | USD                 | 393             | —                  |
| 389                               | GNMA 780563 8% 12/15/2024   | USA             | USD                 | 389             | —                  |
| 343                               | GNMA 569702 7% 02/15/2032   | USA             | USD                 | 351             | —                  |
| 350                               | GNMA 410064 8% 07/15/2025   | USA             | USD                 | 350             | —                  |
| 341                               | GNMA 428919 7.5% 03/15/2027 | USA             | USD                 | 341             | —                  |
| 313                               | GNMA 456888 7% 05/15/2028   | USA             | USD                 | 313             | —                  |
| 300                               | GNMA 410167 8% 10/15/2025   | USA             | USD                 | 299             | —                  |
| 293                               | GNMA 780618 8% 08/15/2027   | USA             | USD                 | 297             | —                  |
| 296                               | GNMA 451363 8% 08/15/2027   | USA             | USD                 | 296             | —                  |
| 295                               | GNMA 431823 8% 12/15/2026   | USA             | USD                 | 295             | —                  |
| 281                               | GNMA 561580 7% 09/15/2031   | USA             | USD                 | 286             | —                  |
| 269                               | GNMA 002824 7% 10/20/2029   | USA             | USD                 | 274             | —                  |
| 272                               | GNMA 439445 8% 11/15/2026   | USA             | USD                 | 273             | —                  |
| 268                               | GNMA 436582 8% 12/15/2026   | USA             | USD                 | 269             | —                  |
| 264                               | GNMA 441273 8% 10/15/2026   | USA             | USD                 | 264             | —                  |
| 260                               | GNMA 483358 7% 05/15/2029   | USA             | USD                 | 260             | —                  |
| 243                               | GNMA 002122 8% 11/20/2025   | USA             | USD                 | 243             | —                  |
| 233                               | GNMA 462423 8% 12/15/2027   | USA             | USD                 | 234             | —                  |
| 230                               | GNMA 781184 8% 12/15/2024   | USA             | USD                 | 230             | —                  |
| 211                               | GNMA 002485 7.5% 09/20/2027 | USA             | USD                 | 213             | —                  |
| 206                               | GNMA 002391 6.5% 03/20/2027 | USA             | USD                 | 209             | —                  |
| 205                               | GNMA 446648 7% 07/15/2028   | USA             | USD                 | 206             | —                  |
| 197                               | GNMA 442119 7.5% 11/15/2026 | USA             | USD                 | 198             | —                  |
| 194                               | GNMA 431786 8% 12/15/2026   | USA             | USD                 | 194             | —                  |
| 182                               | GNMA 780622 8% 08/15/2027   | USA             | USD                 | 184             | —                  |
| 183                               | GNMA 451507 8% 10/15/2027   | USA             | USD                 | 184             | —                  |
| 181                               | GNMA 492233 7% 05/15/2029   | USA             | USD                 | 181             | —                  |
| 178                               | GNMA 499462 7% 04/15/2029   | USA             | USD                 | 178             | —                  |

## Franklin U.S. Government Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                                             | Description                 | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-------------------------------------------------------------------------------|-----------------------------|-----------------|---------------------|--------------------|--------------------|
| 174                                                                           | GNMA 002233 7.5% 06/20/2026 | USA             | USD                 | 175                | —                  |
| 153                                                                           | GNMA 483669 7% 11/15/2028   | USA             | USD                 | 152                | —                  |
| 146                                                                           | GNMA 002248 7.5% 07/20/2026 | USA             | USD                 | 147                | —                  |
| 145                                                                           | GNMA 002605 7.5% 06/20/2028 | USA             | USD                 | 146                | —                  |
| 144                                                                           | GNMA 002495 6.5% 10/20/2027 | USA             | USD                 | 146                | —                  |
| 145                                                                           | GNMA 393669 9% 01/15/2025   | USA             | USD                 | 145                | —                  |
| 144                                                                           | GNMA 498507 7% 03/15/2029   | USA             | USD                 | 145                | —                  |
| 144                                                                           | GNMA 571771 7% 10/15/2031   | USA             | USD                 | 144                | —                  |
| 134                                                                           | GNMA 002396 7.5% 03/20/2027 | USA             | USD                 | 134                | —                  |
| 130                                                                           | GNMA 002322 7.5% 11/20/2026 | USA             | USD                 | 131                | —                  |
| 130                                                                           | GNMA 423825 8% 06/15/2026   | USA             | USD                 | 130                | —                  |
| 123                                                                           | GNMA 002218 7.5% 05/20/2026 | USA             | USD                 | 123                | —                  |
| 109                                                                           | GNMA 002826 8% 10/20/2029   | USA             | USD                 | 113                | —                  |
| 112                                                                           | GNMA 002303 7.5% 10/20/2026 | USA             | USD                 | 112                | —                  |
| 110                                                                           | GNMA 510983 7% 06/15/2029   | USA             | USD                 | 110                | —                  |
| 100                                                                           | GNMA 267933 7% 02/15/2028   | USA             | USD                 | 100                | —                  |
| 96                                                                            | GNMA 002378 7.5% 02/20/2027 | USA             | USD                 | 96                 | —                  |
| 92                                                                            | GNMA 451364 8.5% 08/15/2027 | USA             | USD                 | 92                 | —                  |
| 88                                                                            | GNMA 453636 8% 09/15/2027   | USA             | USD                 | 88                 | —                  |
| 81                                                                            | GNMA 002360 7.5% 01/20/2027 | USA             | USD                 | 82                 | —                  |
| 78                                                                            | GNMA 470637 7% 07/15/2029   | USA             | USD                 | 79                 | —                  |
| 78                                                                            | GNMA 416234 7.5% 05/15/2026 | USA             | USD                 | 78                 | —                  |
| 76                                                                            | GNMA 458912 7% 08/15/2028   | USA             | USD                 | 76                 | —                  |
| 72                                                                            | GNMA 442035 8% 10/15/2026   | USA             | USD                 | 72                 | —                  |
| 70                                                                            | GNMA 780042 8% 01/15/2025   | USA             | USD                 | 70                 | —                  |
| 58                                                                            | GNMA 498398 7% 02/15/2029   | USA             | USD                 | 58                 | —                  |
| 58                                                                            | GNMA 449188 8% 10/15/2027   | USA             | USD                 | 58                 | —                  |
| 54                                                                            | GNMA 584344 7% 04/15/2032   | USA             | USD                 | 54                 | —                  |
| 49                                                                            | GNMA 465218 7% 03/15/2029   | USA             | USD                 | 49                 | —                  |
| 44                                                                            | GNMA 423069 8% 07/15/2027   | USA             | USD                 | 44                 | —                  |
| 43                                                                            | GNMA 449475 8% 09/15/2027   | USA             | USD                 | 43                 | —                  |
| 28                                                                            | GNMA 002945 7.5% 07/20/2030 | USA             | USD                 | 28                 | —                  |
| 25                                                                            | GNMA 002217 7% 05/20/2026   | USA             | USD                 | 25                 | —                  |
| 22                                                                            | GNMA 530008 7% 06/15/2030   | USA             | USD                 | 22                 | —                  |
| 18                                                                            | GNMA 781251 8% 11/15/2025   | USA             | USD                 | 18                 | —                  |
| 15                                                                            | GNMA 780077 8% 03/15/2025   | USA             | USD                 | 15                 | —                  |
| 14                                                                            | GNMA 002156 8% 01/20/2026   | USA             | USD                 | 14                 | —                  |
|                                                                               |                             |                 |                     | 757,468,948        | 95.36              |
| <b>Government and Municipal Bonds</b>                                         |                             |                 |                     |                    |                    |
| 33,220,000                                                                    | FHLB 0% 07/01/2024          | USA             | USD                 | 33,205,605         | 4.18               |
|                                                                               |                             |                 |                     | 33,205,605         | 4.18               |
| <b>TOTAL BONDS</b>                                                            |                             |                 |                     | 790,674,553        | 99.54              |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b> |                             |                 |                     | 790,674,553        | 99.54              |
| <b>TOTAL INVESTMENTS</b>                                                      |                             |                 |                     | <b>790,674,553</b> | <b>99.54</b>       |

## Schedule of Investments, June 30, 2024

## Franklin U.S. Low Duration Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                    |                 |                     |                 |                    |
| 2,400,000                         | Philip Morris International, Inc. 4.875% 02/15/2028                       | USA             | USD                 | 2,380,148       | 0.85               |
| 2,200,000                         | MPLX LP 4.875% 12/01/2024                                                 | USA             | USD                 | 2,190,893       | 0.79               |
| 2,200,000                         | Verizon Communications, Inc. 2.1% 03/22/2028                              | USA             | USD                 | 1,979,003       | 0.71               |
| 1,600,000                         | Citigroup, Inc. 4.6% 03/09/2026                                           | USA             | USD                 | 1,575,206       | 0.57               |
| 1,500,000                         | Georgia Power Co. 4.65% 05/16/2028                                        | USA             | USD                 | 1,477,451       | 0.53               |
| 1,500,000                         | Goldman Sachs Group, Inc. (The) 3.5% 04/01/2025                           | USA             | USD                 | 1,477,370       | 0.53               |
| 1,500,000                         | General Dynamics Corp. 3.25% 04/01/2025                                   | USA             | USD                 | 1,475,755       | 0.53               |
| 1,500,000                         | BP Capital Markets America, Inc. 3.41% 02/11/2026                         | USA             | USD                 | 1,458,338       | 0.52               |
| 1,300,000                         | JPMorgan Chase & Co. 3.875% 09/10/2024                                    | USA             | USD                 | 1,295,006       | 0.46               |
| 1,200,000                         | Imperial Brands Finance plc, 144A 4.25% 07/21/2025                        | GBR             | USD                 | 1,182,179       | 0.42               |
| 1,200,000                         | SK Hynix, Inc., 144A 1.5% 01/19/2026                                      | KOR             | USD                 | 1,126,865       | 0.40               |
| 1,100,000                         | Mitsubishi UFJ Financial Group, Inc. 5.063% 09/12/2025                    | JPN             | USD                 | 1,098,112       | 0.39               |
| 1,100,000                         | Marsh & McLennan Cos., Inc. 4.375% 03/15/2029                             | USA             | USD                 | 1,075,263       | 0.39               |
| 1,100,000                         | RTX Corp. 4.125% 11/16/2028                                               | USA             | USD                 | 1,059,233       | 0.38               |
| 1,100,000                         | CVS Health Corp. 2.875% 06/01/2026                                        | USA             | USD                 | 1,047,924       | 0.38               |
| 1,000,000                         | Energy Transfer LP 6.05% 12/01/2026                                       | USA             | USD                 | 1,013,492       | 0.36               |
| 1,000,000                         | Campbell Soup Co. 5.2% 03/19/2027                                         | USA             | USD                 | 1,001,853       | 0.36               |
| 1,000,000                         | Fiserv, Inc. 5.15% 03/15/2027                                             | USA             | USD                 | 1,000,834       | 0.36               |
| 1,000,000                         | Williams Cos., Inc. (The) 5.4% 03/02/2026                                 | USA             | USD                 | 999,503         | 0.36               |
| 1,000,000                         | BAE Systems plc, 144A 5% 03/26/2027                                       | GBR             | USD                 | 992,934         | 0.36               |
| 1,000,000                         | Banco Santander SA 5.179% 11/19/2025                                      | ESP             | USD                 | 990,774         | 0.36               |
| 1,000,000                         | Capital One Financial Corp. 4.25% 04/30/2025                              | USA             | USD                 | 988,120         | 0.35               |
| 1,000,000                         | Altria Group, Inc. 4.4% 02/14/2026                                        | USA             | USD                 | 984,266         | 0.35               |
| 1,000,000                         | Pfizer Investment Enterprises Pte. Ltd. 4.45% 05/19/2028                  | USA             | USD                 | 982,666         | 0.35               |
| 1,000,000                         | Dominion Energy, Inc. 3.9% 10/01/2025                                     | USA             | USD                 | 979,590         | 0.35               |
| 1,000,000                         | HCA, Inc. 4.5% 02/15/2027                                                 | USA             | USD                 | 977,415         | 0.35               |
| 1,000,000                         | TWDC Enterprises 18 Corp. 3.15% 09/17/2025                                | USA             | USD                 | 974,913         | 0.35               |
| 1,000,000                         | Duke Energy Corp. 4.3% 03/15/2028                                         | USA             | USD                 | 970,541         | 0.35               |
| 1,000,000                         | Energy Transfer LP 4.2% 04/15/2027                                        | USA             | USD                 | 970,202         | 0.35               |
| 1,000,000                         | Enterprise Products Operating LLC 4.15% 10/16/2028                        | USA             | USD                 | 967,155         | 0.35               |
| 1,000,000                         | Toll Brothers Finance Corp. 4.35% 02/15/2028                              | USA             | USD                 | 966,694         | 0.35               |
| 1,000,000                         | Westlake Corp. 3.6% 08/15/2026                                            | USA             | USD                 | 962,581         | 0.35               |
| 1,000,000                         | Owens Corning 3.4% 08/15/2026                                             | USA             | USD                 | 960,607         | 0.34               |
| 1,000,000                         | Essex Portfolio LP 3.625% 05/01/2027                                      | USA             | USD                 | 957,237         | 0.34               |
| 1,000,000                         | Sysco Corp. 3.25% 07/15/2027                                              | USA             | USD                 | 947,340         | 0.34               |
| 1,000,000                         | Oracle Corp. 2.8% 04/01/2027                                              | USA             | USD                 | 939,115         | 0.34               |
| 1,000,000                         | Elevance Health, Inc. 1.5% 03/15/2026                                     | USA             | USD                 | 938,338         | 0.34               |
| 900,000                           | Tapestry, Inc. 7% 11/27/2026                                              | USA             | USD                 | 925,277         | 0.33               |
| 900,000                           | Boeing Co. (The) 2.196% 02/04/2026                                        | USA             | USD                 | 846,310         | 0.30               |
| 800,000                           | Prologis LP 4.875% 06/15/2028                                             | USA             | USD                 | 796,397         | 0.29               |
| 800,000                           | T-Mobile USA, Inc. 3.5% 04/15/2025                                        | USA             | USD                 | 786,695         | 0.28               |
| 800,000                           | Alexandria Real Estate Equities, Inc. 3.95% 01/15/2028                    | USA             | USD                 | 766,360         | 0.27               |
| 800,000                           | Capital One Financial Corp. 3.8% 01/31/2028                               | USA             | USD                 | 760,822         | 0.27               |
| 750,000                           | UBS Group AG 4.55% 04/17/2026                                             | CHE             | USD                 | 737,369         | 0.26               |
| 800,000                           | Shinhan Bank Co. Ltd., 144A 1.375% 10/21/2026                             | KOR             | USD                 | 734,588         | 0.26               |
| 700,000                           | Toyota Motor Credit Corp. 5% 03/19/2027                                   | USA             | USD                 | 700,176         | 0.25               |
| 700,000                           | HSBC Holdings plc 4.18% 12/09/2025                                        | GBR             | USD                 | 694,882         | 0.25               |
| 700,000                           | HSBC Holdings plc 4.25% 08/18/2025                                        | GBR             | USD                 | 687,731         | 0.25               |
| 700,000                           | Duke Energy Corp. 2.65% 09/01/2026                                        | USA             | USD                 | 661,942         | 0.24               |
| 600,000                           | Southern Co. (The) 5.5% 03/15/2029                                        | USA             | USD                 | 608,081         | 0.22               |
| 600,000                           | UBS Group AG, 144A 5.711% 01/12/2027                                      | CHE             | USD                 | 600,548         | 0.22               |
| 600,000                           | Hewlett Packard Enterprise Co. 5.9% 10/01/2024                            | USA             | USD                 | 599,969         | 0.22               |
| 600,000                           | Korea East-West Power Co. Ltd., 144A 3.6% 05/06/2025                      | KOR             | USD                 | 590,286         | 0.21               |
| 600,000                           | Morgan Stanley 4.35% 09/08/2026                                           | USA             | USD                 | 586,988         | 0.21               |
| 624,000                           | Cigna Group (The) 1.25% 03/15/2026                                        | USA             | USD                 | 582,879         | 0.21               |
| 550,000                           | DTE Energy Co. 4.875% 06/01/2028                                          | USA             | USD                 | 541,572         | 0.19               |
| 500,000                           | Ford Motor Credit Co. LLC 5.85% 05/17/2027                                | USA             | USD                 | 500,170         | 0.18               |
| 500,000                           | Anheuser-Busch InBev Worldwide, Inc. 4.75% 01/23/2029                     | BEL             | USD                 | 497,325         | 0.18               |
| 500,000                           | KeyBank NA 4.15% 08/08/2025                                               | USA             | USD                 | 490,448         | 0.18               |
| 500,000                           | Haleon US Capital LLC 3.375% 03/24/2027                                   | USA             | USD                 | 477,271         | 0.17               |
| 400,000                           | Sysco Corp. 5.75% 01/17/2029                                              | USA             | USD                 | 409,682         | 0.15               |
| 400,000                           | AerCap Ireland Capital DAC 6.1% 01/15/2027                                | IRL             | USD                 | 406,017         | 0.15               |

## Franklin U.S. Low Duration Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                                                   | Description                                                                            | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 400,000                                                                             | Goldman Sachs Group, Inc. (The) 5.7% 11/01/2024                                        | USA             | USD                 | 400,172         | 0.14               |
| 400,000                                                                             | Teva Pharmaceutical Finance Netherlands III BV 4.75% 05/09/2027                        | ISR             | USD                 | 385,963         | 0.14               |
| 350,000                                                                             | Estee Lauder Cos., Inc. (The) 4.375% 05/15/2028                                        | USA             | USD                 | 342,995         | 0.12               |
| 350,000                                                                             | AerCap Ireland Capital DAC 3% 10/29/2028                                               | IRL             | USD                 | 318,192         | 0.11               |
| 315,000                                                                             | Florida Power & Light Co. 4.4% 05/15/2028                                              | USA             | USD                 | 309,505         | 0.11               |
| 300,000                                                                             | Hershey Co. (The) 4.25% 05/04/2028                                                     | USA             | USD                 | 295,206         | 0.11               |
| 300,000                                                                             | EnLink Midstream Partners LP 4.85% 07/15/2026                                          | USA             | USD                 | 294,628         | 0.11               |
| 300,000                                                                             | Goldman Sachs Group, Inc. (The) 4.387% 06/15/2027                                      | USA             | USD                 | 294,273         | 0.11               |
| 200,000                                                                             | Public Storage Operating Co. 5.125% 01/15/2029                                         | USA             | USD                 | 201,778         | 0.07               |
| 200,000                                                                             | Hillenbrand, Inc. 6.25% 02/15/2029                                                     | USA             | USD                 | 201,209         | 0.07               |
| 200,000                                                                             | DAE Funding LLC, 144A 1.55% 08/01/2024                                                 | ARE             | USD                 | 199,189         | 0.07               |
| 200,000                                                                             | MPT Operating Partnership LP 5% 10/15/2027                                             | USA             | USD                 | 165,366         | 0.06               |
| 150,000                                                                             | F&G Annuities & Life, Inc. 6.5% 06/04/2029                                             | USA             | USD                 | 149,574         | 0.05               |
| 150,000                                                                             | L3Harris Technologies, Inc. 5.05% 06/01/2029                                           | USA             | USD                 | 148,997         | 0.05               |
| 100,000                                                                             | Tapestry, Inc. 7.05% 11/27/2025                                                        | USA             | USD                 | 101,704         | 0.04               |
| 50,000                                                                              | Bio-Rad Laboratories, Inc. 3.3% 03/15/2027                                             | USA             | USD                 | 47,380          | 0.02               |
|                                                                                     |                                                                                        |                 |                     | 63,210,832      | 22.68              |
| <b>Government and Municipal Bonds</b>                                               |                                                                                        |                 |                     |                 |                    |
| 14,100,000                                                                          | US Treasury 0.25% 10/31/2025                                                           | USA             | USD                 | 13,252,899      | 4.75               |
| 11,500,000                                                                          | US Treasury 4.625% 06/30/2025                                                          | USA             | USD                 | 11,444,847      | 4.11               |
| 12,000,000                                                                          | US Treasury 0.375% 11/30/2025                                                          | USA             | USD                 | 11,259,141      | 4.04               |
| 11,400,000                                                                          | US Treasury 2.875% 05/31/2025                                                          | USA             | USD                 | 11,165,927      | 4.01               |
| 10,000,000                                                                          | US Treasury 0.25% 05/31/2025                                                           | USA             | USD                 | 9,562,633       | 3.43               |
| 8,400,000                                                                           | US Treasury 0.375% 01/31/2026                                                          | USA             | USD                 | 7,829,555       | 2.81               |
| 6,000,000                                                                           | US Treasury 1% 12/15/2024                                                              | USA             | USD                 | 5,884,643       | 2.11               |
| 6,000,000                                                                           | US Treasury 2.625% 04/15/2025                                                          | USA             | USD                 | 5,881,808       | 2.11               |
| 2,500,000                                                                           | US Treasury Inflation Indexed 0.125% 04/15/2026                                        | USA             | USD                 | 2,855,833       | 1.02               |
| 2,500,000                                                                           | US Treasury 0.75% 08/31/2026                                                           | USA             | USD                 | 2,299,609       | 0.82               |
| 1,000,000                                                                           | US Treasury 1.75% 07/31/2024                                                           | USA             | USD                 | 997,029         | 0.36               |
| 300,000                                                                             | Korea Electric Power Corp., 144A 5.375% 04/06/2026                                     | KOR             | USD                 | 300,294         | 0.11               |
| 200,000                                                                             | US Treasury 0.625% 10/15/2024                                                          | USA             | USD                 | 197,268         | 0.07               |
| 130,000                                                                             | Petroleos Mexicanos 6.875% 10/16/2025                                                  | MEX             | USD                 | 129,625         | 0.05               |
|                                                                                     |                                                                                        |                 |                     | 83,061,111      | 29.80              |
| <b>Supranational</b>                                                                |                                                                                        |                 |                     |                 |                    |
| 1,500,000                                                                           | Banque Ouest Africaine de Developpement, Reg. S 5% 07/27/2027                          | SP              | USD                 | 1,435,828       | 0.52               |
|                                                                                     |                                                                                        |                 |                     | 1,435,828       | 0.52               |
| <b>TOTAL BONDS</b>                                                                  |                                                                                        |                 |                     | 147,707,771     | 53.00              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b> |                                                                                        |                 |                     | 147,707,771     | 53.00              |
| TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET                        |                                                                                        |                 |                     |                 |                    |
| <b>BONDS</b>                                                                        |                                                                                        |                 |                     |                 |                    |
| <b>Asset-Backed Securities</b>                                                      |                                                                                        |                 |                     |                 |                    |
| 3,000,000                                                                           | RR 14 Ltd., Series 2021-14A, 144A, FRN 6.71% 04/15/2036                                | CYM             | USD                 | 3,006,433       | 1.08               |
| 2,090,000                                                                           | Flatiron CLO 28 Ltd., Series 2024-1A, 144A, FRN 6.587% 07/15/2036                      | CYM             | USD                 | 2,089,774       | 0.75               |
| 1,920,000                                                                           | Allegro CLO VII Ltd., Series 2018-1A, 144A, FRN 6.467% 06/13/2031                      | CYM             | USD                 | 1,920,000       | 0.69               |
| 1,785,000                                                                           | Aimco CLO 11 Ltd., Series 2020-11A, 144A, FRN 6.709% 10/17/2034                        | CYM             | USD                 | 1,788,666       | 0.64               |
| 1,380,000                                                                           | KKR CLO 17 Ltd., Series 17, 144A, FRN 6.67% 04/15/2034                                 | CYM             | USD                 | 1,381,124       | 0.50               |
| 1,350,000                                                                           | Pikes Peak CLO 6, Series 2020-6A, 144A, FRN 6.757% 05/18/2034                          | CYM             | USD                 | 1,351,984       | 0.49               |
| 1,350,000                                                                           | LCM 34 Ltd., Series 34A, 144A, FRN 6.756% 10/20/2034                                   | CYM             | USD                 | 1,350,675       | 0.49               |
| 1,240,000                                                                           | Apidos CLO XXXII, Series 2019-32A, 144A, FRN 6.443% 01/20/2033                         | CYM             | USD                 | 1,240,000       | 0.44               |
| 1,307,590                                                                           | Towd Point Mortgage Trust, Series 2018-4, 144A, FRN 3% 06/25/2058                      | USA             | USD                 | 1,206,055       | 0.43               |
| 1,100,000                                                                           | Goldentree Loan Management US CLO 1 Ltd., Series 2021-11A, 144A, FRN 6.716% 10/20/2034 | CYM             | USD                 | 1,102,443       | 0.40               |
| 1,140,657                                                                           | FHLMC Pool SB8183 3.5% 10/01/2037                                                      | USA             | USD                 | 1,078,884       | 0.39               |
| 1,091,811                                                                           | FHLMC Pool SB8182 3% 10/01/2037                                                        | USA             | USD                 | 1,010,237       | 0.36               |
| 1,000,000                                                                           | Octagon Investment Partners 35 Ltd., Series 2018-1A, 144A, FRN 6.686% 01/20/2031       | CYM             | USD                 | 1,001,387       | 0.36               |
| 799,135                                                                             | DBCG Mortgage Trust, Series 2017-BBG, 144A, FRN 8.5% 06/15/2034                        | USA             | USD                 | 799,088         | 0.29               |

**Franklin U.S. Low Duration Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 797,336                           | Mill City Mortgage Loan Trust, Series 2018-4, 144A, FRN<br>3.5% 04/25/2066                                                              | USA             | USD                 | 769,518         | 0.28               |
| 606,193                           | FNMA, Series 2015-C03, FRN 10.45% 07/25/2025<br>Connecticut Avenue Securities Trust, Series 2024-R02, 144A, FRN<br>6.435% 02/25/2044    | USA             | USD                 | 632,886         | 0.23               |
| 561,746                           | Ellington CLO III Ltd., Series 2018-3A, 144A, FRN<br>7.236% 07/20/2030                                                                  | USA             | USD                 | 562,325         | 0.20               |
| 499,859                           | FNMA, Series 2015-C02, FRN 9.45% 05/25/2025<br>FHLMC Structured Agency Credit Risk Debt Notes, Series 2014-<br>HQ2, FRN 9.2% 09/25/2024 | USA             | USD                 | 500,496         | 0.18               |
| 475,664                           | FNMA, Series 2016-C01, FRN 12.4% 08/25/2028<br>Connecticut Avenue Securities Trust, Series 2024-R03, 144A, FRN<br>6.485% 03/25/2044     | USA             | USD                 | 487,909         | 0.18               |
| 478,744                           | FNMA, Series 2014-C03, FRN 8.35% 07/25/2024                                                                                             | USA             | USD                 | 483,418         | 0.17               |
| 373,358                           | FNMA, Series 2015-C01, FRN 9.75% 02/25/2025<br>Ameriquest Mortgage Securities, Inc., Series 2004-R9, FRN<br>6.48% 10/25/2034            | USA             | USD                 | 388,434         | 0.14               |
| 339,565                           | FNMA, Series 2005-122, FRN 5.8% 01/25/2036                                                                                              | USA             | USD                 | 340,336         | 0.12               |
| 244,213                           | FNMA AL1734, FRN 6.088% 12/01/2036                                                                                                      | USA             | USD                 | 244,497         | 0.09               |
| 234,407                           | FNMA 462032, FRN 6.265% 07/01/2035                                                                                                      | USA             | USD                 | 238,522         | 0.09               |
| 200,231                           | FNMA 733520, FRN 5.846% 08/01/2033                                                                                                      | USA             | USD                 | 197,101         | 0.07               |
| 162,791                           | FNMA 711476, FRN 7.38% 05/01/2033<br>Structured Asset Investment Loan Trust, Series 2004-8, FRN<br>6.36% 09/25/2034                     | USA             | USD                 | 160,414         | 0.06               |
| 118,902                           | FNMA 851580, FRN 5.998% 03/01/2036<br>FHLMC Structured Agency Credit Risk Debt Notes, Series 2015-<br>HQ2, FRN 8.7% 05/25/2025          | USA             | USD                 | 119,238         | 0.04               |
| 109,339                           | FNMA 560911, FRN 5.018% 02/01/2030<br>Credit Suisse First Boston Mortgage Securities Corp., Series 2001-<br>HE8, FRN 6.51% 02/25/2031   | USA             | USD                 | 109,658         | 0.04               |
| 96,663                            | FNMA 573828, FRN 6.395% 03/01/2031                                                                                                      | USA             | USD                 | 96,724          | 0.04               |
| 80,172                            | FNMA 796705, FRN 6.06% 09/01/2034<br>Morgan Stanley ABS Capital I, Inc. Trust, Series 2004-HE6, FRN<br>6.14% 08/25/2034                 | USA             | USD                 | 79,835          | 0.03               |
| 81,535                            | FNMA 879152, FRN 5.995% 11/01/2035                                                                                                      | USA             | USD                 | 77,587          | 0.03               |
| 75,936                            | FNMA 817290, FRN 6.121% 06/01/2035                                                                                                      | USA             | USD                 | 75,160          | 0.03               |
| 74,399                            | FNMA 732001, FRN 6.245% 09/01/2033                                                                                                      | USA             | USD                 | 74,998          | 0.03               |
| 66,083                            | FNMA 995348, FRN 6.53% 03/01/2038                                                                                                       | USA             | USD                 | 65,076          | 0.02               |
| 66,954                            | FNMA 801337, FRN 7.147% 09/01/2034                                                                                                      | USA             | USD                 | 64,726          | 0.02               |
| 55,595                            | FNMA 917697, FRN 7.075% 04/01/2047                                                                                                      | USA             | USD                 | 55,566          | 0.02               |
| 54,764                            | FNMA 620036, FRN 4.397% 11/01/2032                                                                                                      | USA             | USD                 | 55,534          | 0.02               |
| 58,720                            | FNMA AD4757 4% 04/01/2025                                                                                                               | USA             | USD                 | 53,264          | 0.02               |
| 49,004                            | FNMA AL0354, FRN 5.682% 07/01/2036                                                                                                      | USA             | USD                 | 49,954          | 0.02               |
| 47,377                            | FNMA 620042, FRN 4.397% 10/01/2032                                                                                                      | USA             | USD                 | 47,175          | 0.02               |
| 44,360                            | FNMA 710545, FRN 6.343% 06/01/2033                                                                                                      | USA             | USD                 | 44,933          | 0.02               |
| 40,649                            | FNMA 825485, FRN 6.473% 08/01/2035                                                                                                      | USA             | USD                 | 41,064          | 0.02               |
| 35,603                            | FNMA 683673, FRN 6.125% 07/01/2033                                                                                                      | USA             | USD                 | 36,002          | 0.01               |
| 34,984                            | FNMA 784140, FRN 6.885% 04/01/2036                                                                                                      | USA             | USD                 | 34,996          | 0.01               |
| 36,235                            | FNMA 723653, FRN 6.838% 07/01/2033                                                                                                      | USA             | USD                 | 34,945          | 0.01               |
| 34,282                            | FNMA 670347, FRN 7.583% 08/01/2032                                                                                                      | USA             | USD                 | 33,955          | 0.01               |
| 32,734                            | FNMA AW0773, FRN 5.8% 02/01/2044                                                                                                        | USA             | USD                 | 32,939          | 0.01               |
| 34,070                            | FNMA 593889, FRN 5.913% 07/01/2031                                                                                                      | USA             | USD                 | 32,900          | 0.01               |
| 29,535                            | FNMA 800033, FRN 5.663% 12/01/2034                                                                                                      | USA             | USD                 | 30,374          | 0.01               |
| 28,956                            | FNMA 687722, FRN 6.327% 02/01/2033                                                                                                      | USA             | USD                 | 29,994          | 0.01               |
| 29,180                            | FNMA 725970, FRN 6.836% 10/01/2034                                                                                                      | USA             | USD                 | 29,822          | 0.01               |
| 29,045                            | FNMA 891332, FRN 7.348% 04/01/2036                                                                                                      | USA             | USD                 | 28,981          | 0.01               |
| 27,164                            | Merrill Lynch Mortgage Investors Trust, Series 2003-A, FRN<br>6.2% 03/25/2028                                                           | USA             | USD                 | 27,304          | 0.01               |
| 25,778                            | FNMA 810106, FRN 6.724% 03/01/2035                                                                                                      | USA             | USD                 | 25,906          | 0.01               |
| 24,989                            | FNMA 909377, FRN 6.047% 02/01/2037                                                                                                      | USA             | USD                 | 25,188          | 0.01               |
| 24,991                            | CWABS, Inc. Trust, Series 2004-1, FRN 6.21% 03/25/2034                                                                                  | USA             | USD                 | 25,176          | 0.01               |
| 25,007                            | FNMA 888516, FRN 6.244% 11/01/2035                                                                                                      | USA             | USD                 | 25,018          | 0.01               |
| 23,670                            | FNMA 705884, FRN 6.21% 04/01/2032                                                                                                       | USA             | USD                 | 23,832          | 0.01               |
| 23,307                            | FNMA 844532, FRN 6.838% 11/01/2035                                                                                                      | USA             | USD                 | 23,427          | 0.01               |
| 21,887                            | FNMA 726774, FRN 6.05% 02/01/2033                                                                                                       | USA             | USD                 | 22,125          | 0.01               |
| 22,647                            | FNMA 973151, FRN 6.405% 02/01/2038                                                                                                      | USA             | USD                 | 21,312          | 0.01               |
| 20,852                            | FNMA 396512, FRN 6.51% 08/01/2037                                                                                                       | USA             | USD                 | 21,087          | 0.01               |
| 20,444                            |                                                                                                                                         | USA             | USD                 | 20,613          | 0.01               |
| 20,381                            |                                                                                                                                         | USA             | USD                 | 20,455          | 0.01               |
| 18,598                            |                                                                                                                                         | USA             | USD                 | 19,112          | 0.01               |
| 17,735                            |                                                                                                                                         | USA             | USD                 | 17,640          | 0.01               |
| 17,724                            |                                                                                                                                         | USA             | USD                 | 17,532          | 0.01               |
| 16,154                            |                                                                                                                                         | USA             | USD                 | 16,213          | 0.01               |
| 15,836                            |                                                                                                                                         | USA             | USD                 | 16,013          | 0.01               |
| 15,525                            |                                                                                                                                         | USA             | USD                 | 15,854          | 0.01               |



## Franklin U.S. Low Duration Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                  | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 14,606                            | FNMA 703694, FRN 6.841% 04/01/2033                           | USA             | USD                 | 14,563          | 0.01               |
| 14,659                            | FNMA 735642, FRN 6.314% 08/01/2042                           | USA             | USD                 | 14,547          | 0.01               |
| 14,291                            | FNMA 731491, FRN 6.385% 10/01/2033                           | USA             | USD                 | 14,526          | 0.01               |
| 12,832                            | FNMA AD0479, FRN 5.835% 11/01/2039                           | USA             | USD                 | 12,953          | 0.01               |
| 12,558                            | FNMA 968557, FRN 6.408% 03/01/2038                           | USA             | USD                 | 12,491          | —                  |
|                                   | Structured Asset Investment Loan Trust, Series 2003-BC2, FRN |                 |                     |                 |                    |
| 10,459                            | 10.335% 04/25/2033                                           | USA             | USD                 | 11,684          | —                  |
| 11,423                            | FNMA 604921, FRN 6.123% 10/01/2032                           | USA             | USD                 | 11,443          | —                  |
| 11,002                            | FNMA 729175, FRN 6.623% 06/01/2034                           | USA             | USD                 | 11,343          | —                  |
| 11,097                            | FNMA 888715, FRN 5.911% 10/01/2035                           | USA             | USD                 | 11,127          | —                  |
| 10,929                            | FNMA 692208, FRN 6.523% 02/01/2033                           | USA             | USD                 | 11,076          | —                  |
| 11,046                            | FNMA, Series 2005-58, FRN 5.7% 07/25/2035                    | USA             | USD                 | 10,972          | —                  |
| 10,463                            | FNMA 826179, FRN 5.928% 07/01/2035                           | USA             | USD                 | 10,501          | —                  |
| 10,242                            | FNMA 559800, FRN 6.514% 09/01/2040                           | USA             | USD                 | 10,142          | —                  |
| 8,585                             | FNMA 825398, FRN 6.161% 07/01/2035                           | USA             | USD                 | 8,781           | —                  |
| 7,637                             | FNMA 705118, FRN 6.643% 05/01/2033                           | USA             | USD                 | 7,739           | —                  |
| 7,703                             | FNMA 647903, FRN 7.103% 04/01/2027                           | USA             | USD                 | 7,702           | —                  |
| 7,636                             | FNMA 545953, FRN 6.34% 09/01/2032                            | USA             | USD                 | 7,653           | —                  |
| 7,587                             | FNMA 674921, FRN 6.27% 02/01/2031                            | USA             | USD                 | 7,571           | —                  |
| 7,422                             | FNMA 578706, FRN 5.63% 08/01/2031                            | USA             | USD                 | 7,428           | —                  |
| 7,181                             | FNMA 869217, FRN 6.084% 02/01/2036                           | USA             | USD                 | 7,394           | —                  |
| 7,055                             | FNMA 944510, FRN 6.896% 07/01/2037                           | USA             | USD                 | 7,291           | —                  |
| 7,249                             | FNMA 925801, FRN 5.615% 12/01/2037                           | USA             | USD                 | 7,205           | —                  |
| 6,764                             | FNMA 688682, FRN 6.718% 03/01/2033                           | USA             | USD                 | 6,825           | —                  |
| 6,576                             | FNMA 544781, FRN 6.042% 02/01/2030                           | USA             | USD                 | 6,572           | —                  |
| 6,375                             | FNMA 888779, FRN 5.96% 11/01/2036                            | USA             | USD                 | 6,532           | —                  |
| 6,018                             | FNMA 920549, FRN 5.85% 11/01/2036                            | USA             | USD                 | 6,042           | —                  |
| 5,847                             | FNMA 815817, FRN 6.49% 02/01/2035                            | USA             | USD                 | 5,961           | —                  |
| 5,565                             | FNMA 910296, FRN 6.065% 03/01/2037                           | USA             | USD                 | 5,589           | —                  |
| 5,289                             | FNMA 852435, FRN 6.455% 02/01/2036                           | USA             | USD                 | 5,303           | —                  |
| 4,839                             | FNMA 655009, FRN 6.29% 08/01/2032                            | USA             | USD                 | 4,860           | —                  |
| 4,683                             | FNMA 863729, FRN 6.393% 01/01/2036                           | USA             | USD                 | 4,763           | —                  |
| 4,560                             | FNMA 725245, FRN 6.288% 02/01/2034                           | USA             | USD                 | 4,636           | —                  |
| 4,586                             | FNMA 325073, FRN 6.723% 10/01/2025                           | USA             | USD                 | 4,569           | —                  |
|                                   | Asset-Backed Securities Corp. Home Equity Loan Trust, Series |                 |                     |                 |                    |
| 4,679                             | 2004-HE7, FRN 6.46% 10/25/2034                               | USA             | USD                 | 4,371           | —                  |
| 3,794                             | FNMA 675591, FRN 6.122% 11/01/2032                           | USA             | USD                 | 3,820           | —                  |
| 3,685                             | FNMA 622667, FRN 6.125% 12/01/2031                           | USA             | USD                 | 3,669           | —                  |
| 3,334                             | FNMA 729066, FRN 5.965% 07/01/2033                           | USA             | USD                 | 3,392           | —                  |
| 3,128                             | FNMA 734331, FRN 7.43% 07/01/2033                            | USA             | USD                 | 3,120           | —                  |
| 3,071                             | FNMA 908412, FRN 6.525% 04/01/2037                           | USA             | USD                 | 3,085           | —                  |
| 2,965                             | FNMA 806518, FRN 6.383% 01/01/2035                           | USA             | USD                 | 3,012           | —                  |
| 2,941                             | FNMA 791578, FRN 6.198% 09/01/2034                           | USA             | USD                 | 2,989           | —                  |
| 2,532                             | FNMA 705427, FRN 6.71% 04/01/2033                            | USA             | USD                 | 2,553           | —                  |
| 1,737                             | FNMA 535228, FRN 4.458% 12/01/2029                           | USA             | USD                 | 1,706           | —                  |
| 1,631                             | FNMA 535229, FRN 6.533% 02/01/2030                           | USA             | USD                 | 1,632           | —                  |
| 1,598                             | FNMA 679856, FRN 5.698% 10/01/2032                           | USA             | USD                 | 1,589           | —                  |
| 1,429                             | FNMA 748100, FRN 6.03% 11/01/2033                            | USA             | USD                 | 1,438           | —                  |
| 1,400                             | FNMA 780611, FRN 7.527% 06/01/2034                           | USA             | USD                 | 1,400           | —                  |
| 1,303                             | FNMA 868220, FRN 6.58% 03/01/2036                            | USA             | USD                 | 1,333           | —                  |
| 1,336                             | FNMA 323930, FRN 6.723% 10/01/2027                           | USA             | USD                 | 1,332           | —                  |
| 1,272                             | FNMA 821626, FRN 5.728% 06/01/2035                           | USA             | USD                 | 1,274           | —                  |
|                                   | Asset-Backed Securities Corp. Home Equity Loan Trust, Series |                 |                     |                 |                    |
| 1,348                             | 2004-HE7, FRN 6.22% 10/25/2034                               | USA             | USD                 | 1,240           | —                  |
| 1,186                             | FNMA 735440, FRN 6.273% 11/01/2034                           | USA             | USD                 | 1,208           | —                  |
| 1,072                             | FNMA 323484, FRN 6.353% 07/01/2027                           | USA             | USD                 | 1,071           | —                  |
| 1,053                             | FNMA 681895, FRN 6.456% 04/01/2033                           | USA             | USD                 | 1,063           | —                  |
| 1,003                             | FNMA 894571, FRN 6.822% 03/01/2036                           | USA             | USD                 | 1,048           | —                  |
| 873                               | FNMA 655202, FRN 5.868% 05/01/2032                           | USA             | USD                 | 865             | —                  |
| 833                               | FNMA 736411, FRN 6.097% 08/01/2033                           | USA             | USD                 | 857             | —                  |
| 770                               | FNMA 815586, FRN 6.583% 03/01/2035                           | USA             | USD                 | 782             | —                  |
| 779                               | FNMA 995608, FRN 7.061% 05/01/2036                           | USA             | USD                 | 776             | —                  |
| 616                               | FNMA 836133, FRN 5.832% 09/01/2035                           | USA             | USD                 | 616             | —                  |
| 394                               | FNMA 872502, FRN 7.396% 06/01/2036                           | USA             | USD                 | 405             | —                  |
| 375                               | FNMA 734328, FRN 7.43% 06/01/2033                            | USA             | USD                 | 382             | —                  |
| 376                               | FNMA 400121, FRN 6.249% 09/01/2027                           | USA             | USD                 | 376             | —                  |
| 266                               | FNMA 404494, FRN 6.655% 05/01/2027                           | USA             | USD                 | 264             | —                  |

**Franklin U.S. Low Duration Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                    | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|----------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 253                               | FNMA 936591, FRN 6.77% 04/01/2037                              | USA             | USD                 | 252             | —                  |
| 5                                 | FNMA 331477, FRN 6.115% 03/01/2025                             | USA             | USD                 | 5               | —                  |
|                                   |                                                                |                 |                     | 27,492,522      | 9.86               |
| <b>Corporate Bonds</b>            |                                                                |                 |                     |                 |                    |
| 1,600,000                         | Wells Fargo & Co. 2.188% 04/30/2026                            | USA             | USD                 | 1,553,956       | 0.56               |
| 1,500,000                         | Bank of America Corp. 2.015% 02/13/2026                        | USA             | USD                 | 1,465,935       | 0.53               |
| 1,500,000                         | Exelon Corp. 3.4% 04/15/2026                                   | USA             | USD                 | 1,452,311       | 0.52               |
| 1,450,000                         | Credit Agricole SA, 144A 5.134% 03/11/2027                     | FRA             | USD                 | 1,445,295       | 0.52               |
| 1,400,000                         | Toronto-Dominion Bank (The) 4.285% 09/13/2024                  | CAN             | USD                 | 1,395,486       | 0.50               |
| 1,250,000                         | GA Global Funding Trust, 144A 3.85% 04/11/2025                 | USA             | USD                 | 1,230,298       | 0.44               |
| 1,100,000                         | Hyundai Capital America, 144A 5.25% 01/08/2027                 | USA             | USD                 | 1,095,876       | 0.39               |
| 1,100,000                         | Meta Platforms, Inc. 4.6% 05/15/2028                           | USA             | USD                 | 1,095,689       | 0.39               |
| 1,100,000                         | New York Life Global Funding, 144A 3.6% 08/05/2025             | USA             | USD                 | 1,080,914       | 0.39               |
| 1,000,000                         | GE HealthCare Technologies, Inc. 5.65% 11/15/2027              | USA             | USD                 | 1,013,473       | 0.36               |
| 1,000,000                         | Athene Global Funding, 144A 5.516% 03/25/2027                  | USA             | USD                 | 1,002,899       | 0.36               |
| 1,000,000                         | Bank of Montreal 4.25% 09/14/2024                              | CAN             | USD                 | 996,397         | 0.36               |
| 1,000,000                         | AEGON Funding Co. LLC, 144A 5.5% 04/16/2027                    | NLD             | USD                 | 996,213         | 0.36               |
| 1,000,000                         | T-Mobile USA, Inc. 4.95% 03/15/2028                            | USA             | USD                 | 993,610         | 0.36               |
| 1,000,000                         | JBS USA LUX SA SARL 5.125% 02/01/2028                          | USA             | USD                 | 989,118         | 0.35               |
| 1,000,000                         | BNP Paribas SA, 144A 3.375% 01/09/2025                         | FRA             | USD                 | 987,071         | 0.35               |
| 1,000,000                         | Bank of America Corp. 4.376% 04/27/2028                        | USA             | USD                 | 976,297         | 0.35               |
| 1,000,000                         | JPMorgan Chase & Co. 4.323% 04/26/2028                         | USA             | USD                 | 975,778         | 0.35               |
| 1,000,000                         | Morgan Stanley 4.21% 04/20/2028                                | USA             | USD                 | 971,964         | 0.35               |
| 1,000,000                         | Morgan Stanley 2.188% 04/28/2026                               | USA             | USD                 | 971,321         | 0.35               |
| 1,000,000                         | Glencore Funding LLC, 144A 4% 03/27/2027                       | AUS             | USD                 | 964,421         | 0.35               |
| 1,000,000                         | VICI Properties LP, 144A 3.75% 02/15/2027                      | USA             | USD                 | 950,642         | 0.34               |
| 1,000,000                         | Bayer US Finance II LLC, 144A 4.375% 12/15/2028                | DEU             | USD                 | 950,060         | 0.34               |
| 1,000,000                         | Warnermedia Holdings, Inc. 3.755% 03/15/2027                   | USA             | USD                 | 949,657         | 0.34               |
| 900,000                           | Var Energi ASA, 144A 7.5% 01/15/2028                           | NOR             | USD                 | 947,598         | 0.34               |
| 1,000,000                         | Carrier Global Corp. 2.493% 02/15/2027                         | USA             | USD                 | 936,588         | 0.34               |
| 900,000                           | American Express Co. 5.645% 04/23/2027                         | USA             | USD                 | 903,799         | 0.32               |
| 900,000                           | Mutual of Omaha Cos. Global Funding, 144A 5.35% 04/09/2027     | USA             | USD                 | 900,272         | 0.32               |
| 1,000,000                         | Royalty Pharma plc 1.75% 09/02/2027                            | USA             | USD                 | 898,633         | 0.32               |
| 900,000                           | Volkswagen Group of America Finance LLC, 144A 5.4% 03/20/2026  | DEU             | USD                 | 898,151         | 0.32               |
| 900,000                           | Goldman Sachs Bank USA 5.283% 03/18/2027                       | USA             | USD                 | 897,367         | 0.32               |
| 900,000                           | New York Life Global Funding, 144A 4.9% 04/02/2027             | USA             | USD                 | 896,546         | 0.32               |
| 900,000                           | Bank of America Corp. 3.384% 04/02/2026                        | USA             | USD                 | 884,039         | 0.32               |
| 900,000                           | AT&T, Inc. 3.8% 02/15/2027                                     | USA             | USD                 | 869,737         | 0.31               |
| 800,000                           | Kenvue, Inc. 5.05% 03/22/2028                                  | USA             | USD                 | 804,585         | 0.29               |
| 800,000                           | Bank of New York Mellon (The) 5.224% 11/21/2025                | USA             | USD                 | 798,655         | 0.29               |
| 800,000                           | Manufacturers & Traders Trust Co. 5.4% 11/21/2025              | USA             | USD                 | 796,603         | 0.29               |
| 800,000                           | Mercedes-benz Finance North America LLC, 144A 4.95% 03/30/2025 | DEU             | USD                 | 796,461         | 0.29               |
| 750,000                           | Marriott International, Inc. 5.45% 09/15/2026                  | USA             | USD                 | 753,297         | 0.27               |
| 800,000                           | Intesa Sanpaolo SpA, 144A 4% 09/23/2029                        | ITA             | USD                 | 738,263         | 0.26               |
| 700,000                           | Wells Fargo & Co. 6.303% 10/23/2029                            | USA             | USD                 | 726,552         | 0.26               |
| 800,000                           | Baxter International, Inc. 2.272% 12/01/2028                   | USA             | USD                 | 705,311         | 0.25               |
| 700,000                           | Truist Financial Corp. 5.9% 10/28/2026                         | USA             | USD                 | 701,992         | 0.25               |
| 700,000                           | Amgen, Inc. 5.15% 03/02/2028                                   | USA             | USD                 | 700,025         | 0.25               |
| 700,000                           | F&G Global Funding, 144A 5.875% 06/10/2027                     | USA             | USD                 | 696,674         | 0.25               |
| 700,000                           | Deutsche Bank AG 4.162% 05/13/2025                             | DEU             | USD                 | 691,648         | 0.25               |
| 700,000                           | Comcast Corp. 4.55% 01/15/2029                                 | USA             | USD                 | 689,179         | 0.25               |
| 700,000                           | Bank of Nova Scotia (The) 2.951% 03/11/2027                    | CAN             | USD                 | 660,533         | 0.24               |
| 600,000                           | Corebridge Global Funding, 144A 5.9% 09/19/2028                | USA             | USD                 | 613,027         | 0.22               |
| 600,000                           | Icon Investments Six DAC 5.809% 05/08/2027                     | USA             | USD                 | 606,178         | 0.22               |
| 600,000                           | Danske Bank A/S, 144A 5.705% 03/01/2030                        | DNK             | USD                 | 601,911         | 0.22               |
| 600,000                           | NextEra Energy Capital Holdings, Inc. 5.749% 09/01/2025        | USA             | USD                 | 601,512         | 0.22               |
| 600,000                           | Priscoa Global Funding I, 144A 5.1% 05/30/2028                 | USA             | USD                 | 601,230         | 0.22               |
| 600,000                           | MassMutual Global Funding II, 144A 5.1% 04/09/2027             | USA             | USD                 | 600,072         | 0.22               |
| 600,000                           | Penske Truck Leasing Co. LP, 144A 5.35% 03/30/2029             | USA             | USD                 | 599,912         | 0.22               |
| 600,000                           | Huntington National Bank (The) 5.699% 11/18/2025               | USA             | USD                 | 599,154         | 0.21               |
| 600,000                           | Northwestern Mutual Global Funding, 144A 4.9% 06/12/2028       | USA             | USD                 | 596,283         | 0.21               |
| 600,000                           | Berkshire Hathaway Energy Co. 4.05% 04/15/2025                 | USA             | USD                 | 593,571         | 0.21               |
| 600,000                           | Citigroup, Inc. 3.29% 03/17/2026                               | USA             | USD                 | 589,400         | 0.21               |
| 600,000                           | Netflix, Inc., 144A 3.625% 06/15/2025                          | USA             | USD                 | 589,278         | 0.21               |
| 600,000                           | Societe Generale SA, 144A 2.226% 01/21/2026                    | FRA             | USD                 | 586,957         | 0.21               |
| 600,000                           | Baxter International, Inc. 1.915% 02/01/2027                   | USA             | USD                 | 550,095         | 0.20               |



**Franklin U.S. Low Duration Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                        | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| 500,000                           | Mizuho Financial Group, Inc. 5.778% 07/06/2029                     | JPN             | USD                 | 506,851           | 0.18               |
| 500,000                           | O'Reilly Automotive, Inc. 5.75% 11/20/2026                         | USA             | USD                 | 504,783           | 0.18               |
| 500,000                           | Aker BP ASA, 144A 5.6% 06/13/2028                                  | NOR             | USD                 | 504,641           | 0.18               |
| 500,000                           | Metropolitan Life Global Funding I, 144A 5.05% 01/06/2028          | USA             | USD                 | 500,315           | 0.18               |
| 500,000                           | Engie SA, 144A 5.25% 04/10/2029                                    | FRA             | USD                 | 499,329           | 0.18               |
| 500,000                           | Morgan Stanley 5.173% 01/16/2030                                   | USA             | USD                 | 498,860           | 0.18               |
| 500,000                           | CITGO Petroleum Corp., 144A 6.375% 06/15/2026                      | USA             | USD                 | 497,652           | 0.18               |
| 500,000                           | Metropolitan Life Global Funding I, 144A 4.05% 08/25/2025          | USA             | USD                 | 493,284           | 0.18               |
| 500,000                           | Protective Life Global Funding, 144A 3.218% 03/28/2025             | USA             | USD                 | 491,587           | 0.18               |
| 500,000                           | Netflix, Inc. 4.375% 11/15/2026                                    | USA             | USD                 | 491,088           | 0.18               |
| 500,000                           | Viatis, Inc. 1.65% 06/22/2025                                      | USA             | USD                 | 480,664           | 0.17               |
| 500,000                           | Goldman Sachs Group, Inc. (The) 2.64% 02/24/2028                   | USA             | USD                 | 466,452           | 0.17               |
| 500,000                           | Vistra Operations Co. LLC, 144A 4.375% 05/01/2029                  | USA             | USD                 | 465,901           | 0.17               |
| 500,000                           | Societe Generale SA, 144A 1.792% 06/09/2027                        | FRA             | USD                 | 461,378           | 0.17               |
| 500,000                           | Coca-Cola Europacific Partners plc, 144A 1.5% 01/15/2027           | GBR             | USD                 | 456,952           | 0.16               |
| 400,000                           | Rain Carbon, Inc., 144A 12.25% 09/01/2029                          | USA             | USD                 | 431,013           | 0.15               |
| 400,000                           | EquipmentShare.com, Inc., 144A 9% 05/15/2028                       | USA             | USD                 | 413,290           | 0.15               |
| 400,000                           | IQVIA, Inc. 6.25% 02/01/2029                                       | USA             | USD                 | 411,422           | 0.15               |
| 400,000                           | WESCO Distribution, Inc., 144A 6.375% 03/15/2029                   | USA             | USD                 | 401,945           | 0.14               |
| 400,000                           | Illumina, Inc. 5.8% 12/12/2025                                     | USA             | USD                 | 400,596           | 0.14               |
| 400,000                           | Truist Financial Corp. 5.435% 01/24/2030                           | USA             | USD                 | 399,038           | 0.14               |
| 400,000                           | Nordea Bank Abp, 144A 4.75% 09/22/2025                             | FIN             | USD                 | 397,192           | 0.14               |
| 400,000                           | JPMorgan Chase & Co. 5.012% 01/23/2030                             | USA             | USD                 | 397,012           | 0.14               |
| 404,000                           | Aker BP ASA, 144A 2% 07/15/2026                                    | NOR             | USD                 | 375,977           | 0.13               |
| 400,000                           | Caesars Entertainment, Inc., 144A 4.625% 10/15/2029                | USA             | USD                 | 366,996           | 0.13               |
| 400,000                           | Sands China Ltd. 2.3% 03/08/2027                                   | MAC             | USD                 | 364,668           | 0.13               |
| 365,000                           | Citigroup, Inc. 5.174% 02/13/2030                                  | USA             | USD                 | 362,947           | 0.13               |
| 400,000                           | Community Health Systems, Inc., 144A 6% 01/15/2029                 | USA             | USD                 | 353,359           | 0.13               |
| 300,000                           | Venture Global LNG, Inc., 144A 8.125% 06/01/2028                   | USA             | USD                 | 309,302           | 0.11               |
| 300,000                           | Sunoco LP, 144A 7% 05/01/2029                                      | USA             | USD                 | 307,678           | 0.11               |
| 300,000                           | Endeavor Energy Resources LP, 144A 5.75% 01/30/2028                | USA             | USD                 | 303,006           | 0.11               |
| 300,000                           | RGA Global Funding, 144A 5.448% 05/24/2029                         | USA             | USD                 | 300,878           | 0.11               |
| 300,000                           | NextEra Energy Capital Holdings, Inc. 6.051% 03/01/2025            | USA             | USD                 | 300,648           | 0.11               |
| 300,000                           | GE HealthCare Technologies, Inc. 5.55% 11/15/2024                  | USA             | USD                 | 299,719           | 0.11               |
| 300,000                           | Stericycle, Inc., 144A 3.875% 01/15/2029                           | USA             | USD                 | 280,394           | 0.10               |
| 300,000                           | JBS USA LUX SA SARL 2.5% 01/15/2027                                | USA             | USD                 | 279,323           | 0.10               |
| 300,000                           | Centene Corp. 3.375% 02/15/2030                                    | USA             | USD                 | 266,509           | 0.10               |
| 400,000                           | Ardagh Packaging Finance plc, 144A 5.25% 08/15/2027                | USA             | USD                 | 249,565           | 0.09               |
| 250,000                           | Wells Fargo & Co. 5.198% 01/23/2030                                | USA             | USD                 | 249,000           | 0.09               |
| 250,500                           | Delta Air Lines, Inc., 144A 4.5% 10/20/2025                        | USA             | USD                 | 247,513           | 0.09               |
| 250,000                           | Marriott International, Inc. 4.875% 05/15/2029                     | USA             | USD                 | 246,900           | 0.09               |
| 230,000                           | Schlumberger Holdings Corp., 144A 5% 05/29/2027                    | USA             | USD                 | 229,392           | 0.08               |
| 200,000                           | GGAM Finance Ltd., 144A 8% 06/15/2028                              | IRL             | USD                 | 210,785           | 0.08               |
| 200,000                           | Jefferson Capital Holdings LLC, 144A 9.5% 02/15/2029               | USA             | USD                 | 206,362           | 0.07               |
| 200,000                           | Banjay Entertainment SASU, 144A 8.125% 05/01/2029                  | FRA             | USD                 | 204,737           | 0.07               |
| 200,000                           | ABN AMRO Bank NV, 144A 6.339% 09/18/2027                           | NLD             | USD                 | 202,715           | 0.07               |
| 200,000                           | Acrisure LLC, 144A 8.5% 06/15/2029                                 | USA             | USD                 | 202,235           | 0.07               |
| 200,000                           | Alliant Holdings Intermediate LLC, 144A 6.75% 04/15/2028           | USA             | USD                 | 200,507           | 0.07               |
| 200,000                           | Prologis Targeted US Logistics Fund LP, 144A 5.25% 04/01/2029      | USA             | USD                 | 200,209           | 0.07               |
| 200,000                           | PNC Financial Services Group, Inc. (The) 5.3% 01/21/2028           | USA             | USD                 | 199,773           | 0.07               |
| 200,000                           | Grand Canyon University 4.125% 10/01/2024                          | USA             | USD                 | 199,250           | 0.07               |
| 198,000                           | Sabine Pass Liquefaction LLC 5.625% 03/01/2025                     | USA             | USD                 | 197,637           | 0.07               |
| 200,000                           | BNP Paribas SA, 144A 2.819% 11/19/2025                             | FRA             | USD                 | 197,533           | 0.07               |
| 200,000                           | Hanesbrands, Inc., 144A 4.875% 05/15/2026                          | USA             | USD                 | 195,809           | 0.07               |
| 200,000                           | RHP Hotel Properties LP, 144A 4.5% 02/15/2029                      | USA             | USD                 | 187,723           | 0.07               |
| 200,000                           | Alliant Holdings Intermediate LLC, 144A 5.875% 11/01/2029          | USA             | USD                 | 187,339           | 0.07               |
| 133,333                           | American Airlines, Inc., 144A 5.5% 04/20/2026                      | USA             | USD                 | 132,271           | 0.05               |
| 100,000                           | Hess Midstream Operations LP, 144A 6.5% 06/01/2029                 | USA             | USD                 | 101,439           | 0.04               |
| 100,000                           | Esab Corp., 144A 6.25% 04/15/2029                                  | USA             | USD                 | 100,725           | 0.04               |
| 100,000                           | Amgen, Inc. 2.2% 02/21/2027                                        | USA             | USD                 | 92,787            | 0.03               |
| 100,000                           | JBS USA LUX SA SARL 3% 02/02/2029                                  | USA             | USD                 | 89,276            | 0.03               |
| 100,000                           | CommScope Technologies LLC, 144A 6% 06/15/2025                     | USA             | USD                 | 81,599            | 0.03               |
| 1,300,000                         | Mesquite Energy, Inc. Escrow Account 7.75% 06/15/2021 <sup>§</sup> | USA             | USD                 | 68,250            | 0.02               |
| 25,200                            | United Airlines Pass-Through Trust 4.875% 07/15/2027               | USA             | USD                 | 24,843            | 0.01               |
| 356                               | Ambac Assurance Corp., 144A 5.1% Perpetual                         | USA             | USD                 | 514               | —                  |
|                                   |                                                                    |                 |                     | <b>73,875,106</b> | <b>26.51</b>       |

**Franklin U.S. Low Duration Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value     | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|---------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
| <b>Government and Municipal Bonds</b> |                                                                                                                                          |                 |                     |                    |                    |
| 14,210,000                            | FHLB 0% 07/01/2024                                                                                                                       | USA             | USD                 | 14,203,842         | 5.10               |
| 2,890,000                             | New York State Urban Development Corp. 2.25% 03/15/2026                                                                                  | USA             | USD                 | 2,764,182          | 0.99               |
| 855,000                               | Texas State University System 2.351% 03/15/2026                                                                                          | USA             | USD                 | 818,126            | 0.29               |
| 780,000                               | New York State Urban Development Corp. 2.25% 03/15/2026                                                                                  | USA             | USD                 | 742,252            | 0.26               |
| 440,000                               | City & County Honolulu 2.233% 07/01/2024                                                                                                 | USA             | USD                 | 440,000            | 0.16               |
| 465,000                               | Golden State Tobacco Securitization Corp. 3.85% 06/01/2050                                                                               | USA             | USD                 | 436,422            | 0.16               |
| 200,000                               | Electricite de France SA, 144A 5.7% 05/23/2028                                                                                           | FRA             | USD                 | 202,096            | 0.07               |
|                                       |                                                                                                                                          |                 |                     | <u>19,606,920</u>  | <u>7.03</u>        |
|                                       | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | <u>120,974,548</u> | <u>43.40</u>       |
|                                       | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                                            |                 |                     | 120,974,548        | 43.40              |
|                                       | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                    |                    |
| <b>SHARES</b>                         |                                                                                                                                          |                 |                     |                    |                    |
| <b>Broadline Retail</b>               |                                                                                                                                          |                 |                     |                    |                    |
| 12,326,925                            | K2016470219 South Africa Ltd. 'A'''                                                                                                      | ZAF             | ZAR                 | —                  | —                  |
| 1,226,701                             | K2016470219 South Africa Ltd. 'B'''                                                                                                      | ZAF             | ZAR                 | —                  | —                  |
| 60,686                                | K2016470219 South Africa Ltd., Escrow Account 'D'''                                                                                      | ZAF             | ZAR                 | —                  | —                  |
|                                       |                                                                                                                                          |                 |                     | <u>—</u>           | <u>—</u>           |
|                                       | <b>Specialty Retail</b>                                                                                                                  |                 |                     |                    |                    |
| 5                                     | Party City Holdco, Inc.**                                                                                                                | USA             | USD                 | —                  | —                  |
|                                       |                                                                                                                                          |                 |                     | <u>—</u>           | <u>—</u>           |
|                                       | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | <u>—</u>           | <u>—</u>           |
| <b>BONDS</b>                          |                                                                                                                                          |                 |                     |                    |                    |
| <b>Asset-Backed Securities</b>        |                                                                                                                                          |                 |                     |                    |                    |
| 67,680                                | FIRSTPLUS Home Loan Owner Trust, Series 1998-5<br>6.92% 12/10/2024**                                                                     | USA             | USD                 | 290                | —                  |
|                                       |                                                                                                                                          |                 |                     | <u>290</u>         | <u>—</u>           |
| <b>Corporate Bonds</b>                |                                                                                                                                          |                 |                     |                    |                    |
| 1,068,278                             | K2016470219 South Africa Ltd., Reg. S 3% 12/31/2022**§                                                                                   | ZAF             | USD                 | —                  | —                  |
| 470,581                               | K2016470260 South Africa Ltd., Reg. S 25% 02/28/2023**§                                                                                  | ZAF             | USD                 | —                  | —                  |
|                                       |                                                                                                                                          |                 |                     | <u>—</u>           | <u>—</u>           |
|                                       | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | <u>290</u>         | <u>—</u>           |
|                                       | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | 290                | —                  |
|                                       | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <u>268,682,609</u> | <u>96.40</u>       |

§ These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Franklin U.S. Opportunities Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 352,218                           | Axon Enterprise, Inc.                                                     | USA             | USD                 | 103,636,624     | 1.39               |
|                                   |                                                                           |                 |                     | 103,636,624     | 1.39               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 934,273                           | Monster Beverage Corp.                                                    | USA             | USD                 | 46,666,936      | 0.62               |
| 466,011                           | Celsius Holdings, Inc.                                                    | USA             | USD                 | 26,604,568      | 0.36               |
|                                   |                                                                           |                 |                     | 73,271,504      | 0.98               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 612,049                           | Vaxcyte, Inc.                                                             | USA             | USD                 | 46,215,820      | 0.62               |
|                                   |                                                                           |                 |                     | 46,215,820      | 0.62               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 2,685,015                         | Amazon.com, Inc.                                                          | USA             | USD                 | 518,879,149     | 6.96               |
|                                   |                                                                           |                 |                     | 518,879,149     | 6.96               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 272,876                           | Trane Technologies plc                                                    | USA             | USD                 | 89,757,103      | 1.21               |
|                                   |                                                                           |                 |                     | 89,757,103      | 1.21               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 802,705                           | Ares Management Corp. 'A'                                                 | USA             | USD                 | 106,984,523     | 1.44               |
| 170,753                           | S&P Global, Inc.                                                          | USA             | USD                 | 76,155,838      | 1.02               |
| 114,999                           | MSCI, Inc. 'A'                                                            | USA             | USD                 | 55,400,768      | 0.74               |
|                                   |                                                                           |                 |                     | 238,541,129     | 3.20               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 265,210                           | Linde plc                                                                 | USA             | USD                 | 116,376,800     | 1.56               |
|                                   |                                                                           |                 |                     | 116,376,800     | 1.56               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 509,879                           | Republic Services, Inc. 'A'                                               | USA             | USD                 | 99,089,885      | 1.33               |
|                                   |                                                                           |                 |                     | 99,089,885      | 1.33               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 92,643                            | Martin Marietta Materials, Inc.                                           | USA             | USD                 | 50,193,977      | 0.67               |
|                                   |                                                                           |                 |                     | 50,193,977      | 0.67               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 58,060                            | Eaton Corp. plc                                                           | USA             | USD                 | 18,204,713      | 0.24               |
|                                   |                                                                           |                 |                     | 18,204,713      | 0.24               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 135,024                           | Netflix, Inc.                                                             | USA             | USD                 | 91,124,997      | 1.22               |
| 1,328,276                         | ROBLOX Corp. 'A'                                                          | USA             | USD                 | 49,425,150      | 0.67               |
|                                   |                                                                           |                 |                     | 140,550,147     | 1.89               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 517,840                           | Mastercard, Inc. 'A'                                                      | USA             | USD                 | 228,450,294     | 3.07               |
|                                   |                                                                           |                 |                     | 228,450,294     | 3.07               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 396,134                           | Freshpet, Inc.                                                            | USA             | USD                 | 51,255,778      | 0.69               |
| 516,545                           | Lamb Weston Holdings, Inc.                                                | USA             | USD                 | 43,431,104      | 0.58               |
|                                   |                                                                           |                 |                     | 94,686,882      | 1.27               |
|                                   | <b>Ground Transportation</b>                                              |                 |                     |                 |                    |
| 1,808,146                         | Uber Technologies, Inc.                                                   | USA             | USD                 | 131,416,052     | 1.76               |
| 129,897                           | Union Pacific Corp.                                                       | USA             | USD                 | 29,390,495      | 0.40               |
|                                   |                                                                           |                 |                     | 160,806,547     | 2.16               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 252,203                           | Intuitive Surgical, Inc.                                                  | USA             | USD                 | 112,192,505     | 1.50               |
| 104,911                           | IDEXX Laboratories, Inc.                                                  | USA             | USD                 | 51,112,639      | 0.69               |
| 428,592                           | Dexcom, Inc.                                                              | USA             | USD                 | 48,593,761      | 0.65               |
|                                   |                                                                           |                 |                     | 211,898,905     | 2.84               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 260,193                           | UnitedHealth Group, Inc.                                                  | USA             | USD                 | 132,505,887     | 1.78               |
| 150,490                           | McKesson Corp.                                                            | USA             | USD                 | 87,892,180      | 1.18               |
|                                   |                                                                           |                 |                     | 220,398,067     | 2.96               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 2,485,300                         | Chipotle Mexican Grill, Inc. 'A'                                          | USA             | USD                 | 155,704,045     | 2.09               |

**Franklin U.S. Opportunities Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                   | Description                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------|------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 292,338                                             | Wingstop, Inc.                     | USA             | USD                 | 123,559,579     | 1.66               |
| 322,140                                             | DoorDash, Inc. 'A'                 | USA             | USD                 | 35,042,389      | 0.47               |
|                                                     |                                    |                 |                     | 314,306,013     | 4.22               |
| <b>Interactive Media &amp; Services</b>             |                                    |                 |                     |                 |                    |
| 812,647                                             | Meta Platforms, Inc. 'A'           | USA             | USD                 | 409,752,870     | 5.50               |
| 1,012,196                                           | Alphabet, Inc. 'A'                 | USA             | USD                 | 184,371,502     | 2.47               |
| 1,957,033                                           | Pinterest, Inc. 'A'                | USA             | USD                 | 86,246,444      | 1.16               |
|                                                     |                                    |                 |                     | 680,370,816     | 9.13               |
| <b>IT Services</b>                                  |                                    |                 |                     |                 |                    |
| 169,128                                             | Gartner, Inc.                      | USA             | USD                 | 75,948,620      | 1.02               |
| 165,261                                             | MongoDB, Inc. 'A'                  | USA             | USD                 | 41,308,639      | 0.55               |
|                                                     |                                    |                 |                     | 117,257,259     | 1.57               |
| <b>Life Sciences Tools &amp; Services</b>           |                                    |                 |                     |                 |                    |
| 376,431                                             | Danaher Corp.                      | USA             | USD                 | 94,051,285      | 1.26               |
| 225,428                                             | West Pharmaceutical Services, Inc. | USA             | USD                 | 74,253,729      | 1.00               |
| 94,644                                              | Thermo Fisher Scientific, Inc.     | USA             | USD                 | 52,338,132      | 0.70               |
| 115,900                                             | Tempus AI, Inc.                    | USA             | USD                 | 4,056,500       | 0.06               |
|                                                     |                                    |                 |                     | 224,699,646     | 3.02               |
| <b>Personal Care Products</b>                       |                                    |                 |                     |                 |                    |
| 932,078                                             | BellRing Brands, Inc.              | USA             | USD                 | 53,258,937      | 0.71               |
| 1,131,015                                           | Oddity Tech Ltd. 'A'               | ISR             | USD                 | 44,403,649      | 0.60               |
|                                                     |                                    |                 |                     | 97,662,586      | 1.31               |
| <b>Pharmaceuticals</b>                              |                                    |                 |                     |                 |                    |
| 232,413                                             | Eli Lilly & Co.                    | USA             | USD                 | 210,422,082     | 2.82               |
| 561,513                                             | AstraZeneca plc, ADR               | GBR             | USD                 | 43,792,399      | 0.59               |
|                                                     |                                    |                 |                     | 254,214,481     | 3.41               |
| <b>Professional Services</b>                        |                                    |                 |                     |                 |                    |
| 928,686                                             | TransUnion                         | USA             | USD                 | 68,871,354      | 0.92               |
| 253,977                                             | Verisk Analytics, Inc. 'A'         | USA             | USD                 | 68,459,500      | 0.92               |
|                                                     |                                    |                 |                     | 137,330,854     | 1.84               |
| <b>Real Estate Management &amp; Development</b>     |                                    |                 |                     |                 |                    |
| 668,972                                             | CoStar Group, Inc.                 | USA             | USD                 | 49,597,584      | 0.67               |
|                                                     |                                    |                 |                     | 49,597,584      | 0.67               |
| <b>Semiconductors &amp; Semiconductor Equipment</b> |                                    |                 |                     |                 |                    |
| 5,700,044                                           | NVIDIA Corp.                       | USA             | USD                 | 704,183,436     | 9.45               |
| 227,903                                             | Monolithic Power Systems, Inc.     | USA             | USD                 | 187,263,337     | 2.51               |
| 274,133                                             | Analog Devices, Inc.               | USA             | USD                 | 62,573,599      | 0.84               |
| 57,252                                              | ASML Holding NV, ADR               | NLD             | USD                 | 58,553,338      | 0.78               |
| 947,523                                             | Lattice Semiconductor Corp.        | USA             | USD                 | 54,946,859      | 0.74               |
| 245,507                                             | ARM Holdings plc, ADR              | USA             | USD                 | 40,169,855      | 0.54               |
|                                                     |                                    |                 |                     | 1,107,690,424   | 14.86              |
| <b>Software</b>                                     |                                    |                 |                     |                 |                    |
| 925,255                                             | Microsoft Corp.                    | USA             | USD                 | 413,542,722     | 5.55               |
| 240,408                                             | ServiceNow, Inc.                   | USA             | USD                 | 189,121,761     | 2.54               |
| 196,025                                             | Synopsys, Inc.                     | USA             | USD                 | 116,646,637     | 1.56               |
| 302,931                                             | CrowdStrike Holdings, Inc. 'A'     | USA             | USD                 | 116,080,130     | 1.56               |
| 70,338                                              | Fair Isaac Corp.                   | USA             | USD                 | 104,709,367     | 1.40               |
| 129,634                                             | Intuit, Inc.                       | USA             | USD                 | 85,196,761      | 1.14               |
| 145,293                                             | Roper Technologies, Inc.           | USA             | USD                 | 81,895,852      | 1.10               |
| 485,540                                             | Oracle Corp.                       | USA             | USD                 | 68,558,248      | 0.92               |
| 110,940                                             | Adobe, Inc.                        | USA             | USD                 | 61,631,608      | 0.83               |
| 121,893                                             | Tyler Technologies, Inc.           | USA             | USD                 | 61,285,363      | 0.82               |
| 227,155                                             | Salesforce, Inc.                   | USA             | USD                 | 58,401,551      | 0.78               |
| 84,770                                              | HubSpot, Inc.                      | USA             | USD                 | 49,996,498      | 0.67               |
| 172,287                                             | Monday.com Ltd.                    | USA             | USD                 | 41,479,818      | 0.56               |
| 164,693                                             | Datadog, Inc. 'A'                  | USA             | USD                 | 21,359,035      | 0.29               |
| 629,716                                             | Confluent, Inc. 'A'                | USA             | USD                 | 18,595,513      | 0.25               |
|                                                     |                                    |                 |                     | 1,488,500,864   | 19.97              |
| <b>Specialty Retail</b>                             |                                    |                 |                     |                 |                    |
| 16,516                                              | AutoZone, Inc.                     | USA             | USD                 | 48,955,076      | 0.66               |
|                                                     |                                    |                 |                     | 48,955,076      | 0.66               |

**Franklin U.S. Opportunities Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value      | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|----------------------|--------------------|
| 1,059,094                         | <b>Technology Hardware, Storage &amp; Peripherals</b><br>Apple, Inc.                                                                     | USA             | USD                 | 223,066,378          | 2.99               |
|                                   |                                                                                                                                          |                 |                     | 223,066,378          | 2.99               |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 7,154,609,527        | 96.00              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                                  |                 |                     | 7,154,609,527        | 96.00              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                                                                          |                 |                     |                      |                    |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                      |                    |
| 795,549                           | <b>Life Sciences Tools &amp; Services</b><br>Tempus AI, Inc.                                                                             | USA             | USD                 | 27,844,215           | 0.37               |
|                                   |                                                                                                                                          |                 |                     | 27,844,215           | 0.37               |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 27,844,215           | 0.37               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                                            |                 |                     | 27,844,215           | 0.37               |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                      |                    |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                      |                    |
| 214,285                           | <b>Aerospace &amp; Defense</b><br>Space Exploration Technologies Corp. 'A'''                                                             | USA             | USD                 | 20,785,645           | 0.28               |
|                                   |                                                                                                                                          |                 |                     | 20,785,645           | 0.28               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                                                                                |                 |                     |                      |                    |
| 37,556                            | Celonis SE 'D'''                                                                                                                         | DEU             | USD                 | 9,537,844            | 0.13               |
| 553,729                           | Optoro, Inc. 'E' Preference''                                                                                                            | USA             | USD                 | 9,021,565            | 0.12               |
| 6,621                             | Celonis SE''                                                                                                                             | DEU             | USD                 | 1,681,491            | 0.02               |
|                                   |                                                                                                                                          |                 |                     | 20,240,900           | 0.27               |
|                                   | <b>IT Services</b>                                                                                                                       |                 |                     |                      |                    |
| 17,511                            | Canva, Inc. 'B'''                                                                                                                        | AUS             | USD                 | 18,678,303           | 0.25               |
| 6,282                             | Canva, Inc. 'A'''                                                                                                                        | AUS             | USD                 | 6,700,765            | 0.09               |
|                                   |                                                                                                                                          |                 |                     | 25,379,068           | 0.34               |
| 1,260,432                         | <b>Leisure Products</b><br>Fanatics Holdings, Inc.'''                                                                                    | USA             | USD                 | 78,681,168           | 1.06               |
|                                   |                                                                                                                                          |                 |                     | 78,681,168           | 1.06               |
|                                   | <b>Software</b>                                                                                                                          |                 |                     |                      |                    |
| 422,850                           | Databricks, Inc. 'G' Preference''                                                                                                        | USA             | USD                 | 23,004,199           | 0.31               |
| 2,719,500                         | Tanium, Inc. 'G' Preference''                                                                                                            | USA             | USD                 | 19,347,872           | 0.26               |
| 1,182,726                         | Lacework, Inc. 'D' Preference''                                                                                                          | USA             | USD                 | 12,768,822           | 0.17               |
| 416,908                           | OneTrust LLC 'A' Preference''                                                                                                            | USA             | USD                 | 6,465,550            | 0.09               |
| 332,838                           | OneTrust LLC 'C' Preference''                                                                                                            | USA             | USD                 | 5,161,764            | 0.07               |
| 37,638                            | OneTrust LLC 'A-1' Preference''                                                                                                          | USA             | USD                 | 583,703              | 0.01               |
| 5,834,712                         | ClearMotion, Inc.'''                                                                                                                     | USA             | USD                 | 580,705              | 0.01               |
| 3,870,831                         | ClearMotion, Inc. 'A-4' Preference''                                                                                                     | USA             | USD                 | 484,709              | —                  |
| 620,274                           | ClearMotion, Inc. 'A-3' Preference''                                                                                                     | USA             | USD                 | 84,421               | —                  |
|                                   |                                                                                                                                          |                 |                     | 68,481,745           | 0.92               |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 213,568,526          | 2.87               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | 213,568,526          | 2.87               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>7,396,022,268</b> | <b>99.24</b>       |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Martin Currie UK Equity Income Fund

(Currency - GBP)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 43,062                            | BAE Systems plc                                                           | GBR             | GBP                 | 567,414         | 2.30               |
|                                   |                                                                           |                 |                     | 567,414         | 2.30               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 170,500                           | NatWest Group plc                                                         | GBR             | GBP                 | 530,625         | 2.15               |
| 245,815                           | Barclays plc                                                              | GBR             | GBP                 | 513,841         | 2.08               |
|                                   |                                                                           |                 |                     | 1,044,466       | 4.23               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 34,840                            | Britvic plc                                                               | GBR             | GBP                 | 411,717         | 1.67               |
| 9,523                             | Diageo plc                                                                | GBR             | GBP                 | 236,505         | 0.96               |
|                                   |                                                                           |                 |                     | 648,222         | 2.63               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 4,305                             | Next plc                                                                  | GBR             | GBP                 | 388,639         | 1.58               |
|                                   |                                                                           |                 |                     | 388,639         | 1.58               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 45,288                            | IG Group Holdings plc                                                     | GBR             | GBP                 | 371,096         | 1.50               |
| 16,514                            | Intermediate Capital Group plc                                            | GBR             | GBP                 | 358,267         | 1.45               |
| 160,345                           | Ashmore Group plc                                                         | GBR             | GBP                 | 271,930         | 1.10               |
| 73,716                            | Schroders plc                                                             | GBR             | GBP                 | 266,881         | 1.08               |
| 46,999                            | St. James's Place plc                                                     | GBR             | GBP                 | 255,494         | 1.04               |
|                                   |                                                                           |                 |                     | 1,523,668       | 6.17               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 25,915                            | Vicorex plc                                                               | GBR             | GBP                 | 296,986         | 1.20               |
|                                   |                                                                           |                 |                     | 296,986         | 1.20               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 114,252                           | Tesco plc                                                                 | GBR             | GBP                 | 349,125         | 1.42               |
|                                   |                                                                           |                 |                     | 349,125         | 1.42               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 31,051                            | SSE plc                                                                   | GBR             | GBP                 | 554,737         | 2.25               |
|                                   |                                                                           |                 |                     | 554,737         | 2.25               |
|                                   | <b>Equity Real Estate Investment Trusts (REITs)</b>                       |                 |                     |                 |                    |
| 206,944                           | LondonMetric Property plc                                                 | GBR             | GBP                 | 398,667         | 1.61               |
| 63,419                            | Land Securities Group plc                                                 | GBR             | GBP                 | 392,002         | 1.59               |
|                                   |                                                                           |                 |                     | 790,669         | 3.20               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 176,413                           | M&G plc                                                                   | GBR             | GBP                 | 358,774         | 1.45               |
|                                   |                                                                           |                 |                     | 358,774         | 1.45               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 8,900                             | Cranswick plc                                                             | GBR             | GBP                 | 395,605         | 1.60               |
| 15,394                            | Associated British Foods plc                                              | GBR             | GBP                 | 380,239         | 1.54               |
|                                   |                                                                           |                 |                     | 775,844         | 3.14               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 39,256                            | Smith & Nephew plc                                                        | GBR             | GBP                 | 384,837         | 1.56               |
|                                   |                                                                           |                 |                     | 384,837         | 1.56               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 258,036                           | Taylor Wimpey plc                                                         | GBR             | GBP                 | 365,534         | 1.48               |
| 12,706                            | Bellway plc                                                               | GBR             | GBP                 | 320,045         | 1.30               |
|                                   |                                                                           |                 |                     | 685,579         | 2.78               |
|                                   | <b>Household Products</b>                                                 |                 |                     |                 |                    |
| 10,000                            | Reckitt Benckiser Group plc                                               | GBR             | GBP                 | 427,967         | 1.73               |
|                                   |                                                                           |                 |                     | 427,967         | 1.73               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 24,492                            | Smiths Group plc                                                          | GBR             | GBP                 | 416,885         | 1.69               |
| 7,075                             | DCC plc                                                                   | GBR             | GBP                 | 390,616         | 1.58               |
|                                   |                                                                           |                 |                     | 807,501         | 3.27               |
|                                   | <b>Insurance</b>                                                          |                 |                     |                 |                    |
| 208,333                           | Legal & General Group plc                                                 | GBR             | GBP                 | 471,937         | 1.91               |
| 84,914                            | Phoenix Group Holdings plc                                                | GBR             | GBP                 | 442,199         | 1.79               |
|                                   |                                                                           |                 |                     | 914,136         | 3.70               |



**Martin Currie UK Equity Income Fund** (continued)

(Currency - GBP)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value          | % of net<br>assets  |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|--------------------------|---------------------|
|                                   | <b>Machinery</b>                                                                        |                 |                     |                          |                     |
| 57,839                            | Bodycote plc                                                                            | GBR             | GBP                 | 392,991                  | 1.59                |
| 19,383                            | IMI plc                                                                                 | GBR             | GBP                 | 340,727                  | 1.38                |
|                                   |                                                                                         |                 |                     | <u>733,718</u>           | <u>2.97</u>         |
|                                   | <b>Media</b>                                                                            |                 |                     |                          |                     |
| 55,090                            | WPP plc                                                                                 | GBR             | GBP                 | 399,052                  | 1.62                |
| 42,658                            | Informa plc                                                                             | GBR             | GBP                 | 364,182                  | 1.47                |
|                                   |                                                                                         |                 |                     | <u>763,234</u>           | <u>3.09</u>         |
|                                   | <b>Metals &amp; Mining</b>                                                              |                 |                     |                          |                     |
| 15,938                            | Rio Tinto plc                                                                           | GBR             | GBP                 | 827,327                  | 3.35                |
| 20,670                            | Anglo American plc                                                                      | GBR             | GBP                 | 516,718                  | 2.10                |
|                                   |                                                                                         |                 |                     | <u>1,344,045</u>         | <u>5.45</u>         |
|                                   | <b>Multi-Utilities</b>                                                                  |                 |                     |                          |                     |
| 88,454                            | National Grid plc                                                                       | GBR             | GBP                 | 781,338                  | 3.17                |
|                                   |                                                                                         |                 |                     | <u>781,338</u>           | <u>3.17</u>         |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                  |                 |                     |                          |                     |
| 46,647                            | Shell plc                                                                               | GBR             | GBP                 | 1,323,578                | 5.36                |
| 244,181                           | BP plc                                                                                  | GBR             | GBP                 | 1,163,008                | 4.71                |
|                                   |                                                                                         |                 |                     | <u>2,486,586</u>         | <u>10.07</u>        |
|                                   | <b>Personal Care Products</b>                                                           |                 |                     |                          |                     |
| 30,026                            | Unilever plc                                                                            | GBR             | GBP                 | 1,303,732                | 5.28                |
|                                   |                                                                                         |                 |                     | <u>1,303,732</u>         | <u>5.28</u>         |
|                                   | <b>Pharmaceuticals</b>                                                                  |                 |                     |                          |                     |
| 8,837                             | AstraZeneca plc                                                                         | GBR             | GBP                 | 1,087,991                | 4.41                |
| 47,078                            | GSK plc                                                                                 | GBR             | GBP                 | 716,327                  | 2.90                |
|                                   |                                                                                         |                 |                     | <u>1,804,318</u>         | <u>7.31</u>         |
|                                   | <b>Professional Services</b>                                                            |                 |                     |                          |                     |
| 21,479                            | RELX plc                                                                                | GBR             | GBP                 | 778,533                  | 3.15                |
| 8,857                             | Intertek Group plc                                                                      | GBR             | GBP                 | 423,548                  | 1.72                |
| 89,087                            | Pagegroup plc                                                                           | GBR             | GBP                 | 379,763                  | 1.54                |
|                                   |                                                                                         |                 |                     | <u>1,581,844</u>         | <u>6.41</u>         |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                          |                     |
| 23,500                            | Burberry Group plc                                                                      | GBR             | GBP                 | 206,447                  | 0.84                |
|                                   |                                                                                         |                 |                     | <u>206,447</u>           | <u>0.84</u>         |
|                                   | <b>Tobacco</b>                                                                          |                 |                     |                          |                     |
| 37,442                            | British American Tobacco plc                                                            | GBR             | GBP                 | 909,901                  | 3.68                |
| 29,358                            | Imperial Brands plc                                                                     | GBR             | GBP                 | 594,286                  | 2.41                |
|                                   |                                                                                         |                 |                     | <u>1,504,187</u>         | <u>6.09</u>         |
|                                   | <b>Trading Companies &amp; Distributors</b>                                             |                 |                     |                          |                     |
| 12,277                            | Bunzl plc                                                                               | GBR             | GBP                 | 369,001                  | 1.50                |
|                                   |                                                                                         |                 |                     | <u>369,001</u>           | <u>1.50</u>         |
|                                   | <b>Water Utilities</b>                                                                  |                 |                     |                          |                     |
| 15,250                            | Severn Trent plc                                                                        | GBR             | GBP                 | 363,116                  | 1.47                |
|                                   |                                                                                         |                 |                     | <u>363,116</u>           | <u>1.47</u>         |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | <u>23,760,130</u>        | <u>96.26</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | <u>23,760,130</u>        | <u>96.26</u>        |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <u><b>23,760,130</b></u> | <u><b>96.26</b></u> |

## Schedule of Investments, June 30, 2024

## Templeton All China Equity Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 6,000                             | SF Holding Co. Ltd. 'A'                                                   | CHN             | CNY                 | 29,411          | 1.55               |
|                                   |                                                                           |                 |                     | 29,411          | 1.55               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 5,600                             | Fuyao Glass Industry Group Co. Ltd. 'A'                                   | CHN             | CNY                 | 36,911          | 1.94               |
| 800                               | Fuyao Glass Industry Group Co. Ltd. 'H', Reg. S, 144A                     | CHN             | HKD                 | 4,634           | 0.24               |
|                                   |                                                                           |                 |                     | 41,545          | 2.18               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 90,000                            | China Construction Bank Corp. 'H'                                         | CHN             | HKD                 | 66,530          | 3.49               |
| 9,000                             | China Merchants Bank Co. Ltd. 'H'                                         | CHN             | HKD                 | 40,897          | 2.15               |
|                                   |                                                                           |                 |                     | 107,427         | 5.64               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 500                               | Kweichow Moutai Co. Ltd. 'A'                                              | CHN             | CNY                 | 100,724         | 5.29               |
| 2,300                             | Wuliangye Yibin Co. Ltd. 'A'                                              | CHN             | CNY                 | 40,425          | 2.13               |
| 6,000                             | China Resources Beer Holdings Co. Ltd.                                    | CHN             | HKD                 | 20,184          | 1.06               |
|                                   |                                                                           |                 |                     | 161,333         | 8.48               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 13,400                            | Alibaba Group Holding Ltd.                                                | CHN             | HKD                 | 120,772         | 6.35               |
| 500                               | PDD Holdings, Inc., ADR                                                   | CHN             | USD                 | 66,475          | 3.49               |
|                                   |                                                                           |                 |                     | 187,247         | 9.84               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 7,400                             | Guangzhou Tinci Materials Technology Co. Ltd. 'A'                         | CHN             | CNY                 | 17,859          | 0.94               |
| 4,500                             | Hangzhou Oxygen Plant Group Co. Ltd. 'A'                                  | CHN             | CNY                 | 13,759          | 0.72               |
|                                   |                                                                           |                 |                     | 31,618          | 1.66               |
|                                   | <b>Distributors</b>                                                       |                 |                     |                 |                    |
| 838                               | GigaCloud Technology, Inc. 'A'                                            | HKG             | USD                 | 25,492          | 1.34               |
|                                   |                                                                           |                 |                     | 25,492          | 1.34               |
|                                   | <b>Diversified Consumer Services</b>                                      |                 |                     |                 |                    |
| 2,500                             | New Oriental Education & Technology Group, Inc.                           | CHN             | HKD                 | 19,215          | 1.01               |
| 200                               | New Oriental Education & Technology Group, Inc., ADR                      | CHN             | USD                 | 15,546          | 0.82               |
|                                   |                                                                           |                 |                     | 34,761          | 1.83               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 14,898                            | NARI Technology Co. Ltd. 'A'                                              | CHN             | CNY                 | 51,060          | 2.68               |
| 12,600                            | Hongfa Technology Co. Ltd. 'A'                                            | CHN             | CNY                 | 47,909          | 2.52               |
| 1,240                             | Contemporary Amperex Technology Co. Ltd. 'A'                              | CHN             | CNY                 | 30,711          | 1.61               |
|                                   |                                                                           |                 |                     | 129,680         | 6.81               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 5,100                             | WUS Printed Circuit Kunshan Co. Ltd. 'A'                                  | CHN             | CNY                 | 25,441          | 1.34               |
| 12,000                            | Wasion Holdings Ltd.                                                      | HKG             | HKD                 | 10,510          | 0.55               |
|                                   |                                                                           |                 |                     | 35,951          | 1.89               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 3,900                             | NetEase, Inc.                                                             | CHN             | HKD                 | 74,474          | 3.91               |
| 7,600                             | Maoyan Entertainment, Reg. S, 144A                                        | CHN             | HKD                 | 7,805           | 0.41               |
|                                   |                                                                           |                 |                     | 82,279          | 4.32               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 13,000                            | China Mengniu Dairy Co. Ltd.                                              | CHN             | HKD                 | 23,265          | 1.22               |
| 26,000                            | China Feihe Ltd., Reg. S, 144A                                            | CHN             | HKD                 | 11,994          | 0.63               |
|                                   |                                                                           |                 |                     | 35,259          | 1.85               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 900                               | Shenzhen Mindray Bio-Medical Electronics Co. Ltd. 'A'                     | CHN             | CNY                 | 36,002          | 1.89               |
|                                   |                                                                           |                 |                     | 36,002          | 1.89               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 12,004                            | Aier Eye Hospital Group Co. Ltd. 'A'                                      | CHN             | CNY                 | 17,025          | 0.90               |
| 8,000                             | New Horizon Health Ltd., Reg. S, 144A                                     | CHN             | HKD                 | 14,486          | 0.76               |
|                                   |                                                                           |                 |                     | 31,511          | 1.66               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 4,840                             | Meituan 'B', Reg. S, 144A                                                 | CHN             | HKD                 | 68,797          | 3.61               |
| 700                               | Trip.com Group Ltd.                                                       | CHN             | HKD                 | 33,128          | 1.74               |
| 800                               | Yum China Holdings, Inc.                                                  | CHN             | USD                 | 24,672          | 1.30               |

**Templeton All China Equity Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 210                               | Trip.com Group Ltd., ADR                                                                | CHN             | USD                 | 9,870           | 0.52               |
|                                   |                                                                                         |                 |                     | 136,467         | 7.17               |
|                                   | <b>Household Durables</b>                                                               |                 |                     |                 |                    |
| 4,800                             | Midea Group Co. Ltd. 'A'                                                                | CHN             | CNY                 | 42,549          | 2.24               |
| 9,700                             | Haier Smart Home Co. Ltd. 'A'                                                           | CHN             | CNY                 | 37,774          | 1.98               |
|                                   |                                                                                         |                 |                     | 80,323          | 4.22               |
|                                   | <b>Independent Power and Renewable Electricity Producers</b>                            |                 |                     |                 |                    |
| 24,999                            | China Yangtze Power Co. Ltd. 'A'                                                        | CHN             | CNY                 | 99,483          | 5.23               |
|                                   |                                                                                         |                 |                     | 99,483          | 5.23               |
|                                   | <b>Insurance</b>                                                                        |                 |                     |                 |                    |
| 26,000                            | PICC Property & Casualty Co. Ltd. 'H'                                                   | CHN             | HKD                 | 32,234          | 1.70               |
| 4,500                             | Ping An Insurance Group Co. of China Ltd. 'H'                                           | CHN             | HKD                 | 20,387          | 1.07               |
|                                   |                                                                                         |                 |                     | 52,621          | 2.77               |
|                                   | <b>Interactive Media &amp; Services</b>                                                 |                 |                     |                 |                    |
| 4,100                             | Tencent Holdings Ltd.                                                                   | CHN             | HKD                 | 194,505         | 10.22              |
| 199                               | Baidu, Inc., ADR                                                                        | CHN             | USD                 | 17,210          | 0.90               |
| 950                               | Baidu, Inc. 'A'                                                                         | CHN             | HKD                 | 10,285          | 0.54               |
|                                   |                                                                                         |                 |                     | 222,000         | 11.66              |
|                                   | <b>Machinery</b>                                                                        |                 |                     |                 |                    |
| 5,900                             | Shenzhen Inovance Technology Co. Ltd. 'A'                                               | CHN             | CNY                 | 41,600          | 2.19               |
|                                   |                                                                                         |                 |                     | 41,600          | 2.19               |
|                                   | <b>Media</b>                                                                            |                 |                     |                 |                    |
| 82,800                            | Focus Media Information Technology Co. Ltd. 'A'                                         | CHN             | CNY                 | 68,935          | 3.62               |
| 9,000                             | Mobvista, Inc., Reg. S, 144A                                                            | CHN             | HKD                 | 2,898           | 0.15               |
|                                   |                                                                                         |                 |                     | 71,833          | 3.77               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                  |                 |                     |                 |                    |
| 46,000                            | PetroChina Co. Ltd. 'H'                                                                 | CHN             | HKD                 | 46,449          | 2.44               |
|                                   |                                                                                         |                 |                     | 46,449          | 2.44               |
|                                   | <b>Pharmaceuticals</b>                                                                  |                 |                     |                 |                    |
| 8,900                             | Jiangsu Hengrui Pharmaceuticals Co. Ltd. 'A'                                            | CHN             | CNY                 | 47,034          | 2.47               |
|                                   |                                                                                         |                 |                     | 47,034          | 2.47               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                     |                 |                     |                 |                    |
| 5,980                             | Sino Wealth Electronic Ltd. 'A'                                                         | CHN             | CNY                 | 16,145          | 0.85               |
|                                   |                                                                                         |                 |                     | 16,145          | 0.85               |
|                                   | <b>Software</b>                                                                         |                 |                     |                 |                    |
| 5,590                             | Hundsun Technologies, Inc. 'A'                                                          | CHN             | CNY                 | 13,533          | 0.71               |
|                                   |                                                                                         |                 |                     | 13,533          | 0.71               |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b>                                   |                 |                     |                 |                    |
| 4,800                             | Xiaomi Corp. 'B', Reg. S, 144A                                                          | CHN             | HKD                 | 10,091          | 0.53               |
|                                   |                                                                                         |                 |                     | 10,091          | 0.53               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                 |                    |
| 5,600                             | ANTA Sports Products Ltd.                                                               | CHN             | HKD                 | 53,558          | 2.81               |
|                                   |                                                                                         |                 |                     | 53,558          | 2.81               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 1,860,653       | 97.76              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 1,860,653       | 97.76              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | 1,860,653       | 97.76              |

## Schedule of Investments, June 30, 2024

## Templeton Asia Equity Total Return Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 1,100                             | Hyundai Motor Co.                                                         | KOR             | KRW                 | 233,998         | 2.93               |
| 5,600                             | Mahindra & Mahindra Ltd.                                                  | IND             | INR                 | 192,297         | 2.40               |
|                                   |                                                                           |                 |                     | 426,295         | 5.33               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 13,400                            | ICICI Bank Ltd., ADR                                                      | IND             | USD                 | 386,054         | 4.83               |
| 13,200                            | HDFC Bank Ltd.                                                            | IND             | INR                 | 266,650         | 3.33               |
| 9,680                             | DBS Group Holdings Ltd.                                                   | SGP             | SGD                 | 254,969         | 3.19               |
| 405,000                           | Bank Central Asia Tbk. PT                                                 | IDN             | IDR                 | 245,062         | 3.06               |
| 39,000                            | China Merchants Bank Co. Ltd. 'A'                                         | CHN             | CNY                 | 183,267         | 2.29               |
| 70,000                            | BDO Unibank, Inc.                                                         | PHL             | PHP                 | 153,428         | 1.92               |
| 7,600                             | Axis Bank Ltd.                                                            | IND             | INR                 | 115,214         | 1.44               |
|                                   |                                                                           |                 |                     | 1,604,644       | 20.06              |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 34,400                            | Alibaba Group Holding Ltd.                                                | CHN             | HKD                 | 310,042         | 3.88               |
|                                   |                                                                           |                 |                     | 310,042         | 3.88               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 3,600                             | Larsen & Toubro Ltd.                                                      | IND             | INR                 | 152,969         | 1.91               |
|                                   |                                                                           |                 |                     | 152,969         | 1.91               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 320,000                           | Sumber Alfaria Trijaya Tbk. PT                                            | IDN             | IDR                 | 53,740          | 0.67               |
|                                   |                                                                           |                 |                     | 53,740          | 0.67               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 38,000                            | Hon Hai Precision Industry Co. Ltd.                                       | TWN             | TWD                 | 249,685         | 3.12               |
| 500                               | Samsung SDI Co. Ltd.                                                      | KOR             | KRW                 | 127,357         | 1.59               |
|                                   |                                                                           |                 |                     | 377,042         | 4.71               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 10,000                            | Tata Consumer Products Ltd.                                               | IND             | INR                 | 131,414         | 1.64               |
|                                   |                                                                           |                 |                     | 131,414         | 1.64               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 230,000                           | Bangkok Dusit Medical Services PCL 'F'                                    | THA             | THB                 | 167,282         | 2.09               |
| 1,700                             | Apollo Hospitals Enterprise Ltd.                                          | IND             | INR                 | 125,916         | 1.58               |
|                                   |                                                                           |                 |                     | 293,198         | 3.67               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 4,400                             | Trip.com Group Ltd.                                                       | CHN             | HKD                 | 208,234         | 2.60               |
| 4,000                             | Yum China Holdings, Inc.                                                  | CHN             | HKD                 | 123,615         | 1.55               |
|                                   |                                                                           |                 |                     | 331,849         | 4.15               |
|                                   | <b>Insurance</b>                                                          |                 |                     |                 |                    |
| 33,000                            | AIA Group Ltd.                                                            | HKG             | HKD                 | 223,270         | 2.79               |
| 42,000                            | Ping An Insurance Group Co. of China Ltd. 'H'                             | CHN             | HKD                 | 190,284         | 2.38               |
|                                   |                                                                           |                 |                     | 413,554         | 5.17               |
|                                   | <b>Interactive Media &amp; Services</b>                                   |                 |                     |                 |                    |
| 11,500                            | Tencent Holdings Ltd.                                                     | CHN             | HKD                 | 545,564         | 6.82               |
| 1,250                             | NAVER Corp.                                                               | KOR             | KRW                 | 150,042         | 1.88               |
| 10,000                            | Baidu, Inc. 'A'                                                           | CHN             | HKD                 | 108,260         | 1.35               |
|                                   |                                                                           |                 |                     | 803,866         | 10.05              |
|                                   | <b>IT Services</b>                                                        |                 |                     |                 |                    |
| 4,300                             | Tata Consultancy Services Ltd.                                            | IND             | INR                 | 200,932         | 2.51               |
|                                   |                                                                           |                 |                     | 200,932         | 2.51               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                 |                 |                     |                 |                    |
| 21,000                            | Wuxi Biologics Cayman, Inc., Reg. S, 144A                                 | CHN             | HKD                 | 30,905          | 0.39               |
|                                   |                                                                           |                 |                     | 30,905          | 0.39               |
|                                   | <b>Machinery</b>                                                          |                 |                     |                 |                    |
| 22,000                            | Shenzhen Inovance Technology Co. Ltd. 'A'                                 | CHN             | CNY                 | 155,119         | 1.94               |
| 10,000                            | Techtronic Industries Co. Ltd.                                            | HKG             | HKD                 | 113,999         | 1.42               |
|                                   |                                                                           |                 |                     | 269,118         | 3.36               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 8,200                             | Reliance Industries Ltd.                                                  | IND             | INR                 | 307,490         | 3.84               |
|                                   |                                                                           |                 |                     | 307,490         | 3.84               |

**Templeton Asia Equity Total Return Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                       | Description                                 | Country<br>code | Trading<br>currency | Market<br>value  | % of net<br>assets |
|-----------------------------------------------------------------------------------------|---------------------------------------------|-----------------|---------------------|------------------|--------------------|
| <b>Real Estate Management &amp; Development</b>                                         |                                             |                 |                     |                  |                    |
| 600,000                                                                                 | WHA Corp. PCL                               | THA             | THB                 | 78,903           | 0.99               |
|                                                                                         |                                             |                 |                     | 78,903           | 0.99               |
| <b>Semiconductors &amp; Semiconductor Equipment</b>                                     |                                             |                 |                     |                  |                    |
| 26,000                                                                                  | Taiwan Semiconductor Manufacturing Co. Ltd. | TWN             | TWD                 | 768,766          | 9.61               |
| 1,180                                                                                   | SK Hynix, Inc.                              | KOR             | KRW                 | 199,756          | 2.50               |
| 4,000                                                                                   | MediaTek, Inc.                              | TWN             | TWD                 | 171,926          | 2.15               |
| 35,000                                                                                  | Kinsus Interconnect Technology Corp.        | TWN             | TWD                 | 99,386           | 1.24               |
|                                                                                         |                                             |                 |                     | 1,239,834        | 15.50              |
| <b>Technology Hardware, Storage &amp; Peripherals</b>                                   |                                             |                 |                     |                  |                    |
| 10,200                                                                                  | Samsung Electronics Co. Ltd.                | KOR             | KRW                 | 598,810          | 7.49               |
|                                                                                         |                                             |                 |                     | 598,810          | 7.49               |
| <b>TOTAL SHARES</b>                                                                     |                                             |                 |                     | 7,624,605        | 95.32              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                                             |                 |                     | 7,624,605        | 95.32              |
| <b>TOTAL INVESTMENTS</b>                                                                |                                             |                 |                     | <b>7,624,605</b> | <b>95.32</b>       |

## Schedule of Investments, June 30, 2024

## Templeton Asian Bond Fund

(Currency - USD)

| Number of shares<br>or face value                                                       | Description                                              | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|-----------------------------------------------------------------------------------------|----------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING               |                                                          |                 |                     |                   |                    |
| <b>BONDS</b>                                                                            |                                                          |                 |                     |                   |                    |
| <b>Government and Municipal Bonds</b>                                                   |                                                          |                 |                     |                   |                    |
| 185,458,000,000                                                                         | Indonesia Government Bond 7% 02/15/2033                  | IDN             | IDR                 | 11,278,112        | 12.51              |
| 588,800,000                                                                             | India Government Bond 7.26% 08/22/2032                   | IND             | INR                 | 7,153,844         | 7.94               |
| 9,816,800,000                                                                           | Korea Treasury Bond 3.25% 03/10/2028                     | KOR             | KRW                 | 7,126,344         | 7.91               |
| 8,665,560,000                                                                           | Korea Treasury Bond 1.5% 03/10/2025                      | KOR             | KRW                 | 6,202,626         | 6.88               |
| 6,586,000,000                                                                           | Korea Treasury Bond 3.5% 09/10/2028                      | KOR             | KRW                 | 4,827,434         | 5.36               |
| 372,000,000                                                                             | India Government Bond 7.18% 08/14/2033                   | IND             | INR                 | 4,503,038         | 5.00               |
| 5,960,000                                                                               | Australia Government Bond, Reg. S 3.75% 05/21/2034       | AUS             | AUD                 | 3,798,545         | 4.22               |
| 276,780,000                                                                             | India Government Bond 7.26% 01/14/2029                   | IND             | INR                 | 3,353,429         | 3.72               |
| 267,300,000                                                                             | India Government Bond 7.1% 04/18/2029                    | IND             | INR                 | 3,216,717         | 3.57               |
| 1,688,640,000                                                                           | Kazakhstan Government Bond 10.3% 03/17/2031              | KAZ             | KZT                 | 3,188,588         | 3.54               |
| 5,445,000                                                                               | New South Wales Treasury Corp. 2% 03/08/2033             | AUS             | AUD                 | 2,894,344         | 3.21               |
| 3,803,000                                                                               | Treasury Corp. of Victoria, Reg. S 2.25% 09/15/2033      | AUS             | AUD                 | 2,019,469         | 2.24               |
| 2,433,000                                                                               | Queensland Treasury Corp., Reg. S, 144A 1.75% 07/20/2034 | AUS             | AUD                 | 1,201,037         | 1.33               |
| 19,740,000,000                                                                          | Indonesia Government Bond 6.375% 08/15/2028              | IDN             | IDR                 | 1,187,061         | 1.32               |
| 1,880,000                                                                               | Sri Lanka Government Bond, Reg. S 6.2% 05/11/2027§       | LKA             | USD                 | 1,108,155         | 1.23               |
| 176,600,000                                                                             | Kazakhstan Government Bond 14% 05/12/2031                | KAZ             | KZT                 | 395,207           | 0.44               |
| 650,000                                                                                 | Sri Lanka Government Bond, Reg. S 6.85% 11/03/2025§      | LKA             | USD                 | 385,273           | 0.43               |
| 5,196,000,000                                                                           | Indonesia Government Bond 7% 09/15/2030                  | IDN             | IDR                 | 317,497           | 0.35               |
| 400,000                                                                                 | Sri Lanka Government Bond, Reg. S 6.35% 06/28/2024§      | LKA             | USD                 | 230,827           | 0.26               |
| 200,000                                                                                 | Sri Lanka Government Bond, Reg. S 7.85% 03/14/2029§      | LKA             | USD                 | 119,100           | 0.13               |
| 200,000                                                                                 | Sri Lanka Government Bond, Reg. S 6.75% 04/18/2028§      | LKA             | USD                 | 118,090           | 0.13               |
| 200,000                                                                                 | Sri Lanka Government Bond, Reg. S 5.75% 04/18/2023§      | LKA             | USD                 | 115,000           | 0.13               |
| 61,000                                                                                  | New South Wales Treasury Corp., Reg. S 1.75% 03/20/2034  | AUS             | AUD                 | 30,560            | 0.03               |
| 54,000                                                                                  | Treasury Corp. of Victoria 2.25% 11/20/2034              | AUS             | AUD                 | 27,660            | 0.03               |
|                                                                                         |                                                          |                 |                     | <b>64,797,957</b> | <b>71.91</b>       |
| <b>TOTAL BONDS</b>                                                                      |                                                          |                 |                     | <b>64,797,957</b> | <b>71.91</b>       |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                                                          |                 |                     | <b>64,797,957</b> | <b>71.91</b>       |
| TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                                                          |                 |                     |                   |                    |
| <b>BONDS</b>                                                                            |                                                          |                 |                     |                   |                    |
| <b>Government and Municipal Bonds</b>                                                   |                                                          |                 |                     |                   |                    |
| 65,480,000                                                                              | Malaysia Government Bond 3.9% 11/30/2026                 | MYS             | MYR                 | 14,031,665        | 15.57              |
| 5,875,000                                                                               | FHLB 0% 07/01/2024                                       | USA             | USD                 | 5,872,454         | 6.52               |
| 15,298,000                                                                              | Malaysia Government Bond 4.498% 04/15/2030               | MYS             | MYR                 | 3,367,365         | 3.73               |
| 1,780,000                                                                               | Malaysia Government Bond 3.882% 03/14/2025               | MYS             | MYR                 | 378,932           | 0.42               |
| 1,640,000                                                                               | Malaysia Government Bond 3.733% 06/15/2028               | MYS             | MYR                 | 349,127           | 0.39               |
|                                                                                         |                                                          |                 |                     | <b>23,999,543</b> | <b>26.63</b>       |
| <b>TOTAL BONDS</b>                                                                      |                                                          |                 |                     | <b>23,999,543</b> | <b>26.63</b>       |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                                                          |                 |                     | <b>23,999,543</b> | <b>26.63</b>       |
| <b>TOTAL INVESTMENTS</b>                                                                |                                                          |                 |                     | <b>88,797,500</b> | <b>98.54</b>       |

§ These Bonds are currently in default



## Schedule of Investments, June 30, 2024

## Templeton Asian Growth Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 1,468,618                         | SF Holding Co. Ltd. 'A'                                                   | CHN             | CNY                 | 7,198,914       | 0.39               |
|                                   |                                                                           |                 |                     | 7,198,914       | 0.39               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 400,326                           | Tube Investments of India Ltd.                                            | IND             | INR                 | 20,432,937      | 1.11               |
| 196,765                           | Endurance Technologies Ltd., Reg. S, 144A                                 | IND             | INR                 | 6,313,753       | 0.34               |
|                                   |                                                                           |                 |                     | 26,746,690      | 1.45               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 257,083                           | Hyundai Motor Co.                                                         | KOR             | KRW                 | 54,688,114      | 2.97               |
| 3,397,551                         | Tata Motors Ltd. 'A'                                                      | IND             | INR                 | 27,078,144      | 1.47               |
| 363,822                           | Tata Motors Ltd.                                                          | IND             | INR                 | 4,312,318       | 0.23               |
|                                   |                                                                           |                 |                     | 86,078,576      | 4.67               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 8,743,500                         | ICICI Bank Ltd.                                                           | IND             | INR                 | 125,889,470     | 6.83               |
| 3,658,215                         | HDFC Bank Ltd.                                                            | IND             | INR                 | 73,898,687      | 4.01               |
| 62,424,100                        | Bank Central Asia Tbk. PT                                                 | IDN             | IDR                 | 37,772,260      | 2.05               |
| 1,304,496                         | DBS Group Holdings Ltd.                                                   | SGP             | SGD                 | 34,360,130      | 1.86               |
| 4,659,700                         | China Merchants Bank Co. Ltd. 'H'                                         | CHN             | HKD                 | 21,174,347      | 1.15               |
| 47,127,600                        | Bank Rakyat Indonesia Persero Tbk. PT                                     | IDN             | IDR                 | 13,214,416      | 0.71               |
| 106,100                           | HDFC Bank Ltd., ADR                                                       | IND             | USD                 | 6,825,413       | 0.37               |
|                                   |                                                                           |                 |                     | 313,134,723     | 16.98              |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 2,137,838                         | United Spirits Ltd.                                                       | IND             | INR                 | 32,682,525      | 1.77               |
| 18,846,600                        | Budweiser Brewing Co. APAC Ltd., Reg. S, 144A                             | CHN             | HKD                 | 22,182,075      | 1.20               |
|                                   |                                                                           |                 |                     | 54,864,600      | 2.97               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 6,752,000                         | Alibaba Group Holding Ltd.                                                | CHN             | HKD                 | 60,854,693      | 3.30               |
| 76,249                            | Alibaba Group Holding Ltd., ADR                                           | CHN             | USD                 | 5,489,928       | 0.30               |
|                                   |                                                                           |                 |                     | 66,344,621      | 3.60               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 719,300                           | Hong Kong Exchanges & Clearing Ltd.                                       | HKG             | HKD                 | 23,019,868      | 1.25               |
| 527,671                           | 360 ONE WAM Ltd.                                                          | IND             | INR                 | 6,196,670       | 0.33               |
|                                   |                                                                           |                 |                     | 29,216,538      | 1.58               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 28,119                            | LG Chem Ltd.                                                              | KOR             | KRW                 | 6,989,618       | 0.38               |
|                                   |                                                                           |                 |                     | 6,989,618       | 0.38               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 130,313,800                       | Sumber Alfaria Trijaya Tbk. PT                                            | IDN             | IDR                 | 21,884,760      | 1.19               |
|                                   |                                                                           |                 |                     | 21,884,760      | 1.19               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 1,871,043                         | Tata Power Co. Ltd. (The)                                                 | IND             | INR                 | 9,876,146       | 0.53               |
|                                   |                                                                           |                 |                     | 9,876,146       | 0.53               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 846,600                           | Contemporary Amperex Technology Co. Ltd. 'A'                              | CHN             | CNY                 | 20,968,063      | 1.14               |
|                                   |                                                                           |                 |                     | 20,968,063      | 1.14               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 4,172,000                         | Hon Hai Precision Industry Co. Ltd.                                       | TWN             | TWD                 | 27,412,784      | 1.48               |
| 86,071                            | Samsung SDI Co. Ltd.                                                      | KOR             | KRW                 | 21,923,416      | 1.19               |
|                                   |                                                                           |                 |                     | 49,336,200      | 2.67               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 10,941,000                        | China Mengniu Dairy Co. Ltd.                                              | CHN             | HKD                 | 19,580,192      | 1.06               |
| 1,269,412                         | Tata Consumer Products Ltd.                                               | IND             | INR                 | 16,681,798      | 0.91               |
|                                   |                                                                           |                 |                     | 36,261,990      | 1.97               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 419,904                           | Apollo Hospitals Enterprise Ltd.                                          | IND             | INR                 | 31,101,490      | 1.68               |
| 192,454                           | Max Healthcare Institute Ltd.                                             | IND             | INR                 | 2,168,186       | 0.12               |
|                                   |                                                                           |                 |                     | 33,269,676      | 1.80               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 23,816,797                        | Zomato Ltd.                                                               | IND             | INR                 | 57,173,354      | 3.10               |
| 4,778,150                         | Indian Hotels Co. Ltd. 'A'                                                | IND             | INR                 | 35,757,406      | 1.94               |

**Templeton Asian Growth Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 1,853,950                         | Meituan 'B', Reg. S, 144A                                                                                                 | CHN             | HKD                 | 26,352,582      | 1.43               |
| 659,495                           | Yum China Holdings, Inc.                                                                                                  | CHN             | USD                 | 20,338,826      | 1.10               |
| 407,596                           | Trip.com Group Ltd., ADR                                                                                                  | CHN             | USD                 | 19,157,012      | 1.04               |
| 195,939                           | MakeMyTrip Ltd.                                                                                                           | IND             | USD                 | 16,478,470      | 0.89               |
| 13,043,166                        | Minor International PCL                                                                                                   | THA             | THB                 | 10,624,141      | 0.58               |
|                                   |                                                                                                                           |                 |                     | 185,881,791     | 10.08              |
|                                   | <b>Household Durables</b>                                                                                                 |                 |                     |                 |                    |
| 2,928,881                         | Midea Group Co. Ltd. 'A'                                                                                                  | CHN             | CNY                 | 25,962,444      | 1.41               |
|                                   |                                                                                                                           |                 |                     | 25,962,444      | 1.41               |
|                                   | <b>Industrial Conglomerates</b>                                                                                           |                 |                     |                 |                    |
| 1,483,765                         | SM Investments Corp.                                                                                                      | PHL             | PHP                 | 21,033,712      | 1.14               |
|                                   |                                                                                                                           |                 |                     | 21,033,712      | 1.14               |
|                                   | <b>Insurance</b>                                                                                                          |                 |                     |                 |                    |
| 10,952,200                        | AIA Group Ltd.                                                                                                            | HKG             | HKD                 | 74,099,844      | 4.02               |
| 4,987,477                         | HDFC Life Insurance Co. Ltd., Reg. S, 144A                                                                                | IND             | INR                 | 35,565,932      | 1.93               |
| 3,636,500                         | Ping An Insurance Group Co. of China Ltd. 'H'                                                                             | CHN             | HKD                 | 16,475,444      | 0.89               |
|                                   |                                                                                                                           |                 |                     | 126,141,220     | 6.84               |
|                                   | <b>Interactive Media &amp; Services</b>                                                                                   |                 |                     |                 |                    |
| 2,595,100                         | Tencent Holdings Ltd.                                                                                                     | CHN             | HKD                 | 123,112,395     | 6.68               |
|                                   |                                                                                                                           |                 |                     | 123,112,395     | 6.68               |
|                                   | <b>IT Services</b>                                                                                                        |                 |                     |                 |                    |
| 552,803                           | Infosys Ltd.                                                                                                              | IND             | INR                 | 10,377,636      | 0.56               |
|                                   |                                                                                                                           |                 |                     | 10,377,636      | 0.56               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                                                                 |                 |                     |                 |                    |
| 2,209,000                         | Wuxi Biologics Cayman, Inc., Reg. S, 144A                                                                                 | CHN             | HKD                 | 3,250,949       | 0.18               |
|                                   |                                                                                                                           |                 |                     | 3,250,949       | 0.18               |
|                                   | <b>Machinery</b>                                                                                                          |                 |                     |                 |                    |
| 1,104,500                         | Techtronic Industries Co. Ltd.                                                                                            | HKG             | HKD                 | 12,591,179      | 0.68               |
| 1,211,091                         | Shenzhen Inovance Technology Co. Ltd. 'A'                                                                                 | CHN             | CNY                 | 8,539,249       | 0.47               |
|                                   |                                                                                                                           |                 |                     | 21,130,428      | 1.15               |
|                                   | <b>Metals &amp; Mining</b>                                                                                                |                 |                     |                 |                    |
| 4,333,441                         | Hindalco Industries Ltd.                                                                                                  | IND             | INR                 | 35,933,193      | 1.95               |
|                                   |                                                                                                                           |                 |                     | 35,933,193      | 1.95               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                                                    |                 |                     |                 |                    |
| 1,296,782                         | Reliance Industries Ltd.                                                                                                  | IND             | INR                 | 48,627,731      | 2.64               |
|                                   |                                                                                                                           |                 |                     | 48,627,731      | 2.64               |
|                                   | <b>Pharmaceuticals</b>                                                                                                    |                 |                     |                 |                    |
| 824,753                           | Torrent Pharmaceuticals Ltd.                                                                                              | IND             | INR                 | 27,590,518      | 1.50               |
|                                   |                                                                                                                           |                 |                     | 27,590,518      | 1.50               |
|                                   | <b>Real Estate Management &amp; Development</b>                                                                           |                 |                     |                 |                    |
| 372,041                           | Obero Realty Ltd.                                                                                                         | IND             | INR                 | 7,872,374       | 0.43               |
| 6,043,200                         | Ayala Land, Inc.                                                                                                          | PHL             | PHP                 | 2,939,566       | 0.16               |
|                                   |                                                                                                                           |                 |                     | 10,811,940      | 0.59               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                                                       |                 |                     |                 |                    |
| 6,236,000                         | Taiwan Semiconductor Manufacturing Co. Ltd.                                                                               | TWN             | TWD                 | 184,385,591     | 10.00              |
| 312,379                           | SK Hynix, Inc.                                                                                                            | KOR             | KRW                 | 52,881,062      | 2.87               |
| 1,018,000                         | MediaTek, Inc.                                                                                                            | TWN             | TWD                 | 43,755,293      | 2.37               |
|                                   |                                                                                                                           |                 |                     | 281,021,946     | 15.24              |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b>                                                                     |                 |                     |                 |                    |
| 2,696,680                         | Samsung Electronics Co. Ltd.                                                                                              | KOR             | KRW                 | 158,313,697     | 8.58               |
|                                   |                                                                                                                           |                 |                     | 158,313,697     | 8.58               |
|                                   | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | 1,841,360,715   | 99.86              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                   |                 |                     | 1,841,360,715   | 99.86              |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Commercial Services &amp; Supplies</b>                                                                                 |                 |                     |                 |                    |
| 169,222                           | Flipkart Pvt Ltd. Escrow Account"                                                                                         | IND             | USD                 | —               | —                  |
|                                   |                                                                                                                           |                 |                     | —               | —                  |

**Templeton Asian Growth Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value      | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|----------------------|--------------------|
|                                   | <b>Real Estate Management &amp; Development</b>                                                                                          |                 |                     |                      |                    |
| 321,940                           | Hemisphere Properties India Ltd. Escrow Account**                                                                                        | IND             | INR                 | —                    | —                  |
|                                   |                                                                                                                                          |                 |                     | —                    | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | —                    | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | —                    | —                  |
|                                   | UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS                                                                 |                 |                     |                      |                    |
|                                   | <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                                                                             |                 |                     |                      |                    |
|                                   | <b>Financial Services</b>                                                                                                                |                 |                     |                      |                    |
| 3,249,233                         | FTIF Templeton China A Shares Fund - Y (acc) USD                                                                                         | LUX             | USD                 | 16,923,731           | 0.92               |
|                                   |                                                                                                                                          |                 |                     | 16,923,731           | 0.92               |
|                                   | <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                                                                       |                 |                     | 16,923,731           | 0.92               |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b>                                                   |                 |                     | 16,923,731           | 0.92               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>1,858,284,446</b> | <b>100.78</b>      |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Asian Smaller Companies Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|----------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING                          |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                      |                 |                     |                 |                    |
| 74,610                            | <b>Automobile Components</b><br>Hankook Tire & Technology Co. Ltd.                                 | KOR             | KRW                 | 2,432,105       | 0.23               |
|                                   |                                                                                                    |                 |                     | 2,432,105       | 0.23               |
| 20,813,243                        | <b>Banks</b><br>Federal Bank Ltd.                                                                  | IND             | INR                 | 44,168,520      | 4.17               |
| 9,829,986                         | Tisco Financial Group PCL                                                                          | THA             | THB                 | 25,557,953      | 2.41               |
| 9,579,212                         | City Union Bank Ltd.                                                                               | IND             | INR                 | 19,186,743      | 1.81               |
| 11,362,345                        | Asia Commercial Bank JSC                                                                           | VNM             | VND                 | 10,610,763      | 1.00               |
| 10,844,000                        | Military Commercial Joint Stock Bank                                                               | VNM             | VND                 | 9,432,515       | 0.89               |
|                                   |                                                                                                    |                 |                     | 108,956,494     | 10.28              |
| 173,412                           | <b>Biotechnology</b><br>Hugel, Inc.                                                                | KOR             | KRW                 | 28,957,898      | 2.73               |
|                                   |                                                                                                    |                 |                     | 28,957,898      | 2.73               |
| 1,576,416                         | <b>Broadline Retail</b><br>Poya International Co. Ltd.                                             | TWN             | TWD                 | 23,847,479      | 2.25               |
| 1,354,337                         | momo.com, Inc.                                                                                     | TWN             | TWD                 | 17,855,863      | 1.69               |
| 1,060,987,781                     | GoTo Gojek Tokopedia Tbk. PT 'A'                                                                   | IDN             | IDR                 | 3,226,726       | 0.30               |
|                                   |                                                                                                    |                 |                     | 44,930,068      | 4.24               |
| 86,253,720                        | <b>Building Products</b><br>Dynasty Ceramic PCL                                                    | THA             | THB                 | 4,579,844       | 0.43               |
|                                   |                                                                                                    |                 |                     | 4,579,844       | 0.43               |
| 1,005,031                         | <b>Capital Markets</b><br>Noah Holdings Ltd., ADR                                                  | CHN             | USD                 | 9,698,549       | 0.91               |
|                                   |                                                                                                    |                 |                     | 9,698,549       | 0.91               |
| 59,047                            | <b>Chemicals</b><br>Soulbrain Co. Ltd.                                                             | KOR             | KRW                 | 12,334,883      | 1.17               |
| 388,421,100                       | Avia Avian Tbk. PT                                                                                 | IDN             | IDR                 | 12,215,992      | 1.15               |
|                                   |                                                                                                    |                 |                     | 24,550,875      | 2.32               |
| 1,165,475                         | <b>Construction Materials</b><br>Dalmia Bharat Ltd.                                                | IND             | INR                 | 25,335,196      | 2.39               |
| 4,199,004                         | Huaxin Cement Co. Ltd. 'H'                                                                         | CHN             | HKD                 | 4,054,333       | 0.38               |
| 9,961,100                         | Asia Cement China Holdings Corp.                                                                   | CHN             | HKD                 | 3,699,194       | 0.35               |
|                                   |                                                                                                    |                 |                     | 33,088,723      | 3.12               |
| 3,072,456                         | <b>Containers &amp; Packaging</b><br>EPL Ltd.                                                      | IND             | INR                 | 7,288,455       | 0.69               |
|                                   |                                                                                                    |                 |                     | 7,288,455       | 0.69               |
| 11,082,288                        | <b>Diversified Consumer Services</b><br>China Education Group Holdings Ltd., Reg. S                | CHN             | HKD                 | 6,376,422       | 0.60               |
|                                   |                                                                                                    |                 |                     | 6,376,422       | 0.60               |
| 894,375                           | <b>Electrical Equipment</b><br>Shin Heung Energy & Electronics Co. Ltd.                            | KOR             | KRW                 | 6,147,877       | 0.58               |
|                                   |                                                                                                    |                 |                     | 6,147,877       | 0.58               |
| 14,334,800                        | <b>Electronic Equipment, Instruments &amp; Components</b><br>Synnex Technology International Corp. | TWN             | TWD                 | 32,195,603      | 3.04               |
| 7,971,393                         | Redington Ltd.                                                                                     | IND             | INR                 | 20,453,613      | 1.93               |
| 4,315,000                         | Primax Electronics Ltd.                                                                            | TWN             | TWD                 | 12,481,058      | 1.18               |
|                                   |                                                                                                    |                 |                     | 65,130,274      | 6.15               |
| 20,164,300                        | <b>Entertainment</b><br>Major Cineplex Group PCL                                                   | THA             | THB                 | 6,858,826       | 0.65               |
|                                   |                                                                                                    |                 |                     | 6,858,826       | 0.65               |
| 628,569                           | <b>Financial Services</b><br>Bajaj Holdings & Investment Ltd.                                      | IND             | INR                 | 64,302,656      | 6.07               |
| 687,444                           | One 97 Communications Ltd.                                                                         | IND             | INR                 | 3,313,088       | 0.31               |
|                                   |                                                                                                    |                 |                     | 67,615,744      | 6.38               |
| 23,670,200                        | <b>Food Products</b><br>Century Pacific Food, Inc.                                                 | PHL             | PHP                 | 13,010,719      | 1.23               |
| 10,642,796                        | Uni-President China Holdings Ltd.                                                                  | CHN             | HKD                 | 9,717,332       | 0.92               |
| 8,264,400                         | Health & Happiness H&H International Holdings Ltd.                                                 | CHN             | HKD                 | 9,461,296       | 0.89               |
| 586,906                           | Tata Consumer Products Ltd.                                                                        | IND             | INR                 | 7,712,742       | 0.73               |
|                                   |                                                                                                    |                 |                     | 39,902,089      | 3.77               |

## Templeton Asian Smaller Companies Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                   | Description                                | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------|--------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Health Care Equipment &amp; Supplies</b>         |                                            |                 |                     |                 |                    |
| 233,265                                             | Vieworks Co. Ltd.                          | KOR             | KRW                 | 4,723,809       | 0.45               |
|                                                     |                                            |                 |                     | 4,723,809       | 0.45               |
| <b>Health Care Providers &amp; Services</b>         |                                            |                 |                     |                 |                    |
| 3,323,607                                           | Aster DM Healthcare Ltd., Reg. S, 144A     | IND             | INR                 | 13,785,813      | 1.30               |
|                                                     |                                            |                 |                     | 13,785,813      | 1.30               |
| <b>Hotels, Restaurants &amp; Leisure</b>            |                                            |                 |                     |                 |                    |
| 13,387,447                                          | Zomato Ltd.                                | IND             | INR                 | 32,137,203      | 3.03               |
| 309,448                                             | MakeMyTrip Ltd.                            | IND             | USD                 | 26,024,577      | 2.46               |
| 65,892,900                                          | Bloomerry Resorts Corp.                    | PHL             | PHP                 | 10,713,652      | 1.01               |
| 8,646,121                                           | Restaurant Brands Asia Ltd.                | IND             | INR                 | 10,287,127      | 0.97               |
| 14,660,816                                          | NagaCorp Ltd.                              | KHM             | HKD                 | 7,187,732       | 0.68               |
|                                                     |                                            |                 |                     | 86,350,291      | 8.15               |
| <b>Household Durables</b>                           |                                            |                 |                     |                 |                    |
| 1,592,981                                           | Crompton Greaves Consumer Electricals Ltd. | IND             | INR                 | 7,736,784       | 0.73               |
| 2,187,700                                           | Chervon Holdings Ltd.                      | CHN             | HKD                 | 5,103,033       | 0.48               |
|                                                     |                                            |                 |                     | 12,839,817      | 1.21               |
| <b>Insurance</b>                                    |                                            |                 |                     |                 |                    |
| 1,621,797                                           | PB Fintech Ltd.                            | IND             | INR                 | 27,178,159      | 2.57               |
| 1,475,160                                           | Max Financial Services Ltd.                | IND             | INR                 | 17,175,278      | 1.62               |
|                                                     |                                            |                 |                     | 44,353,437      | 4.19               |
| <b>IT Services</b>                                  |                                            |                 |                     |                 |                    |
| 10,488,644                                          | FPT Corp.                                  | VNM             | VND                 | 53,682,147      | 5.06               |
| 296,395                                             | Coforge Ltd.                               | IND             | INR                 | 19,352,460      | 1.83               |
|                                                     |                                            |                 |                     | 73,034,607      | 6.89               |
| <b>Leisure Products</b>                             |                                            |                 |                     |                 |                    |
| 2,529,700                                           | Merida Industry Co. Ltd.                   | TWN             | TWD                 | 16,826,132      | 1.59               |
|                                                     |                                            |                 |                     | 16,826,132      | 1.59               |
| <b>Machinery</b>                                    |                                            |                 |                     |                 |                    |
| 197,449                                             | Shin Zu Shing Co. Ltd.                     | TWN             | TWD                 | 1,483,825       | 0.14               |
|                                                     |                                            |                 |                     | 1,483,825       | 0.14               |
| <b>Marine Transportation</b>                        |                                            |                 |                     |                 |                    |
| 37,380,000                                          | Pacific Basin Shipping Ltd.                | HKG             | HKD                 | 11,781,566      | 1.11               |
|                                                     |                                            |                 |                     | 11,781,566      | 1.11               |
| <b>Media</b>                                        |                                            |                 |                     |                 |                    |
| 1,418,090                                           | Affle India Ltd.                           | IND             | INR                 | 22,809,696      | 2.15               |
| 2,944,600                                           | Mobvista, Inc., Reg. S, 144A               | CHN             | HKD                 | 948,310         | 0.09               |
|                                                     |                                            |                 |                     | 23,758,006      | 2.24               |
| <b>Metals &amp; Mining</b>                          |                                            |                 |                     |                 |                    |
| 960,794                                             | Hoa Phat Group JSC                         | VNM             | VND                 | 1,065,670       | 0.10               |
|                                                     |                                            |                 |                     | 1,065,670       | 0.10               |
| <b>Personal Care Products</b>                       |                                            |                 |                     |                 |                    |
| 3,223,882                                           | Honasa Consumer Ltd.                       | IND             | INR                 | 16,722,305      | 1.58               |
|                                                     |                                            |                 |                     | 16,722,305      | 1.58               |
| <b>Pharmaceuticals</b>                              |                                            |                 |                     |                 |                    |
| 1,285,173                                           | Eris Lifesciences Ltd., Reg. S, 144A       | IND             | INR                 | 15,753,432      | 1.48               |
| 439,084                                             | Ajanta Pharma Ltd.                         | IND             | INR                 | 12,049,152      | 1.14               |
|                                                     |                                            |                 |                     | 27,802,584      | 2.62               |
| <b>Semiconductors &amp; Semiconductor Equipment</b> |                                            |                 |                     |                 |                    |
| 2,543,000                                           | Novatek Microelectronics Corp.             | TWN             | TWD                 | 47,330,880      | 4.47               |
| 92,234                                              | LEENO Industrial, Inc.                     | KOR             | KRW                 | 15,551,486      | 1.47               |
| 229,836                                             | LX Semicon Co. Ltd.                        | KOR             | KRW                 | 13,461,485      | 1.27               |
| 4,139,100                                           | Kinsus Interconnect Technology Corp.       | TWN             | TWD                 | 11,753,355      | 1.11               |
| 585,444                                             | Daqo New Energy Corp., ADR                 | CHN             | USD                 | 8,547,482       | 0.81               |
| 1,221,537                                           | Visual Photonics Epitaxy Co. Ltd.          | TWN             | TWD                 | 6,188,183       | 0.58               |
| 77,906                                              | ISC Co. Ltd.                               | KOR             | KRW                 | 3,652,871       | 0.34               |
|                                                     |                                            |                 |                     | 106,485,742     | 10.05              |
| <b>Software</b>                                     |                                            |                 |                     |                 |                    |
| 1,695,616                                           | Longshine Technology Group Co. Ltd. 'A'    | CHN             | CNY                 | 1,980,521       | 0.19               |
|                                                     |                                            |                 |                     | 1,980,521       | 0.19               |
| <b>Specialty Retail</b>                             |                                            |                 |                     |                 |                    |
| 13,671,300                                          | Mobile World Investment Corp.              | VNM             | VND                 | 33,438,178      | 3.15               |
|                                                     |                                            |                 |                     | 33,438,178      | 3.15               |

**Templeton Asian Smaller Companies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value             | % of net<br>assets  |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------------------|---------------------|
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                             |                     |
| 679,562                           | Fila Holdings Corp.                                                                     | KOR             | KRW                 | 19,669,667                  | 1.86                |
| 855,000                           | Eclat Textile Co. Ltd.                                                                  | TWN             | TWD                 | 13,901,908                  | 1.31                |
|                                   |                                                                                         |                 |                     | <u>33,571,575</u>           | <u>3.17</u>         |
|                                   | <b>Trading Companies &amp; Distributors</b>                                             |                 |                     |                             |                     |
| 19,722,200                        | Hexindo Adiperkasa Tbk. PT                                                              | IDN             | IDR                 | 7,437,227                   | 0.70                |
|                                   |                                                                                         |                 |                     | <u>7,437,227</u>            | <u>0.70</u>         |
|                                   | <b>Transportation Infrastructure</b>                                                    |                 |                     |                             |                     |
| 7,489,720                         | International Container Terminal Services, Inc.                                         | PHL             | PHP                 | 44,792,342                  | 4.23                |
|                                   |                                                                                         |                 |                     | <u>44,792,342</u>           | <u>4.23</u>         |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | <u>1,018,747,690</u>        | <u>96.14</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | <u>1,018,747,690</u>        | <u>96.14</u>        |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <u><b>1,018,747,690</b></u> | <u><b>96.14</b></u> |

## Schedule of Investments, June 30, 2024

## Templeton BRIC Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 491,156                           | Weifu High-Technology Group Co. Ltd. 'B'                                  | CHN             | HKD                 | 732,735         | 0.20               |
|                                   |                                                                           |                 |                     | 732,735         | 0.20               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 236,500                           | BYD Co. Ltd. 'H'                                                          | CHN             | HKD                 | 7,023,776       | 1.90               |
| 135,200                           | BYD Co. Ltd. 'A'                                                          | CHN             | CNY                 | 4,646,320       | 1.26               |
| 4,204,500                         | Brilliance China Automotive Holdings Ltd.                                 | CHN             | HKD                 | 4,409,075       | 1.19               |
| 5,341,454                         | BAIC Motor Corp. Ltd. 'H', Reg. S, 144A                                   | CHN             | HKD                 | 1,362,471       | 0.37               |
|                                   |                                                                           |                 |                     | 17,441,642      | 4.72               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 2,018,060                         | ICICI Bank Ltd.                                                           | IND             | INR                 | 29,056,156      | 7.87               |
| 887,199                           | HDFC Bank Ltd.                                                            | IND             | INR                 | 17,922,085      | 4.85               |
| 2,072,338                         | China Merchants Bank Co. Ltd. 'H'                                         | CHN             | HKD                 | 9,417,002       | 2.55               |
| 1,515,464                         | Itau Unibanco Holding SA, ADR Preference                                  | BRA             | USD                 | 8,850,310       | 2.40               |
| 2,871,744                         | Banco Bradesco SA, ADR Preference                                         | BRA             | USD                 | 6,432,707       | 1.74               |
| 1,548,182                         | Federal Bank Ltd.                                                         | IND             | INR                 | 3,285,452       | 0.89               |
| 2,076,724                         | Ping An Bank Co. Ltd. 'A'                                                 | CHN             | CNY                 | 2,896,100       | 0.79               |
| 9,500                             | China Merchants Bank Co. Ltd. 'A'                                         | CHN             | CNY                 | 44,642          | 0.01               |
|                                   |                                                                           |                 |                     | 77,904,454      | 21.10              |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 5,605,327                         | Budweiser Brewing Co. APAC Ltd., Reg. S, 144A                             | CHN             | HKD                 | 6,597,359       | 1.79               |
|                                   |                                                                           |                 |                     | 6,597,359       | 1.79               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 4,846,261                         | CStone Pharmaceuticals, Reg. S, 144A                                      | CHN             | HKD                 | 704,935         | 0.19               |
|                                   |                                                                           |                 |                     | 704,935         | 0.19               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 2,204,916                         | Alibaba Group Holding Ltd.                                                | CHN             | HKD                 | 19,872,554      | 5.38               |
| 354,721                           | Prosus NV                                                                 | CHN             | EUR                 | 12,615,109      | 3.42               |
| 11,808                            | Alibaba Group Holding Ltd., ADR                                           | CHN             | USD                 | 850,176         | 0.23               |
| 30,868                            | JD.com, Inc. 'A'                                                          | CHN             | HKD                 | 400,891         | 0.11               |
|                                   |                                                                           |                 |                     | 33,738,730      | 9.14               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 792,486                           | Guangzhou Tinci Materials Technology Co. Ltd. 'A'                         | CHN             | CNY                 | 1,912,599       | 0.52               |
|                                   |                                                                           |                 |                     | 1,912,599       | 0.52               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 116,322                           | ACC Ltd.                                                                  | IND             | INR                 | 3,649,375       | 0.99               |
| 7,455,628                         | China Resources Building Materials Technology Holdings Ltd.               | CHN             | HKD                 | 1,314,643       | 0.36               |
| 554,700                           | Beijing Oriental Yuhong Waterproof Technology Co. Ltd. 'A'                | CHN             | CNY                 | 941,212         | 0.25               |
| 1,098,500                         | Asia Cement China Holdings Corp.                                          | CHN             | HKD                 | 407,943         | 0.11               |
|                                   |                                                                           |                 |                     | 6,313,173       | 1.71               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 1,651,520                         | Hon Hai Precision Industry Co. Ltd.                                       | TWN             | TWD                 | 10,851,573      | 2.94               |
|                                   |                                                                           |                 |                     | 10,851,573      | 2.94               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 180,860                           | NetEase, Inc.                                                             | CHN             | HKD                 | 3,453,689       | 0.94               |
|                                   |                                                                           |                 |                     | 3,453,689       | 0.94               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 62,400                            | Bajaj Holdings & Investment Ltd.                                          | IND             | INR                 | 6,383,525       | 1.73               |
| 525,266                           | One 97 Communications Ltd.                                                | IND             | INR                 | 2,531,482       | 0.68               |
|                                   |                                                                           |                 |                     | 8,915,007       | 2.41               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 5,788,766                         | Uni-President China Holdings Ltd.                                         | CHN             | HKD                 | 5,285,394       | 1.43               |
| 1,609,979                         | Health & Happiness H&H International Holdings Ltd.                        | CHN             | HKD                 | 1,843,145       | 0.50               |
|                                   |                                                                           |                 |                     | 7,128,539       | 1.93               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 1,082,800                         | Shanghai Pharmaceuticals Holding Co. Ltd. 'H'                             | CHN             | HKD                 | 1,625,695       | 0.44               |
| 1,229,675                         | Oncoclinicas do Brasil Servicos Medicos SA                                | BRA             | BRL                 | 1,359,377       | 0.37               |
|                                   |                                                                           |                 |                     | 2,985,072       | 0.81               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 2,677,985                         | Zomato Ltd.                                                               | IND             | INR                 | 6,428,631       | 1.74               |



**Templeton BRIC Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 227,726                           | Meituan 'B', Reg. S, 144A                                                                                                 | CHN             | HKD                 | 3,236,963       | 0.88               |
|                                   |                                                                                                                           |                 |                     | 9,665,594       | 2.62               |
|                                   | <b>Household Durables</b>                                                                                                 |                 |                     |                 |                    |
| 5,860,552                         | Haier Smart Home Co. Ltd. 'D'                                                                                             | CHN             | EUR                 | 9,954,443       | 2.70               |
|                                   |                                                                                                                           |                 |                     | 9,954,443       | 2.70               |
|                                   | <b>Insurance</b>                                                                                                          |                 |                     |                 |                    |
| 809,622                           | Ping An Insurance Group Co. of China Ltd. 'H'                                                                             | CHN             | HKD                 | 3,668,055       | 0.99               |
|                                   |                                                                                                                           |                 |                     | 3,668,055       | 0.99               |
|                                   | <b>Interactive Media &amp; Services</b>                                                                                   |                 |                     |                 |                    |
| 572,325                           | Tencent Holdings Ltd.                                                                                                     | CHN             | HKD                 | 27,151,286      | 7.35               |
| 521,710                           | Baidu, Inc. 'A'                                                                                                           | CHN             | HKD                 | 5,648,058       | 1.53               |
| 560,129                           | Kuaishou Technology, Reg. S, 144A                                                                                         | CHN             | HKD                 | 3,287,876       | 0.89               |
|                                   |                                                                                                                           |                 |                     | 36,087,220      | 9.77               |
|                                   | <b>IT Services</b>                                                                                                        |                 |                     |                 |                    |
| 104,526                           | Cognizant Technology Solutions Corp. 'A'                                                                                  | USA             | USD                 | 7,107,768       | 1.92               |
| 310,062                           | Infosys Ltd.                                                                                                              | IND             | INR                 | 5,820,718       | 1.58               |
| 4,134,037                         | Chinasoft International Ltd.                                                                                              | CHN             | HKD                 | 2,168,423       | 0.59               |
|                                   |                                                                                                                           |                 |                     | 15,096,909      | 4.09               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                                                                 |                 |                     |                 |                    |
| 1,398,320                         | Wuxi Biologics Cayman, Inc., Reg. S, 144A                                                                                 | CHN             | HKD                 | 2,057,885       | 0.56               |
|                                   |                                                                                                                           |                 |                     | 2,057,885       | 0.56               |
|                                   | <b>Machinery</b>                                                                                                          |                 |                     |                 |                    |
| 720,925                           | Techtronic Industries Co. Ltd.                                                                                            | HKG             | HKD                 | 8,218,466       | 2.23               |
|                                   |                                                                                                                           |                 |                     | 8,218,466       | 2.23               |
|                                   | <b>Metals &amp; Mining</b>                                                                                                |                 |                     |                 |                    |
| 734,125                           | Vale SA                                                                                                                   | BRA             | BRL                 | 8,170,733       | 2.21               |
|                                   |                                                                                                                           |                 |                     | 8,170,733       | 2.21               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                                                    |                 |                     |                 |                    |
| 1,927,362                         | Petroleo Brasileiro SA Preference                                                                                         | BRA             | BRL                 | 13,118,342      | 3.55               |
|                                   |                                                                                                                           |                 |                     | 13,118,342      | 3.55               |
|                                   | <b>Pharmaceuticals</b>                                                                                                    |                 |                     |                 |                    |
| 308,734                           | Hypera SA                                                                                                                 | BRA             | BRL                 | 1,584,993       | 0.43               |
| 30,217                            | Natco Pharma Ltd.                                                                                                         | IND             | INR                 | 421,249         | 0.11               |
|                                   |                                                                                                                           |                 |                     | 2,006,242       | 0.54               |
|                                   | <b>Professional Services</b>                                                                                              |                 |                     |                 |                    |
| 217,669                           | Genpact Ltd.                                                                                                              | USA             | USD                 | 7,006,765       | 1.90               |
|                                   |                                                                                                                           |                 |                     | 7,006,765       | 1.90               |
|                                   | <b>Real Estate Management &amp; Development</b>                                                                           |                 |                     |                 |                    |
| 1,710,351                         | Greentown Service Group Co. Ltd., Reg. S                                                                                  | CHN             | HKD                 | 733,772         | 0.20               |
|                                   |                                                                                                                           |                 |                     | 733,772         | 0.20               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                                                       |                 |                     |                 |                    |
| 1,262,470                         | Taiwan Semiconductor Manufacturing Co. Ltd.                                                                               | TWN             | TWD                 | 37,328,620      | 10.11              |
| 248,684                           | MediaTek, Inc.                                                                                                            | TWN             | TWD                 | 10,688,842      | 2.89               |
| 143,664                           | Daqo New Energy Corp., ADR                                                                                                | CHN             | USD                 | 2,097,495       | 0.57               |
|                                   |                                                                                                                           |                 |                     | 50,114,957      | 13.57              |
|                                   | <b>Software</b>                                                                                                           |                 |                     |                 |                    |
| 2,043,328                         | Shanghai Baosight Software Co. Ltd. 'B'                                                                                   | CHN             | USD                 | 3,303,231       | 0.89               |
| 296,433                           | TOTVS SA                                                                                                                  | BRA             | BRL                 | 1,613,576       | 0.44               |
|                                   |                                                                                                                           |                 |                     | 4,916,807       | 1.33               |
|                                   | <b>Transportation Infrastructure</b>                                                                                      |                 |                     |                 |                    |
| 2,103,895                         | COSCO SHIPPING Ports Ltd.                                                                                                 | CHN             | HKD                 | 1,450,158       | 0.39               |
|                                   |                                                                                                                           |                 |                     | 1,450,158       | 0.39               |
|                                   | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | 350,945,855     | 95.05              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                   |                 |                     | 350,945,855     | 95.05              |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Banks</b>                                                                                                              |                 |                     |                 |                    |
| 3,302,180                         | Sberbank of Russia PJSC"                                                                                                  | RUS             | RUB                 | —               | —                  |
|                                   |                                                                                                                           |                 |                     | —               | —                  |

**Templeton BRIC Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
| 344,746                           | <b>Oil, Gas &amp; Consumable Fuels</b><br>LUKOIL PJSC**                                                                                  | RUS             | RUB                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | —                  | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | —                  | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | —                  | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>350,945,855</b> | <b>95.05</b>       |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton China A-Shares Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 47,800                            | SF Holding Co. Ltd. 'A'                                                   | CHN             | CNY                 | 234,307         | 1.34               |
|                                   |                                                                           |                 |                     | 234,307         | 1.34               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 70,000                            | Fuyao Glass Industry Group Co. Ltd. 'A'                                   | CHN             | CNY                 | 461,385         | 2.63               |
|                                   |                                                                           |                 |                     | 461,385         | 2.63               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 4,800                             | BYD Co. Ltd. 'A'                                                          | CHN             | CNY                 | 164,958         | 0.94               |
|                                   |                                                                           |                 |                     | 164,958         | 0.94               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 164,500                           | China Merchants Bank Co. Ltd. 'A'                                         | CHN             | CNY                 | 773,014         | 4.41               |
| 736,900                           | China Construction Bank Corp. 'A'                                         | CHN             | CNY                 | 750,035         | 4.28               |
| 442,900                           | Postal Savings Bank of China Co. Ltd. 'A'                                 | CHN             | CNY                 | 308,803         | 1.76               |
|                                   |                                                                           |                 |                     | 1,831,852       | 10.45              |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 5,802                             | Kweichow Moutai Co. Ltd. 'A'                                              | CHN             | CNY                 | 1,168,806       | 6.67               |
| 23,700                            | Wuliangye Yibin Co. Ltd. 'A'                                              | CHN             | CNY                 | 416,556         | 2.37               |
|                                   |                                                                           |                 |                     | 1,585,362       | 9.04               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 108,954                           | Guangzhou Tinci Materials Technology Co. Ltd. 'A'                         | CHN             | CNY                 | 262,951         | 1.50               |
| 82,000                            | Hangzhou Oxygen Plant Group Co. Ltd. 'A'                                  | CHN             | CNY                 | 250,710         | 1.43               |
|                                   |                                                                           |                 |                     | 513,661         | 2.93               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 57,096                            | Laobaixing Pharmacy Chain JSC 'A'                                         | CHN             | CNY                 | 144,115         | 0.82               |
|                                   |                                                                           |                 |                     | 144,115         | 0.82               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 230,908                           | NARI Technology Co. Ltd. 'A'                                              | CHN             | CNY                 | 791,386         | 4.52               |
| 175,840                           | Hongfa Technology Co. Ltd. 'A'                                            | CHN             | CNY                 | 668,601         | 3.81               |
| 12,700                            | Contemporary Ampere Technology Co. Ltd. 'A'                               | CHN             | CNY                 | 314,546         | 1.80               |
| 15,988                            | GoodWe Technologies Co. Ltd. 'A'                                          | CHN             | CNY                 | 123,186         | 0.70               |
|                                   |                                                                           |                 |                     | 1,897,719       | 10.83              |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 85,600                            | WUS Printed Circuit Kunshan Co. Ltd. 'A'                                  | CHN             | CNY                 | 427,009         | 2.44               |
| 46,300                            | Luxshare Precision Industry Co. Ltd. 'A'                                  | CHN             | CNY                 | 249,701         | 1.42               |
|                                   |                                                                           |                 |                     | 676,710         | 3.86               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 111,400                           | Inner Mongolia Yili Industrial Group Co. Ltd. 'A'                         | CHN             | CNY                 | 395,573         | 2.26               |
|                                   |                                                                           |                 |                     | 395,573         | 2.26               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 19,600                            | Shenzhen Mindray Bio-Medical Electronics Co. Ltd. 'A'                     | CHN             | CNY                 | 784,034         | 4.47               |
|                                   |                                                                           |                 |                     | 784,034         | 4.47               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 163,982                           | Aier Eye Hospital Group Co. Ltd. 'A'                                      | CHN             | CNY                 | 232,574         | 1.33               |
|                                   |                                                                           |                 |                     | 232,574         | 1.33               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 109,900                           | Midea Group Co. Ltd. 'A'                                                  | CHN             | CNY                 | 974,185         | 5.56               |
| 144,800                           | Haier Smart Home Co. Ltd. 'A'                                             | CHN             | CNY                 | 563,883         | 3.21               |
| 86,548                            | Suofeiya Home Collection Co. Ltd. 'A'                                     | CHN             | CNY                 | 182,484         | 1.04               |
|                                   |                                                                           |                 |                     | 1,720,552       | 9.81               |
|                                   | <b>Independent Power and Renewable Electricity Producers</b>              |                 |                     |                 |                    |
| 378,494                           | China Yangtze Power Co. Ltd. 'A'                                          | CHN             | CNY                 | 1,506,216       | 8.59               |
|                                   |                                                                           |                 |                     | 1,506,216       | 8.59               |
|                                   | <b>Insurance</b>                                                          |                 |                     |                 |                    |
| 112,942                           | Ping An Insurance Group Co. of China Ltd. 'A'                             | CHN             | CNY                 | 641,089         | 3.66               |
| 106,000                           | PICC Property & Casualty Co. Ltd. 'H'                                     | CHN             | HKD                 | 131,415         | 0.75               |
|                                   |                                                                           |                 |                     | 772,504         | 4.41               |
|                                   | <b>Machinery</b>                                                          |                 |                     |                 |                    |
| 98,400                            | Shenzhen Inovance Technology Co. Ltd. 'A'                                 | CHN             | CNY                 | 693,806         | 3.96               |

**Templeton China A-Shares Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| 19,000                            | Jiangsu Hengli Hydraulic Co. Ltd. 'A'                                                   | CHN             | CNY                 | 121,709           | 0.69               |
|                                   |                                                                                         |                 |                     | 815,515           | 4.65               |
|                                   | <b>Media</b>                                                                            |                 |                     |                   |                    |
| 831,800                           | Focus Media Information Technology Co. Ltd. 'A'                                         | CHN             | CNY                 | 692,514           | 3.95               |
|                                   |                                                                                         |                 |                     | 692,514           | 3.95               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                  |                 |                     |                   |                    |
| 235,100                           | PetroChina Co. Ltd. 'A'                                                                 | CHN             | CNY                 | 333,316           | 1.90               |
|                                   |                                                                                         |                 |                     | 333,316           | 1.90               |
|                                   | <b>Pharmaceuticals</b>                                                                  |                 |                     |                   |                    |
| 105,560                           | Jiangsu Hengrui Pharmaceuticals Co. Ltd. 'A'                                            | CHN             | CNY                 | 557,855           | 3.18               |
|                                   |                                                                                         |                 |                     | 557,855           | 3.18               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                     |                 |                     |                   |                    |
| 76,135                            | Sino Wealth Electronic Ltd. 'A'                                                         | CHN             | CNY                 | 205,545           | 1.17               |
|                                   |                                                                                         |                 |                     | 205,545           | 1.17               |
|                                   | <b>Software</b>                                                                         |                 |                     |                   |                    |
| 73,782                            | Hundsun Technologies, Inc. 'A'                                                          | CHN             | CNY                 | 178,620           | 1.02               |
|                                   |                                                                                         |                 |                     | 178,620           | 1.02               |
|                                   | <b>Specialty Retail</b>                                                                 |                 |                     |                   |                    |
| 12,914                            | China Tourism Group Duty Free Corp. Ltd. 'A'                                            | CHN             | CNY                 | 110,659           | 0.63               |
|                                   |                                                                                         |                 |                     | 110,659           | 0.63               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 15,815,546        | 90.21              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 15,815,546        | 90.21              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <b>15,815,546</b> | <b>90.21</b>       |

## Schedule of Investments, June 30, 2024

## Templeton China Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 255,555                           | SF Holding Co. Ltd. 'A'                                                   | CHN             | CNY                 | 1,252,687       | 0.47               |
|                                   |                                                                           |                 |                     | 1,252,687       | 0.47               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 611,000                           | Fuyao Glass Industry Group Co. Ltd. 'A'                                   | CHN             | CNY                 | 4,027,231       | 1.52               |
| 563,000                           | Fuyao Glass Industry Group Co. Ltd. 'H', Reg. S, 144A                     | CHN             | HKD                 | 3,261,369       | 1.23               |
|                                   |                                                                           |                 |                     | 7,288,600       | 2.75               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 56,900                            | BYD Co. Ltd. 'H'                                                          | CHN             | HKD                 | 1,689,864       | 0.64               |
|                                   |                                                                           |                 |                     | 1,689,864       | 0.64               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 19,152,000                        | China Construction Bank Corp. 'H'                                         | CHN             | HKD                 | 14,157,580      | 5.35               |
| 1,418,130                         | China Merchants Bank Co. Ltd. 'H'                                         | CHN             | HKD                 | 6,444,187       | 2.44               |
|                                   |                                                                           |                 |                     | 20,601,767      | 7.79               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 36,405                            | Kweichow Moutai Co. Ltd. 'A'                                              | CHN             | CNY                 | 7,333,744       | 2.77               |
| 204,591                           | Wuliangye Yibin Co. Ltd. 'A'                                              | CHN             | CNY                 | 3,595,935       | 1.36               |
| 781,691                           | China Resources Beer Holdings Co. Ltd.                                    | CHN             | HKD                 | 2,629,552       | 0.99               |
|                                   |                                                                           |                 |                     | 13,559,231      | 5.12               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 2,693,662                         | Alibaba Group Holding Ltd.                                                | CHN             | HKD                 | 24,277,543      | 9.17               |
| 94,865                            | PDD Holdings, Inc., ADR                                                   | CHN             | USD                 | 12,612,302      | 4.77               |
|                                   |                                                                           |                 |                     | 36,889,845      | 13.94              |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 633,894                           | Hangzhou Oxygen Plant Group Co. Ltd. 'A'                                  | CHN             | CNY                 | 1,938,089       | 0.73               |
| 626,360                           | Guangzhou Tinci Materials Technology Co. Ltd. 'A'                         | CHN             | CNY                 | 1,511,668       | 0.57               |
|                                   |                                                                           |                 |                     | 3,449,757       | 1.30               |
|                                   | <b>Distributors</b>                                                       |                 |                     |                 |                    |
| 127,798                           | GigaCloud Technology, Inc. 'A'                                            | HKG             | USD                 | 3,887,615       | 1.47               |
|                                   |                                                                           |                 |                     | 3,887,615       | 1.47               |
|                                   | <b>Diversified Consumer Services</b>                                      |                 |                     |                 |                    |
| 650,686                           | New Oriental Education & Technology Group, Inc.                           | CHN             | HKD                 | 5,001,248       | 1.89               |
| 30,000                            | New Oriental Education & Technology Group, Inc., ADR                      | CHN             | USD                 | 2,331,900       | 0.88               |
|                                   |                                                                           |                 |                     | 7,333,148       | 2.77               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 1,773,733                         | NARI Technology Co. Ltd. 'A'                                              | CHN             | CNY                 | 6,079,075       | 2.30               |
| 59,404                            | Contemporary Amperex Technology Co. Ltd. 'A'                              | CHN             | CNY                 | 1,471,281       | 0.55               |
| 109,480                           | GoodWe Technologies Co. Ltd. 'A'                                          | CHN             | CNY                 | 843,535         | 0.32               |
|                                   |                                                                           |                 |                     | 8,393,891       | 3.17               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 604,350                           | WUS Printed Circuit Kunshan Co. Ltd. 'A'                                  | CHN             | CNY                 | 3,014,753       | 1.14               |
| 2,666,000                         | Wasion Holdings Ltd.                                                      | HKG             | HKD                 | 2,334,869       | 0.88               |
|                                   |                                                                           |                 |                     | 5,349,622       | 2.02               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 697,874                           | NetEase, Inc.                                                             | CHN             | HKD                 | 13,326,548      | 5.03               |
| 1,099,713                         | Maoyan Entertainment, Reg. S, 144A                                        | CHN             | HKD                 | 1,129,303       | 0.43               |
|                                   |                                                                           |                 |                     | 14,455,851      | 5.46               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 1,760,000                         | China Mengniu Dairy Co. Ltd.                                              | CHN             | HKD                 | 3,149,725       | 1.19               |
| 3,920,000                         | China Feihe Ltd., Reg. S, 144A                                            | CHN             | HKD                 | 1,808,376       | 0.68               |
|                                   |                                                                           |                 |                     | 4,958,101       | 1.87               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 57,956                            | Shenzhen Mindray Bio-Medical Electronics Co. Ltd. 'A'                     | CHN             | CNY                 | 2,318,340       | 0.88               |
|                                   |                                                                           |                 |                     | 2,318,340       | 0.88               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 1,207,956                         | Aier Eye Hospital Group Co. Ltd. 'A'                                      | CHN             | CNY                 | 1,713,231       | 0.65               |
| 455,000                           | New Horizon Health Ltd., Reg. S, 144A                                     | CHN             | HKD                 | 823,878         | 0.31               |
|                                   |                                                                           |                 |                     | 2,537,109       | 0.96               |

## Templeton China Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                                                       | Description                                     | Country<br>code | Trading<br>currency | Market<br>value           | % of net<br>assets  |
|-----------------------------------------------------------------------------------------|-------------------------------------------------|-----------------|---------------------|---------------------------|---------------------|
| <b>Hotels, Restaurants &amp; Leisure</b>                                                |                                                 |                 |                     |                           |                     |
| 874,465                                                                                 | Meituan 'B', Reg. S, 144A                       | CHN             | HKD                 | 12,429,899                | 4.70                |
| 146,900                                                                                 | Trip.com Group Ltd.                             | CHN             | HKD                 | 6,952,169                 | 2.63                |
| 132,752                                                                                 | Yum China Holdings, Inc.                        | CHN             | USD                 | 4,094,072                 | 1.55                |
| 28,466                                                                                  | Trip.com Group Ltd., ADR                        | CHN             | USD                 | 1,337,902                 | 0.50                |
| 22,200                                                                                  | Yum China Holdings, Inc.                        | CHN             | HKD                 | 686,062                   | 0.26                |
|                                                                                         |                                                 |                 |                     | <u>25,500,104</u>         | <u>9.64</u>         |
| <b>Household Durables</b>                                                               |                                                 |                 |                     |                           |                     |
| 636,399                                                                                 | Midea Group Co. Ltd. 'A'                        | CHN             | CNY                 | 5,641,224                 | 2.13                |
|                                                                                         |                                                 |                 |                     | <u>5,641,224</u>          | <u>2.13</u>         |
| <b>Independent Power and Renewable Electricity Producers</b>                            |                                                 |                 |                     |                           |                     |
| 3,864,441                                                                               | China Yangtze Power Co. Ltd. 'A'                | CHN             | CNY                 | 15,378,532                | 5.81                |
|                                                                                         |                                                 |                 |                     | <u>15,378,532</u>         | <u>5.81</u>         |
| <b>Insurance</b>                                                                        |                                                 |                 |                     |                           |                     |
| 5,336,263                                                                               | PICC Property & Casualty Co. Ltd. 'H'           | CHN             | HKD                 | 6,615,680                 | 2.50                |
| 622,460                                                                                 | Ping An Insurance Group Co. of China Ltd. 'H'   | CHN             | HKD                 | 2,820,103                 | 1.07                |
|                                                                                         |                                                 |                 |                     | <u>9,435,783</u>          | <u>3.57</u>         |
| <b>Interactive Media &amp; Services</b>                                                 |                                                 |                 |                     |                           |                     |
| 567,525                                                                                 | Tencent Holdings Ltd.                           | CHN             | HKD                 | 26,923,572                | 10.17               |
| 383,670                                                                                 | Baidu, Inc. 'A'                                 | CHN             | HKD                 | 4,153,631                 | 1.57                |
|                                                                                         |                                                 |                 |                     | <u>31,077,203</u>         | <u>11.74</u>        |
| <b>Media</b>                                                                            |                                                 |                 |                     |                           |                     |
| 11,239,856                                                                              | Focus Media Information Technology Co. Ltd. 'A' | CHN             | CNY                 | 9,357,724                 | 3.53                |
| 1,201,402                                                                               | Mobvista, Inc., Reg. S, 144A                    | CHN             | HKD                 | 386,912                   | 0.15                |
|                                                                                         |                                                 |                 |                     | <u>9,744,636</u>          | <u>3.68</u>         |
| <b>Oil, Gas &amp; Consumable Fuels</b>                                                  |                                                 |                 |                     |                           |                     |
| 7,952,789                                                                               | PetroChina Co. Ltd. 'H'                         | CHN             | HKD                 | 8,030,372                 | 3.04                |
|                                                                                         |                                                 |                 |                     | <u>8,030,372</u>          | <u>3.04</u>         |
| <b>Pharmaceuticals</b>                                                                  |                                                 |                 |                     |                           |                     |
| 1,023,763                                                                               | Jiangsu Hengrui Pharmaceuticals Co. Ltd. 'A'    | CHN             | CNY                 | 5,410,303                 | 2.05                |
|                                                                                         |                                                 |                 |                     | <u>5,410,303</u>          | <u>2.05</u>         |
| <b>Software</b>                                                                         |                                                 |                 |                     |                           |                     |
| 570,053                                                                                 | Hundsun Technologies, Inc. 'A'                  | CHN             | CNY                 | 1,380,047                 | 0.52                |
|                                                                                         |                                                 |                 |                     | <u>1,380,047</u>          | <u>0.52</u>         |
| <b>Technology Hardware, Storage &amp; Peripherals</b>                                   |                                                 |                 |                     |                           |                     |
| 1,811,918                                                                               | Xiaomi Corp. 'B', Reg. S, 144A                  | CHN             | HKD                 | 3,809,026                 | 1.44                |
|                                                                                         |                                                 |                 |                     | <u>3,809,026</u>          | <u>1.44</u>         |
| <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                                                 |                 |                     |                           |                     |
| 522,491                                                                                 | ANTA Sports Products Ltd.                       | CHN             | HKD                 | 4,997,099                 | 1.89                |
|                                                                                         |                                                 |                 |                     | <u>4,997,099</u>          | <u>1.89</u>         |
| <b>TOTAL SHARES</b>                                                                     |                                                 |                 |                     | <u>254,369,757</u>        | <u>96.12</u>        |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                                                 |                 |                     | <u>254,369,757</u>        | <u>96.12</u>        |
| <b>TOTAL INVESTMENTS</b>                                                                |                                                 |                 |                     | <u><b>254,369,757</b></u> | <u><b>96.12</b></u> |

## Schedule of Investments, June 30, 2024

## Templeton Eastern Europe Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 272,184                           | InPost SA                                                                 | POL             | EUR                 | 4,471,941       | 3.33               |
|                                   |                                                                           |                 |                     | 4,471,941       | 3.33               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 57,641                            | Ford Otomotiv Sanayi A/S                                                  | TUR             | TRY                 | 1,852,238       | 1.38               |
|                                   |                                                                           |                 |                     | 1,852,238       | 1.38               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 657,671                           | Powszechna Kasa Oszczednosci Bank Polski SA                               | POL             | PLN                 | 9,580,369       | 7.13               |
| 185,119                           | Bank Polska Kasa Opieki SA                                                | POL             | PLN                 | 7,192,474       | 5.35               |
| 149,973                           | OTP Bank Nyrt.                                                            | HUN             | HUF                 | 6,945,494       | 5.17               |
| 302,111                           | Halyk Savings Bank of Kazakhstan JSC, Reg. S, GDR                         | KAZ             | USD                 | 5,071,381       | 3.78               |
| 2,318,876                         | Eurobank Ergasias Services and Holdings SA                                | GRC             | EUR                 | 4,695,332       | 3.50               |
| 4,429,065                         | Yapi ve Kredi Bankasi A/S                                                 | TUR             | TRY                 | 4,279,842       | 3.19               |
| 83,266                            | Bank of Georgia Group plc                                                 | GEO             | GBP                 | 3,955,061       | 2.94               |
| 28,320                            | Santander Bank Polska SA                                                  | POL             | PLN                 | 3,544,064       | 2.64               |
| 2,048,681                         | Alpha Services and Holdings SA                                            | GRC             | EUR                 | 3,113,730       | 2.32               |
| 880,059                           | Piraeus Financial Holdings SA                                             | GRC             | EUR                 | 2,990,407       | 2.23               |
| 111,137                           | Nova Ljubljanska Banka dd, Reg. S, GDR                                    | SVN             | EUR                 | 2,757,688       | 2.05               |
| 972,637                           | Haci Omer Sabanci Holding A/S                                             | TUR             | TRY                 | 2,683,349       | 2.00               |
| 1,448,094                         | Akbank TAS                                                                | TUR             | TRY                 | 2,651,642       | 1.97               |
| 64,758                            | Komerčni Banka A/S                                                        | CZE             | CZK                 | 2,019,922       | 1.50               |
| 149,000                           | National Bank of Greece SA                                                | GRC             | EUR                 | 1,159,816       | 0.86               |
|                                   |                                                                           |                 |                     | 62,640,571      | 46.63              |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 143,125                           | Coca-Cola Icecek A/S                                                      | TUR             | TRY                 | 3,379,828       | 2.52               |
| 359,223                           | Anadolu Efes Biracilik ve Malt Sanayii A/S                                | TUR             | TRY                 | 2,552,445       | 1.90               |
|                                   |                                                                           |                 |                     | 5,932,273       | 4.42               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 634,006                           | Allegro.eu SA, Reg. S, 144A                                               | POL             | PLN                 | 5,532,931       | 4.12               |
| 337,111                           | Pepco Group NV, Reg. S, 144A                                              | GBR             | PLN                 | 1,630,734       | 1.21               |
|                                   |                                                                           |                 |                     | 7,163,665       | 5.33               |
|                                   | <b>Consumer Finance</b>                                                   |                 |                     |                 |                    |
| 39,748                            | Kaspi.KZ JSC, Reg. S, ADR                                                 | KAZ             | USD                 | 4,787,499       | 3.56               |
|                                   |                                                                           |                 |                     | 4,787,499       | 3.56               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 431,253                           | BIM Birlesik Magazalar A/S                                                | TUR             | TRY                 | 6,719,356       | 5.00               |
| 43,912                            | Dino Polska SA, Reg. S, 144A                                              | POL             | PLN                 | 4,131,958       | 3.08               |
|                                   |                                                                           |                 |                     | 10,851,314      | 8.08               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 28,720                            | CEZ A/S                                                                   | CZE             | CZK                 | 1,008,804       | 0.75               |
|                                   |                                                                           |                 |                     | 1,008,804       | 0.75               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 271,361                           | OPAP SA                                                                   | GRC             | EUR                 | 3,972,725       | 2.96               |
|                                   |                                                                           |                 |                     | 3,972,725       | 2.96               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 64,228                            | Metlen Energy & Metals SA                                                 | GRC             | EUR                 | 2,238,910       | 1.67               |
| 90,000                            | KOC Holding A/S                                                           | TUR             | TRY                 | 583,559         | 0.43               |
|                                   |                                                                           |                 |                     | 2,822,469       | 2.10               |
|                                   | <b>Insurance</b>                                                          |                 |                     |                 |                    |
| 390,650                           | Powszechny Zaklad Ubezpieczen SA                                          | POL             | PLN                 | 4,657,186       | 3.47               |
|                                   |                                                                           |                 |                     | 4,657,186       | 3.47               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 263,730                           | Orlen SA                                                                  | POL             | PLN                 | 4,137,437       | 3.08               |
| 117,373                           | Motor Oil Hellas Corinth Refineries SA                                    | GRC             | EUR                 | 2,751,223       | 2.05               |
| 179,503                           | MOL Hungarian Oil & Gas plc                                               | HUN             | HUF                 | 1,307,818       | 0.97               |
|                                   |                                                                           |                 |                     | 8,196,478       | 6.10               |
|                                   | <b>Passenger Airlines</b>                                                 |                 |                     |                 |                    |
| 50,909                            | Wizz Air Holdings plc, Reg. S, 144A                                       | ITA             | GBP                 | 1,340,543       | 1.00               |
|                                   |                                                                           |                 |                     | 1,340,543       | 1.00               |



**Templeton Eastern Europe Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | <b>Pharmaceuticals</b>                                                                                                                   |                 |                     |                 |                    |
| 127,013                           | Richter Gedeon Nyrt.                                                                                                                     | HUN             | HUF                 | 3,080,340       | 2.29               |
|                                   |                                                                                                                                          |                 |                     | 3,080,340       | 2.29               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                                                                              |                 |                     |                 |                    |
| 1,318,692                         | Mavi Giyim Sanayi Ve Ticaret A/S 'B', Reg. S, 144A                                                                                       | TUR             | TRY                 | 4,787,494       | 3.57               |
| 431                               | LPP SA                                                                                                                                   | POL             | PLN                 | 1,706,861       | 1.27               |
|                                   |                                                                                                                                          |                 |                     | 6,494,355       | 4.84               |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 129,272,401     | 96.24              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                                  |                 |                     | 129,272,401     | 96.24              |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                 |                    |
|                                   | <b>Banks</b>                                                                                                                             |                 |                     |                 |                    |
| 6,206,527                         | Sberbank of Russia PJSC**                                                                                                                | RUS             | RUB                 | —               | —                  |
|                                   |                                                                                                                                          |                 |                     | —               | —                  |
|                                   | <b>Metals &amp; Mining</b>                                                                                                               |                 |                     |                 |                    |
| 725,900                           | Alrosa PJSC**                                                                                                                            | RUS             | RUB                 | —               | —                  |
| 2,512,900                         | GMK Norilskiy Nikel PAO**                                                                                                                | RUS             | RUB                 | —               | —                  |
| 35,751                            | Polyus PJSC**                                                                                                                            | RUS             | RUB                 | —               | —                  |
| 190,097                           | Severstal PAO**                                                                                                                          | RUS             | RUB                 | —               | —                  |
| 11,181,491                        | United Co. RUSAL International PJSC**                                                                                                    | RUS             | RUB                 | —               | —                  |
|                                   |                                                                                                                                          |                 |                     | —               | —                  |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                                                                   |                 |                     |                 |                    |
| 5,796,178                         | Gazprom PJSC**                                                                                                                           | RUS             | RUB                 | —               | —                  |
| 283,278                           | LUKOIL PJSC**                                                                                                                            | RUS             | RUB                 | —               | —                  |
| 522,516                           | Novatek PJSC**                                                                                                                           | RUS             | RUB                 | —               | —                  |
| 1,671,357                         | Tatneft PJSC**                                                                                                                           | RUS             | RUB                 | —               | —                  |
|                                   |                                                                                                                                          |                 |                     | —               | —                  |
|                                   | <b>Paper &amp; Forest Products</b>                                                                                                       |                 |                     |                 |                    |
| 42,424,822                        | Segezha Group PJSC, Reg. S, 144A**                                                                                                       | RUS             | RUB                 | —               | —                  |
|                                   |                                                                                                                                          |                 |                     | —               | —                  |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                                                                              |                 |                     |                 |                    |
| 432,670                           | FF Group**                                                                                                                               | GRC             | EUR                 | —               | —                  |
|                                   |                                                                                                                                          |                 |                     | —               | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | —               | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | —               | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | 129,272,401     | 96.24              |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Emerging Markets Bond Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                     |                 |                     |                 |                    |
| 4,524,824,312                     | Uruguay Government Bond 3.875% 07/02/2040                                 | URY             | UYU                 | 122,075,708     | 6.46               |
| 194,304,000                       | Ecuador Government Bond, Reg. S 3.5% 07/31/2035                           | ECU             | USD                 | 97,181,602      | 5.14               |
| 5,149,200,000                     | Egypt Treasury Bill 0% 03/18/2025                                         | EGY             | EGP                 | 90,832,511      | 4.81               |
| 485,960,000                       | Brazil Notas do Tesouro Nacional 10% 01/01/2031                           | BRA             | BRL                 | 78,672,338      | 4.16               |
| 3,768,200,000                     | Egypt Treasury Bill 0% 03/04/2025                                         | EGY             | EGP                 | 67,034,446      | 3.55               |
| 97,117,300                        | Ecuador Government Bond, Reg. S 6% 07/31/2030                             | ECU             | USD                 | 61,756,693      | 3.27               |
| 65,740,000                        | Dominican Republic Government Bond, Reg. S 5.875% 01/30/2060              | DOM             | USD                 | 55,940,288      | 2.96               |
| 2,029,068,294                     | Uruguay Government Bond 4.375% 12/15/2028                                 | URY             | UYU                 | 54,190,030      | 2.87               |
| 256,810,000,000                   | Colombia Titulos De Tesoreria 9.25% 05/28/2042                            | COL             | COP                 | 51,627,490      | 2.73               |
| 53,760,000                        | Kenya Government Bond, Reg. S 9.75% 02/16/2031                            | KEN             | USD                 | 51,612,019      | 2.73               |
| 645,975,000,000                   | Indonesia Government Bond 7% 02/15/2033                                   | IDN             | IDR                 | 39,283,170      | 2.08               |
| 54,930,000                        | Romania Government Bond, Reg. S 2.875% 04/13/2042                         | ROU             | EUR                 | 38,367,526      | 2.03               |
| 1,744,300,000                     | Egypt Government Bond 25.151% 04/16/2027                                  | EGY             | EGP                 | 36,091,545      | 1.91               |
| 40,550,000                        | Mongolia Government Bond, Reg. S 4.45% 07/07/2031                         | MNG             | USD                 | 34,244,475      | 1.81               |
| 788,010,000                       | South Africa Government Bond 9% 01/31/2040                                | ZAF             | ZAR                 | 34,157,458      | 1.81               |
| 158,203,000,000                   | Colombia Titulos De Tesoreria 7.25% 10/18/2034                            | COL             | COP                 | 29,981,283      | 1.59               |
| 642,130,000                       | South Africa Government Bond 8.875% 02/28/2035                            | ZAF             | ZAR                 | 29,882,721      | 1.58               |
| 32,974,000                        | Benin Government Bond, Reg. S 4.875% 01/19/2032                           | BEN             | EUR                 | 29,675,356      | 1.57               |
| 29,030,000                        | Panama Government Bond 6.7% 01/26/2036                                    | PAN             | USD                 | 28,242,660      | 1.49               |
| 103,147,000,000                   | Uganda Government Bond 16% 05/14/2037                                     | UGA             | UGX                 | 27,017,477      | 1.43               |
| 26,040,000                        | Gabon Government Bond, Reg. S 6.95% 06/16/2025                            | GAB             | USD                 | 23,930,597      | 1.27               |
| 496,270,000                       | South Africa Government Bond 8.5% 01/31/2037                              | ZAF             | ZAR                 | 21,469,281      | 1.14               |
| 8,040,400,000                     | Kazakhstan Government Bond 15.3% 03/03/2029                               | KAZ             | KZT                 | 18,429,175      | 0.98               |
| 57,129,000,000                    | Colombia Titulos De Tesoreria 13.25% 02/09/2033                           | COL             | COP                 | 15,663,457      | 0.83               |
| 61,140,000,000                    | Uganda Government Bond 14.375% 02/03/2033                                 | UGA             | UGX                 | 15,348,158      | 0.81               |
| 551,984,575                       | Uruguay Government Bond 3.7% 06/26/2037                                   | URY             | UYU                 | 14,555,374      | 0.77               |
| 7,892,679,000                     | Kazakhstan Government Bond 7.68% 08/13/2029                               | KAZ             | KZT                 | 13,702,211      | 0.73               |
| 6,234,017,000                     | Kazakhstan Government Bond 12% 03/07/2030                                 | KAZ             | KZT                 | 12,755,570      | 0.68               |
| 12,830,000                        | Panama Government Bond 6.875% 01/31/2036                                  | PAN             | USD                 | 12,560,467      | 0.66               |
| 263,730,000                       | Mexican Bonos Desarr Fixed Rate 7.75% 11/13/2042                          | MEX             | MXN                 | 11,625,460      | 0.62               |
| 12,752,000                        | Benin Government Bond, Reg. S 6.875% 01/19/2052                           | BEN             | EUR                 | 10,803,493      | 0.57               |
| 17,400,000                        | Sri Lanka Government Bond, Reg. S 6.2% 05/11/2027 <sup>S</sup>            | LKA             | USD                 | 10,256,330      | 0.54               |
| 5,109,108,000                     | Kazakhstan Government Bond 9% 07/03/2027                                  | KAZ             | KZT                 | 9,834,013       | 0.52               |
| 5,028,905,000                     | Kazakhstan Government Bond 10.55% 07/28/2029                              | KAZ             | KZT                 | 9,771,093       | 0.52               |
| 5,434,180,000                     | Kazakhstan Government Bond 5.5% 09/20/2028                                | KAZ             | KZT                 | 8,920,693       | 0.47               |
| 4,948,269,000                     | Kazakhstan Government Bond 5.49% 03/27/2027                               | KAZ             | KZT                 | 8,787,437       | 0.47               |
| 121,417,000,000                   | Indonesia Government Bond 8.75% 05/15/2031                                | IDN             | IDR                 | 8,106,503       | 0.43               |
| 4,001,050,000                     | Kazakhstan Government Bond 10.3% 03/17/2031                               | KAZ             | KZT                 | 7,555,014       | 0.40               |
| 10,600,000                        | Romania Government Bond, Reg. S 2.75% 04/14/2041                          | ROU             | EUR                 | 7,392,935       | 0.39               |
| 8,597,000                         | Benin Government Bond, Reg. S 4.95% 01/22/2035                            | BEN             | EUR                 | 7,303,981       | 0.39               |
| 9,120,000                         | Gabon Government Bond, Reg. S 6.625% 02/06/2031                           | GAB             | USD                 | 6,886,793       | 0.36               |
| 7,170,000                         | Mongolia Government Bond, Reg. S 3.5% 07/07/2027                          | MNG             | USD                 | 6,463,755       | 0.34               |
| 3,269,970,000                     | Kazakhstan Government Bond 10.4% 04/12/2028                               | KAZ             | KZT                 | 6,444,301       | 0.34               |
| 6,630,000                         | Panama Government Bond 6.4% 02/14/2035                                    | PAN             | USD                 | 6,297,714       | 0.33               |
| 7,060,000                         | Romania Government Bond, Reg. S 1.75% 07/13/2030                          | ROU             | EUR                 | 6,186,652       | 0.33               |
| 36,329,000,000                    | Colombia Titulos De Tesoreria 6.25% 07/09/2036                            | COL             | COP                 | 6,044,156       | 0.32               |
| 122,530,000                       | Mexican Bonos Desarr Fixed Rate 8.5% 11/18/2038                           | MEX             | MXN                 | 5,941,110       | 0.31               |
| 7,820,000                         | Egypt Government Bond, Reg. S 8.75% 09/30/2051                            | EGY             | USD                 | 5,907,766       | 0.31               |
| 94,511,000,000                    | Indonesia Government Bond 7% 09/15/2030                                   | IDN             | IDR                 | 5,775,011       | 0.31               |
| 20,762,000,000                    | Uganda Government Bond 16% 11/14/2030                                     | UGA             | UGX                 | 5,720,006       | 0.30               |
| 7,074,000                         | Gabon Government Bond, Reg. S 7% 11/24/2031                               | GAB             | USD                 | 5,340,605       | 0.28               |
| 2,584,700,000                     | Kazakhstan Government Bond 11% 02/04/2030                                 | KAZ             | KZT                 | 5,103,572       | 0.27               |
| 29,569,000                        | Notas do Tesouro Nacional 10% 01/01/2029                                  | BRA             | BRL                 | 4,932,853       | 0.26               |
| 6,500,000                         | Kenya Government Bond, Reg. S 6.3% 01/23/2034                             | KEN             | USD                 | 4,874,583       | 0.26               |
| 2,231,363,000                     | Kazakhstan Government Bond 10.67% 01/21/2026                              | KAZ             | KZT                 | 4,543,828       | 0.24               |
| 105,504,777                       | Ghana Government Bond 5% 02/16/2027                                       | GHA             | GHS                 | 4,452,131       | 0.24               |
| 1,835,900,000                     | Kazakhstan Government Bond 14% 05/12/2031                                 | KAZ             | KZT                 | 4,108,500       | 0.22               |
| 105,660,483                       | Ghana Government Bond 5% 02/15/2028                                       | GHA             | GHS                 | 3,878,994       | 0.21               |
| 66,830,000                        | Mexican Bonos Desarr Fixed Rate 10% 11/20/2036                            | MEX             | MXN                 | 3,680,720       | 0.19               |
| 100,256,416                       | Ghana Government Bond 5% 02/13/2029                                       | GHA             | GHS                 | 3,274,624       | 0.17               |
| 100,404,160                       | Ghana Government Bond 5% 02/12/2030                                       | GHA             | GHS                 | 3,019,969       | 0.16               |
| 63,580,000                        | Mexican Bonos Desarr Fixed Rate 7.75% 11/23/2034                          | MEX             | MXN                 | 2,993,617       | 0.16               |

## Templeton Emerging Markets Bond Fund (continued)

(Currency - USD)

| Number of shares<br>or face value     | Description                                                                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------|---------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 98,053,785                            | Ghana Government Bond 5% 02/11/2031                                                                                       | GHA             | GHS                 | 2,732,423       | 0.14               |
| 4,030,000                             | Egypt Government Bond, Reg. S 7.5% 02/16/2061                                                                             | EGY             | USD                 | 2,710,739       | 0.14               |
| 98,198,071                            | Ghana Government Bond 5% 02/10/2032                                                                                       | GHA             | GHS                 | 2,589,473       | 0.14               |
| 98,342,462                            | Ghana Government Bond 5% 02/08/2033                                                                                       | GHA             | GHS                 | 2,486,185       | 0.13               |
| 2,830,000                             | Dominican Republic Government Bond, Reg. S 5.3% 01/21/2041                                                                | DOM             | USD                 | 2,408,133       | 0.13               |
| 2,510,000                             | Dominican Republic Government Bond, Reg. S 6.4% 06/05/2049                                                                | DOM             | USD                 | 2,358,294       | 0.12               |
| 12,834,000                            | Brazil Notas do Tesouro Nacional 10% 01/01/2033                                                                           | BRA             | BRL                 | 2,041,382       | 0.11               |
| 2,388,000                             | Sri Lanka Government Bond, Reg. S 7.85% 03/14/2029 <sup>s</sup>                                                           | LKA             | USD                 | 1,422,049       | 0.08               |
| 1,780,000                             | El Salvador Government Bond, Reg. S 7.65% 06/15/2035                                                                      | SLV             | USD                 | 1,295,493       | 0.07               |
| 1,710,000                             | Sri Lanka Government Bond, Reg. S 6.75% 04/18/2028 <sup>s</sup>                                                           | LKA             | USD                 | 1,009,670       | 0.05               |
| 16,695,000,000                        | Indonesia Government Bond 6.375% 04/15/2032                                                                               | IDN             | IDR                 | 982,080         | 0.05               |
| 378,700,000                           | Kazakhstan Government Bond 15.35% 11/18/2027                                                                              | KAZ             | KZT                 | 849,975         | 0.04               |
| 3,634,000                             | Brazil Notas do Tesouro Nacional 10% 01/01/2027                                                                           | BRA             | BRL                 | 626,474         | 0.03               |
| 1,721,000,000                         | Uganda Government Bond 17% 04/03/2031                                                                                     | UGA             | UGX                 | 493,358         | 0.03               |
| 20,074,110                            | Ghana Government Bond 5% 02/07/2034                                                                                       | GHA             | GHS                 | 492,634         | 0.03               |
| 20,103,583                            | Ghana Government Bond 5% 02/06/2035                                                                                       | GHA             | GHS                 | 483,736         | 0.03               |
| 20,133,078                            | Ghana Government Bond 5% 02/05/2036                                                                                       | GHA             | GHS                 | 478,776         | 0.03               |
| 20,192,134                            | Ghana Government Bond 5% 02/02/2038                                                                                       | GHA             | GHS                 | 477,051         | 0.03               |
| 20,162,595                            | Ghana Government Bond 5% 02/03/2037                                                                                       | GHA             | GHS                 | 476,781         | 0.03               |
| 1,589,600,000                         | Uganda Government Bond 14.25% 08/23/2029                                                                                  | UGA             | UGX                 | 414,471         | 0.02               |
| 5,947,000,000                         | Indonesia Government Bond 6.5% 02/15/2031                                                                                 | IDN             | IDR                 | 351,988         | 0.02               |
|                                       |                                                                                                                           |                 |                     | 1,445,690,463   | 76.53              |
| <b>Supranational</b>                  |                                                                                                                           |                 |                     |                 |                    |
| 4,802,500,000                         | International Bank for Reconstruction & Development<br>6.5% 04/17/2030                                                    | SP              | INR                 | 56,145,673      | 2.97               |
| 224,044,000,000                       | Asian Development Bank 11.75% 07/24/2024                                                                                  | SP              | COP                 | 53,995,318      | 2.86               |
| 109,773,000,000                       | Asian Development Bank 11.2% 01/31/2025                                                                                   | SP              | COP                 | 26,381,923      | 1.40               |
| 390,300,000                           | International Bank for Reconstruction & Development<br>7.07% 06/26/2029                                                   | SP              | MXN                 | 19,341,016      | 1.02               |
| 1,256,500,000                         | International Bank for Reconstruction & Development<br>7.05% 07/22/2029                                                   | SP              | INR                 | 15,267,157      | 0.81               |
| 296,400,000                           | International Finance Corp., Reg. S 8.375% 05/31/2029                                                                     | SP              | MXN                 | 15,138,651      | 0.80               |
| 237,900,000                           | International Finance Corp. 7.75% 01/18/2030                                                                              | SP              | MXN                 | 11,921,563      | 0.63               |
| 414,000,000                           | Inter-American Development Bank 7.35% 10/06/2030                                                                          | SP              | INR                 | 5,026,723       | 0.26               |
|                                       |                                                                                                                           |                 |                     | 203,218,024     | 10.75              |
|                                       | <b>TOTAL BONDS</b>                                                                                                        |                 |                     | 1,648,908,487   | 87.28              |
|                                       | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                   |                 |                     | 1,648,908,487   | 87.28              |
|                                       | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                                                           |                 |                     |                 |                    |
| <b>BONDS</b>                          |                                                                                                                           |                 |                     |                 |                    |
| <b>Government and Municipal Bonds</b> |                                                                                                                           |                 |                     |                 |                    |
| 376,100,000                           | Malaysia Government Bond 3.899% 11/16/2027                                                                                | MYS             | MYR                 | 80,596,330      | 4.27               |
| 33,445,000                            | FHLB 0% 07/01/2024                                                                                                        | USA             | USD                 | 33,430,507      | 1.77               |
| 96,490,000                            | Malaysia Government Bond 3.882% 03/14/2025                                                                                | MYS             | MYR                 | 20,541,124      | 1.09               |
| 58,570,000                            | Malaysia Government Bond 4.059% 09/30/2024                                                                                | MYS             | MYR                 | 12,439,388      | 0.66               |
| 45,490,000                            | Malaysia Government Bond 4.181% 07/15/2024                                                                                | MYS             | MYR                 | 9,645,749       | 0.51               |
| 28,390,000                            | Malaysia Government Bond 3.9% 11/30/2026                                                                                  | MYS             | MYR                 | 6,083,674       | 0.32               |
| 27,452,000                            | Malaysia Government Bond 3.955% 09/15/2025                                                                                | MYS             | MYR                 | 5,864,302       | 0.31               |
| 25,040,000                            | Malaysia Government Bond 3.502% 05/31/2027                                                                                | MYS             | MYR                 | 5,302,983       | 0.28               |
| 5,150,000                             | Malaysia Government Bond 3.885% 08/15/2029                                                                                | MYS             | MYR                 | 1,103,029       | 0.06               |
| 4,060,000                             | Malaysia Government Bond 3.892% 03/15/2027                                                                                | MYS             | MYR                 | 868,870         | 0.04               |
|                                       |                                                                                                                           |                 |                     | 175,875,956     | 9.31               |
|                                       | <b>TOTAL BONDS</b>                                                                                                        |                 |                     | 175,875,956     | 9.31               |
|                                       | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                             |                 |                     | 175,875,956     | 9.31               |
|                                       | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET |                 |                     |                 |                    |
| <b>SHARES</b>                         |                                                                                                                           |                 |                     |                 |                    |
| <b>Broadline Retail</b>               |                                                                                                                           |                 |                     |                 |                    |
| 330,332,289                           | K2016470219 South Africa Ltd. 'A'''                                                                                       | ZAF             | ZAR                 | —               | —                  |
| 143,924,136                           | K2016470219 South Africa Ltd. 'B'''                                                                                       | ZAF             | ZAR                 | —               | —                  |

**Templeton Emerging Markets Bond Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value      | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|----------------------|--------------------|
| 2,123,441                         | K2016470219 South Africa Ltd., Escrow Account 'D'                                                                                        | ZAF             | ZAR                 | —                    | —                  |
|                                   |                                                                                                                                          |                 |                     | —                    | —                  |
|                                   |                                                                                                                                          |                 |                     | —                    | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     |                      |                    |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                      |                    |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                      |                    |
| 5,863,713                         | Digicel Group Holdings Ltd., Reg. S 0% 12/31/2030**                                                                                      | JAM             | USD                 | 703,507              | 0.04               |
| 28,626,637                        | K2016470219 South Africa Ltd., Reg. S 3% 12/31/2022**§                                                                                   | ZAF             | USD                 | —                    | —                  |
| 11,397,537                        | K2016470219 South Africa Ltd., Reg. S 8% 02/28/2023**§                                                                                   | ZAF             | EUR                 | —                    | —                  |
| 55,211,443                        | K2016470260 South Africa Ltd., Reg. S 25% 02/28/2023**§                                                                                  | ZAF             | USD                 | —                    | —                  |
|                                   |                                                                                                                                          |                 |                     | 703,507              | 0.04               |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | 703,507              | 0.04               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | 703,507              | 0.04               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>1,825,487,950</b> | <b>96.63</b>       |

§ These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Emerging Markets Dynamic Income Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 531,280                           | Nemak SAB de CV, Reg. S, 144A                                             | MEX             | MXN                 | 84,515          | 0.08               |
| 48,500                            | Weifu High-Technology Group Co. Ltd. 'B'                                  | CHN             | HKD                 | 72,355          | 0.07               |
| 1,585                             | Hankook Tire & Technology Co. Ltd.                                        | KOR             | KRW                 | 51,667          | 0.05               |
|                                   |                                                                           |                 |                     | 208,537         | 0.20               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 237,979                           | Brilliance China Automotive Holdings Ltd.                                 | CHN             | HKD                 | 249,558         | 0.24               |
| 462,000                           | BAIC Motor Corp. Ltd. 'H', Reg. S, 144A                                   | CHN             | HKD                 | 117,845         | 0.11               |
|                                   |                                                                           |                 |                     | 367,403         | 0.35               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 209,876                           | ICICI Bank Ltd.                                                           | IND             | INR                 | 3,021,808       | 2.88               |
| 78,488                            | HDFC Bank Ltd.                                                            | IND             | INR                 | 1,585,516       | 1.51               |
| 184,528                           | Itau Unibanco Holding SA, ADR Preference                                  | BRA             | USD                 | 1,077,644       | 1.03               |
| 128,801                           | Grupo Financiero Banorte SAB de CV 'O'                                    | MEX             | MXN                 | 1,003,768       | 0.96               |
| 207,861                           | China Merchants Bank Co. Ltd. 'H'                                         | CHN             | HKD                 | 944,550         | 0.90               |
| 345,426                           | Banco Bradesco SA, ADR Preference                                         | BRA             | USD                 | 773,754         | 0.74               |
| 204,158                           | Kasikornbank PCL                                                          | THA             | THB                 | 695,630         | 0.66               |
| 27,375                            | Banco Santander Chile, ADR                                                | CHL             | USD                 | 515,471         | 0.49               |
| 241,499                           | Federal Bank Ltd.                                                         | IND             | INR                 | 512,494         | 0.49               |
| 208,081                           | Ping An Bank Co. Ltd. 'A'                                                 | CHN             | CNY                 | 290,180         | 0.28               |
| 98,670                            | BDO Unibank, Inc.                                                         | PHL             | PHP                 | 216,268         | 0.21               |
| 9,466                             | Intercorp Financial Services, Inc.                                        | PER             | USD                 | 212,133         | 0.20               |
| 153,997                           | Kiatnakin Phatra Bank PCL                                                 | THA             | THB                 | 194,880         | 0.19               |
|                                   |                                                                           |                 |                     | 11,044,096      | 10.54              |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 616,508                           | Budweiser Brewing Co. APAC Ltd., Reg. S, 144A                             | CHN             | HKD                 | 725,618         | 0.69               |
| 600,285                           | Thai Beverage PCL                                                         | THA             | SGD                 | 198,988         | 0.19               |
|                                   |                                                                           |                 |                     | 924,606         | 0.88               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 242,212                           | Alibaba Group Holding Ltd.                                                | CHN             | HKD                 | 2,183,018       | 2.08               |
| 52,389                            | Prosus NV                                                                 | CHN             | EUR                 | 1,863,135       | 1.78               |
| 3,117                             | JD.com, Inc. 'A'                                                          | CHN             | HKD                 | 40,481          | 0.04               |
|                                   |                                                                           |                 |                     | 4,086,634       | 3.90               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 1,818                             | Soulbrain Co. Ltd.                                                        | KOR             | KRW                 | 379,779         | 0.36               |
| 88,616                            | Guangzhou Tinci Materials Technology Co. Ltd. 'A'                         | CHN             | CNY                 | 213,867         | 0.21               |
|                                   |                                                                           |                 |                     | 593,646         | 0.57               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 11,618                            | ACC Ltd.                                                                  | IND             | INR                 | 364,492         | 0.35               |
| 86,200                            | Beijing Oriental Yuhong Waterproof Technology Co. Ltd. 'A'                | CHN             | CNY                 | 146,263         | 0.14               |
| 631,376                           | China Resources Building Materials Technology Holdings Ltd.               | CHN             | HKD                 | 111,330         | 0.10               |
|                                   |                                                                           |                 |                     | 622,085         | 0.59               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 229,759                           | Hon Hai Precision Industry Co. Ltd.                                       | TWN             | TWD                 | 1,509,668       | 1.44               |
| 3,040                             | Samsung SDI Co. Ltd.                                                      | KOR             | KRW                 | 774,328         | 0.74               |
| 15,551                            | Yageo Corp.                                                               | TWN             | TWD                 | 348,605         | 0.33               |
|                                   |                                                                           |                 |                     | 2,632,601       | 2.51               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 21,544                            | NetEase, Inc.                                                             | CHN             | HKD                 | 411,403         | 0.39               |
|                                   |                                                                           |                 |                     | 411,403         | 0.39               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 4,843                             | Bajaj Holdings & Investment Ltd.                                          | IND             | INR                 | 495,439         | 0.47               |
| 47,860                            | One 97 Communications Ltd.                                                | IND             | INR                 | 230,658         | 0.22               |
|                                   |                                                                           |                 |                     | 726,097         | 0.69               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 613,962                           | Uni-President China Holdings Ltd.                                         | CHN             | HKD                 | 560,574         | 0.54               |
| 141,711                           | Health & Happiness H&H International Holdings Ltd.                        | CHN             | HKD                 | 162,234         | 0.15               |
|                                   |                                                                           |                 |                     | 722,808         | 0.69               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 595,257                           | Netcare Ltd.                                                              | ZAF             | ZAR                 | 414,728         | 0.39               |

**Templeton Emerging Markets Dynamic Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                     | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 168,230                           | Oncoclinicas do Brasil Servicos Medicos SA      | BRA             | BRL                 | 185,974         | 0.18               |
|                                   |                                                 |                 |                     | 600,702         | 0.57               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>        |                 |                     |                 |                    |
| 176,242                           | Zomato Ltd.                                     | IND             | INR                 | 423,077         | 0.40               |
| 379,334                           | Minor International PCL                         | THA             | THB                 | 308,982         | 0.29               |
| 19,619                            | Meituan 'B', Reg. S, 144A                       | CHN             | HKD                 | 278,870         | 0.27               |
| 272,044                           | NagaCorp Ltd.                                   | KHM             | HKD                 | 133,374         | 0.13               |
|                                   |                                                 |                 |                     | 1,144,303       | 1.09               |
|                                   | <b>Household Durables</b>                       |                 |                     |                 |                    |
| 195,606                           | Haier Smart Home Co. Ltd. 'D'                   | CHN             | EUR                 | 332,247         | 0.32               |
|                                   |                                                 |                 |                     | 332,247         | 0.32               |
|                                   | <b>Industrial Conglomerates</b>                 |                 |                     |                 |                    |
| 18,491                            | LG Corp.                                        | KOR             | KRW                 | 1,073,001       | 1.02               |
| 997,810                           | Astra International Tbk. PT                     | IDN             | IDR                 | 271,243         | 0.26               |
|                                   |                                                 |                 |                     | 1,344,244       | 1.28               |
|                                   | <b>Insurance</b>                                |                 |                     |                 |                    |
| 24,276                            | Samsung Life Insurance Co. Ltd.                 | KOR             | KRW                 | 1,548,832       | 1.48               |
| 72,866                            | Discovery Ltd.                                  | ZAF             | ZAR                 | 539,389         | 0.52               |
| 106,984                           | Ping An Insurance Group Co. of China Ltd. 'H'   | CHN             | HKD                 | 484,699         | 0.46               |
|                                   |                                                 |                 |                     | 2,572,920       | 2.46               |
|                                   | <b>Interactive Media &amp; Services</b>         |                 |                     |                 |                    |
| 51,829                            | Tencent Holdings Ltd.                           | CHN             | HKD                 | 2,458,785       | 2.35               |
| 11,120                            | NAVER Corp.                                     | KOR             | KRW                 | 1,334,770       | 1.27               |
| 55,204                            | Baidu, Inc. 'A'                                 | CHN             | HKD                 | 597,641         | 0.57               |
| 47,468                            | Kuaishou Technology, Reg. S, 144A               | CHN             | HKD                 | 278,630         | 0.27               |
|                                   |                                                 |                 |                     | 4,669,826       | 4.46               |
|                                   | <b>IT Services</b>                              |                 |                     |                 |                    |
| 11,834                            | Cognizant Technology Solutions Corp. 'A'        | USA             | USD                 | 804,712         | 0.77               |
| 34,162                            | Infosys Ltd.                                    | IND             | INR                 | 641,315         | 0.61               |
|                                   |                                                 |                 |                     | 1,446,027       | 1.38               |
|                                   | <b>Life Sciences Tools &amp; Services</b>       |                 |                     |                 |                    |
| 145,660                           | Wuxi Biologics Cayman, Inc., Reg. S, 144A       | CHN             | HKD                 | 214,366         | 0.21               |
| 3,341                             | LigaChem Biosciences, Inc.                      | KOR             | KRW                 | 171,412         | 0.16               |
|                                   |                                                 |                 |                     | 385,778         | 0.37               |
|                                   | <b>Machinery</b>                                |                 |                     |                 |                    |
| 77,337                            | Techtronic Industries Co. Ltd.                  | HKG             | HKD                 | 881,633         | 0.84               |
| 14,760                            | Doosan Bobcat, Inc.                             | KOR             | KRW                 | 545,085         | 0.52               |
|                                   |                                                 |                 |                     | 1,426,718       | 1.36               |
|                                   | <b>Media</b>                                    |                 |                     |                 |                    |
| 15,611                            | KT Skylife Co. Ltd.                             | KOR             | KRW                 | 58,638          | 0.06               |
|                                   |                                                 |                 |                     | 58,638          | 0.06               |
|                                   | <b>Metals &amp; Mining</b>                      |                 |                     |                 |                    |
| 62,040                            | Vale SA                                         | BRA             | BRL                 | 690,499         | 0.66               |
|                                   |                                                 |                 |                     | 690,499         | 0.66               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>          |                 |                     |                 |                    |
| 223,224                           | Petroleo Brasileiro SA Preference               | BRA             | BRL                 | 1,519,346       | 1.45               |
| 792,624                           | Star Petroleum Refining PCL                     | THA             | THB                 | 175,649         | 0.17               |
| 34,397                            | United Tractors Tbk. PT                         | IDN             | IDR                 | 46,120          | 0.04               |
|                                   |                                                 |                 |                     | 1,741,115       | 1.66               |
|                                   | <b>Passenger Airlines</b>                       |                 |                     |                 |                    |
| 6,932                             | Wizz Air Holdings plc, Reg. S, 144A             | ITA             | GBP                 | 195,513         | 0.19               |
|                                   |                                                 |                 |                     | 195,513         | 0.19               |
|                                   | <b>Pharmaceuticals</b>                          |                 |                     |                 |                    |
| 24,353                            | Richter Gedeon Nyrt.                            | HUN             | HUF                 | 632,606         | 0.60               |
| 31,551                            | Hypera SA                                       | BRA             | BRL                 | 161,978         | 0.16               |
| 4,693                             | Natco Pharma Ltd.                               | IND             | INR                 | 65,424          | 0.06               |
|                                   |                                                 |                 |                     | 860,008         | 0.82               |
|                                   | <b>Professional Services</b>                    |                 |                     |                 |                    |
| 28,622                            | Genpact Ltd.                                    | USA             | USD                 | 921,342         | 0.88               |
|                                   |                                                 |                 |                     | 921,342         | 0.88               |
|                                   | <b>Real Estate Management &amp; Development</b> |                 |                     |                 |                    |
| 169,700                           | Greentown Service Group Co. Ltd., Reg. S        | CHN             | HKD                 | 72,804          | 0.07               |
|                                   |                                                 |                 |                     | 72,804          | 0.07               |



## Templeton Emerging Markets Dynamic Income Fund (continued)

(Currency - USD)

| Number of shares<br>or face value                     | Description                                                  | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------|--------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Semiconductors &amp; Semiconductor Equipment</b>   |                                                              |                 |                     |                 |                    |
| 248,354                                               | Taiwan Semiconductor Manufacturing Co. Ltd.                  | TWN             | TWD                 | 7,343,313       | 7.01               |
| 38,203                                                | MediaTek, Inc.                                               | TWN             | TWD                 | 1,642,027       | 1.57               |
| 7,055                                                 | SK Hynix, Inc.                                               | KOR             | KRW                 | 1,194,305       | 1.14               |
| 12,361                                                | Daqo New Energy Corp., ADR                                   | CHN             | USD                 | 180,471         | 0.17               |
|                                                       |                                                              |                 |                     | 10,360,116      | 9.89               |
| <b>Software</b>                                       |                                                              |                 |                     |                 |                    |
| 32,163                                                | TOTVS SA                                                     | BRA             | BRL                 | 175,073         | 0.17               |
|                                                       |                                                              |                 |                     | 175,073         | 0.17               |
| <b>Technology Hardware, Storage &amp; Peripherals</b> |                                                              |                 |                     |                 |                    |
| 59,088                                                | Samsung Electronics Co. Ltd.                                 | KOR             | KRW                 | 3,468,873       | 3.31               |
| 52,244                                                | Lite-On Technology Corp.                                     | TWN             | TWD                 | 169,372         | 0.16               |
|                                                       |                                                              |                 |                     | 3,638,245       | 3.47               |
| <b>Textiles, Apparel &amp; Luxury Goods</b>           |                                                              |                 |                     |                 |                    |
| 10,375                                                | Fila Holdings Corp.                                          | KOR             | KRW                 | 300,300         | 0.29               |
|                                                       |                                                              |                 |                     | 300,300         | 0.29               |
| <b>Transportation Infrastructure</b>                  |                                                              |                 |                     |                 |                    |
| 236,152                                               | COSCO SHIPPING Ports Ltd.                                    | CHN             | HKD                 | 162,773         | 0.15               |
|                                                       |                                                              |                 |                     | 162,773         | 0.15               |
| <b>Water Utilities</b>                                |                                                              |                 |                     |                 |                    |
| 625,101                                               | Emirates Central Cooling Systems Corp.                       | ARE             | AED                 | 248,475         | 0.24               |
|                                                       |                                                              |                 |                     | 248,475         | 0.24               |
| <b>TOTAL SHARES</b>                                   |                                                              |                 |                     | 55,687,582      | 53.15              |
| <b>BONDS</b>                                          |                                                              |                 |                     |                 |                    |
| <b>Government and Municipal Bonds</b>                 |                                                              |                 |                     |                 |                    |
| 126,600,000                                           | Egypt Treasury Bill 0% 03/18/2025                            | EGY             | EGP                 | 2,233,239       | 2.13               |
| 11,685,800,000                                        | Colombia Titulos De Tesoreria 7.25% 10/18/2034               | COL             | COP                 | 2,214,593       | 2.11               |
| 73,193,997                                            | Uruguay Government Bond 3.875% 07/02/2040                    | URY             | UYU                 | 1,974,709       | 1.89               |
| 3,761,000                                             | Ecuador Government Bond, Reg. S 3.5% 07/31/2035              | ECU             | USD                 | 1,881,073       | 1.80               |
| 11,040,000                                            | Brazil Notas do Tesouro Nacional 10% 01/01/2031              | BRA             | BRL                 | 1,787,272       | 1.71               |
| 92,700,000                                            | Egypt Treasury Bill 0% 03/04/2025                            | EGY             | EGP                 | 1,649,088       | 1.57               |
| 1,460,000                                             | Kenya Government Bond, Reg. S 9.75% 02/16/2031               | KEN             | USD                 | 1,401,666       | 1.34               |
| 22,056,000,000                                        | Indonesia Government Bond 7% 02/15/2033                      | IDN             | IDR                 | 1,341,274       | 1.28               |
| 94,000,000                                            | India Government Bond 7.18% 08/14/2033                       | IND             | INR                 | 1,137,865       | 1.09               |
| 23,950,000                                            | Mexican Bonos Desarr Fixed Rate 7.5% 05/26/2033              | MEX             | MXN                 | 1,127,694       | 1.08               |
| 1,280,000                                             | Dominican Republic Government Bond, Reg. S 5.875% 01/30/2060 | DOM             | USD                 | 1,089,193       | 1.04               |
| 1,622,000                                             | Ecuador Government Bond, Reg. S 6% 07/31/2030                | ECU             | USD                 | 1,031,427       | 0.98               |
| 46,400,000                                            | Egypt Government Bond 25.151% 04/16/2027                     | EGY             | EGP                 | 960,069         | 0.92               |
| 3,629,000,000                                         | Uganda Government Bond 16% 05/14/2037                        | UGA             | UGX                 | 950,550         | 0.91               |
| 1,360,000                                             | Romania Government Bond, Reg. S 2.875% 04/13/2042            | ROU             | EUR                 | 949,933         | 0.91               |
| 960,000                                               | Gabon Government Bond, Reg. S 6.95% 06/16/2025               | GAB             | USD                 | 882,234         | 0.84               |
| 990,000                                               | Dominican Republic Government Bond, Reg. S 5.3% 01/21/2041   | DOM             | USD                 | 842,421         | 0.80               |
| 19,350,000                                            | South Africa Government Bond 9% 01/31/2040                   | ZAF             | ZAR                 | 838,754         | 0.80               |
| 68,100,000                                            | India Government Bond 7.26% 01/14/2029                       | IND             | INR                 | 825,090         | 0.79               |
| 66,500,000                                            | India Government Bond 7.1% 04/18/2029                        | IND             | INR                 | 800,268         | 0.76               |
| 15,780,000                                            | South Africa Government Bond 8.875% 02/28/2035               | ZAF             | ZAR                 | 734,352         | 0.70               |
| 61,300,000                                            | India Government Bond 5.77% 08/03/2030                       | IND             | INR                 | 690,053         | 0.66               |
| 800,000                                               | Mongolia Government Bond, Reg. S 4.45% 07/07/2031            | MNG             | USD                 | 675,600         | 0.65               |
| 650,000                                               | Panama Government Bond 6.7% 01/26/2036                       | PAN             | USD                 | 632,371         | 0.60               |
| 12,190,000                                            | South Africa Government Bond 8.5% 01/31/2037                 | ZAF             | ZAR                 | 527,355         | 0.50               |
| 184,400,000                                           | Kazakhstan Government Bond 15.3% 03/03/2029                  | KAZ             | KZT                 | 422,658         | 0.40               |
| 1,503,000,000                                         | Uganda Government Bond 14.375% 02/03/2033                    | UGA             | UGX                 | 377,303         | 0.36               |
| 205,500,000                                           | Kazakhstan Government Bond 7.68% 08/13/2029                  | KAZ             | KZT                 | 356,762         | 0.34               |
| 27,070,000                                            | India Government Bond 7.26% 08/22/2032                       | IND             | INR                 | 328,897         | 0.31               |
| 350,000                                               | Mongolia Government Bond, Reg. S 3.5% 07/07/2027             | MNG             | USD                 | 315,525         | 0.30               |
| 152,700,000                                           | Kazakhstan Government Bond 12% 03/07/2030                    | KAZ             | KZT                 | 312,443         | 0.30               |
| 350,000                                               | Export-Import Bank of India, Reg. S 2.25% 01/13/2031         | IND             | USD                 | 290,307         | 0.28               |
| 133,100,000                                           | Kazakhstan Government Bond 9% 07/03/2027                     | KAZ             | KZT                 | 256,191         | 0.24               |
| 1,402,000                                             | Notas do Tesouro Nacional 10% 01/01/2029                     | BRA             | BRL                 | 233,889         | 0.22               |
| 141,500,000                                           | Kazakhstan Government Bond 5.5% 09/20/2028                   | KAZ             | KZT                 | 232,285         | 0.22               |
| 5,150,000                                             | Mexican Bonos Desarr Fixed Rate 7.75% 11/13/2042             | MEX             | MXN                 | 227,017         | 0.22               |
| 113,100,000                                           | Kazakhstan Government Bond 10.55% 07/28/2029                 | KAZ             | KZT                 | 219,752         | 0.21               |
| 121,300,000                                           | Kazakhstan Government Bond 5.49% 03/27/2027                  | KAZ             | KZT                 | 215,412         | 0.21               |
| 102,600,000                                           | Kazakhstan Government Bond 10.4% 04/12/2028                  | KAZ             | KZT                 | 202,199         | 0.19               |



**Templeton Emerging Markets Dynamic Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                         | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 200,000                           | Panama Government Bond 6.875% 01/31/2036                                                                            | PAN             | USD                 | 195,798         | 0.19               |
| 4,040,000                         | Mexican Bonos Desarr Fixed Rate 7.75% 11/23/2034                                                                    | MEX             | MXN                 | 190,220         | 0.18               |
| 200,000                           | Panama Government Bond 6.4% 02/14/2035                                                                              | PAN             | USD                 | 189,976         | 0.18               |
| 98,000,000                        | Kazakhstan Government Bond 10.3% 03/17/2031                                                                         | KAZ             | KZT                 | 185,049         | 0.18               |
| 260,000                           | Romania Government Bond, Reg. S 2.75% 04/14/2041                                                                    | ROU             | EUR                 | 181,336         | 0.17               |
| 180,000                           | Romania Government Bond, Reg. S 1.75% 07/13/2030                                                                    | ROU             | EUR                 | 157,733         | 0.15               |
| 780,000,000                       | Colombia Titulos De Tesoreria 9.25% 05/28/2042                                                                      | COL             | COP                 | 156,806         | 0.15               |
| 76,100,000                        | Kazakhstan Government Bond 11% 02/04/2030                                                                           | KAZ             | KZT                 | 150,262         | 0.14               |
| 510,000,000                       | Uganda Government Bond 16% 11/14/2030                                                                               | UGA             | UGX                 | 140,507         | 0.13               |
| 200,000                           | Egypt Government Bond, Reg. S 7.5% 02/16/2061                                                                       | EGY             | USD                 | 134,528         | 0.13               |
| 200,000                           | Sri Lanka Government Bond, Reg. S 7.85% 03/14/2029 <sup>s</sup>                                                     | LKA             | USD                 | 119,100         | 0.11               |
| 58,100,000                        | Kazakhstan Government Bond 10.67% 01/21/2026                                                                        | KAZ             | KZT                 | 118,312         | 0.11               |
| 200,000                           | Sri Lanka Government Bond, Reg. S 6.75% 04/18/2028 <sup>s</sup>                                                     | LKA             | USD                 | 118,090         | 0.11               |
| 200,000                           | Sri Lanka Government Bond, Reg. S 6.2% 05/11/2027 <sup>s</sup>                                                      | LKA             | USD                 | 117,889         | 0.11               |
| 705,000,000                       | Colombia Titulos De Tesoreria 6.25% 07/09/2036                                                                      | COL             | COP                 | 117,293         | 0.11               |
| 2,400,000                         | Mexican Bonos Desarr Fixed Rate 8.5% 11/18/2038                                                                     | MEX             | MXN                 | 116,369         | 0.11               |
| 2,655,301                         | Ghana Government Bond 5% 02/16/2027                                                                                 | GHA             | GHS                 | 112,049         | 0.11               |
| 2,659,220                         | Ghana Government Bond 5% 02/15/2028                                                                                 | GHA             | GHS                 | 97,625          | 0.09               |
| 2,542,210                         | Ghana Government Bond 5% 02/13/2029                                                                                 | GHA             | GHS                 | 83,035          | 0.08               |
| 2,545,956                         | Ghana Government Bond 5% 02/12/2030                                                                                 | GHA             | GHS                 | 76,578          | 0.07               |
| 1,300,000                         | Mexican Bonos Desarr Fixed Rate 10% 11/20/2036                                                                      | MEX             | MXN                 | 71,599          | 0.07               |
| 2,455,078                         | Ghana Government Bond 5% 02/11/2031                                                                                 | GHA             | GHS                 | 68,415          | 0.07               |
| 2,458,691                         | Ghana Government Bond 5% 02/10/2032                                                                                 | GHA             | GHS                 | 64,835          | 0.06               |
| 2,462,304                         | Ghana Government Bond 5% 02/08/2033                                                                                 | GHA             | GHS                 | 62,249          | 0.06               |
| 11,800,000                        | Kazakhstan Government Bond 14% 05/12/2031                                                                           | KAZ             | KZT                 | 26,407          | 0.03               |
| 9,900,000                         | Kazakhstan Government Bond 15.35% 11/18/2027                                                                        | KAZ             | KZT                 | 22,220          | 0.02               |
| 760,367                           | Ghana Government Bond 5% 02/07/2034                                                                                 | GHA             | GHS                 | 18,660          | 0.02               |
| 761,484                           | Ghana Government Bond 5% 02/06/2035                                                                                 | GHA             | GHS                 | 18,323          | 0.02               |
| 762,601                           | Ghana Government Bond 5% 02/05/2036                                                                                 | GHA             | GHS                 | 18,135          | 0.02               |
| 764,836                           | Ghana Government Bond 5% 02/02/2038                                                                                 | GHA             | GHS                 | 18,070          | 0.02               |
| 763,720                           | Ghana Government Bond 5% 02/03/2037                                                                                 | GHA             | GHS                 | 18,060          | 0.02               |
| 42,000,000                        | Uganda Government Bond 17% 04/03/2031                                                                               | UGA             | UGX                 | 12,040          | 0.01               |
| 39,000,000                        | Uganda Government Bond 14.25% 08/23/2029                                                                            | UGA             | UGX                 | 10,169          | 0.01               |
| 33,000                            | Brazil Notas do Tesouro Nacional 10% 01/01/2033                                                                     | BRA             | BRL                 | 5,249           | 0.01               |
| 14,000,000                        | Colombia Government Bond 9.85% 06/28/2027                                                                           | COL             | COP                 | 3,251           | —                  |
|                                   |                                                                                                                     |                 |                     | 36,365,020      | 34.71              |
|                                   | <b>Supranational</b>                                                                                                |                 |                     |                 |                    |
| 6,001,000,000                     | Asian Development Bank 11.2% 01/31/2025                                                                             | SP              | COP                 | 1,442,230       | 1.38               |
|                                   |                                                                                                                     |                 |                     | 1,442,230       | 1.38               |
|                                   | <b>TOTAL BONDS</b>                                                                                                  |                 |                     | 37,807,250      | 36.09              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>                                 |                 |                     | 93,494,832      | 89.24              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET                                                        |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                                                        |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                                               |                 |                     |                 |                    |
| 4,090,000                         | FHLB 0% 07/01/2024                                                                                                  | USA             | USD                 | 4,088,228       | 3.90               |
| 8,413,000                         | Malaysia Government Bond 3.899% 11/16/2027                                                                          | MYS             | MYR                 | 1,802,863       | 1.72               |
| 5,270,000                         | Malaysia Government Bond 3.582% 07/15/2032                                                                          | MYS             | MYR                 | 1,096,678       | 1.05               |
| 280,000                           | Malaysia Government Bond 4.498% 04/15/2030                                                                          | MYS             | MYR                 | 61,633          | 0.06               |
| 40,000                            | Malaysia Government Bond 3.733% 06/15/2028                                                                          | MYS             | MYR                 | 8,515           | 0.01               |
|                                   |                                                                                                                     |                 |                     | 7,057,917       | 6.74               |
|                                   | <b>TOTAL BONDS</b>                                                                                                  |                 |                     | 7,057,917       | 6.74               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER REGULATED MARKET</b>                                           |                 |                     | 7,057,917       | 6.74               |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                       |                 |                     |                 |                    |
|                                   | <b>Banks</b>                                                                                                        |                 |                     |                 |                    |
| 285,516                           | Sberbank of Russia PJSC**                                                                                           | RUS             | RUB                 | —               | —                  |
|                                   |                                                                                                                     |                 |                     | —               | —                  |

## Templeton Emerging Markets Dynamic Income Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
|                                   | <b>Broadline Retail</b>                                                                                                                  |                 |                     |                    |                    |
| 2,118,332                         | K2016470219 South Africa Ltd. 'A'***                                                                                                     | ZAF             | ZAR                 | —                  | —                  |
| 706,586                           | K2016470219 South Africa Ltd. 'B'***                                                                                                     | ZAF             | ZAR                 | —                  | —                  |
| 12,649                            | K2016470219 South Africa Ltd., Escrow Account 'D'***                                                                                     | ZAF             | ZAR                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | —                  | —                  |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                                                                                        |                 |                     |                    |                    |
| 429,049                           | Spinneys 1961 Holding plc**                                                                                                              | ARE             | AED                 | 178,722            | 0.17               |
|                                   |                                                                                                                                          |                 |                     | 178,722            | 0.17               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                                                                   |                 |                     |                    |                    |
| 23,850                            | LUKOIL PJSC**                                                                                                                            | RUS             | RUB                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | —                  | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 178,722            | 0.17               |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                    |                    |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                    |                    |
| 94,489                            | Digicel Group Holdings Ltd., Reg. S 0% 12/31/2030**                                                                                      | JAM             | USD                 | 11,336             | 0.01               |
| 183,574                           | K2016470219 South Africa Ltd., Reg. S 3% 12/31/2022**§                                                                                   | ZAF             | USD                 | —                  | —                  |
| 27,704                            | K2016470219 South Africa Ltd., Reg. S 8% 02/28/2023**§                                                                                   | ZAF             | EUR                 | —                  | —                  |
| 271,057                           | K2016470260 South Africa Ltd., Reg. S 25% 02/28/2023**§                                                                                  | ZAF             | USD                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | 11,336             | 0.01               |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | 11,336             | 0.01               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | 190,058            | 0.18               |
|                                   | UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS                                                                 |                 |                     |                    |                    |
|                                   | <b>COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                                                                             |                 |                     |                    |                    |
|                                   | <b>Financial Services</b>                                                                                                                |                 |                     |                    |                    |
| 539,895                           | FTIF Templeton Emerging Markets Bond Fund - Y (Mdis) USD                                                                                 | LUX             | USD                 | 2,642,834          | 2.52               |
| 43,090                            | FTIF Templeton Emerging Markets Fund - Y (Mdis) USD                                                                                      | LUX             | USD                 | 451,252            | 0.43               |
|                                   |                                                                                                                                          |                 |                     | 3,094,086          | 2.95               |
|                                   | <b>TOTAL COLLECTIVE INVESTMENT SCHEMES - UCITS</b>                                                                                       |                 |                     | 3,094,086          | 2.95               |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b>                                                   |                 |                     | 3,094,086          | 2.95               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>103,836,893</b> | <b>99.11</b>       |

§ These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Emerging Markets Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 37,300                            | Hankook Tire & Technology Co. Ltd.                                        | KOR             | KRW                 | 1,215,889       | 0.17               |
| 695,141                           | Weifu High-Technology Group Co. Ltd. 'B'                                  | CHN             | HKD                 | 1,037,052       | 0.14               |
| 5,210,589                         | Nemak SAB de CV, Reg. S, 144A                                             | MEX             | MXN                 | 828,889         | 0.11               |
|                                   |                                                                           |                 |                     | 3,081,830       | 0.42               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 3,163,461                         | Brilliance China Automotive Holdings Ltd.                                 | CHN             | HKD                 | 3,317,383       | 0.45               |
| 5,244,355                         | BAIC Motor Corp. Ltd. 'H', Reg. S, 144A                                   | CHN             | HKD                 | 1,337,703       | 0.18               |
|                                   |                                                                           |                 |                     | 4,655,086       | 0.63               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 2,864,861                         | ICICI Bank Ltd.                                                           | IND             | INR                 | 41,248,451      | 5.60               |
| 1,044,443                         | HDFC Bank Ltd.                                                            | IND             | INR                 | 21,098,532      | 2.87               |
| 1,695,922                         | Grupo Financiero Banorte SAB de CV 'O'                                    | MEX             | MXN                 | 13,216,602      | 1.80               |
| 2,708,546                         | China Merchants Bank Co. Ltd. 'H'                                         | CHN             | HKD                 | 12,308,023      | 1.67               |
| 1,699,408                         | Itau Unibanco Holding SA, ADR Preference                                  | BRA             | USD                 | 9,924,543       | 1.35               |
| 2,688,435                         | Kasikornbank PCL                                                          | THA             | THB                 | 9,160,340       | 1.24               |
| 3,257,266                         | Banco Bradesco SA, ADR Preference                                         | BRA             | USD                 | 7,296,276       | 0.99               |
| 3,165,384                         | Federal Bank Ltd.                                                         | IND             | INR                 | 6,717,374       | 0.91               |
| 351,425                           | Banco Santander Chile, ADR                                                | CHL             | USD                 | 6,617,333       | 0.90               |
| 692,000                           | Itau Unibanco Holding SA Preference                                       | BRA             | BRL                 | 4,011,863       | 0.55               |
| 126,204                           | InterCorp Financial Services, Inc.                                        | PER             | USD                 | 2,828,232       | 0.38               |
| 1,247,679                         | Banco Bradesco SA Preference                                              | BRA             | BRL                 | 2,763,023       | 0.38               |
| 1,259,101                         | BDO Unibank, Inc.                                                         | PHL             | PHP                 | 2,759,732       | 0.37               |
| 1,611,196                         | Ping An Bank Co. Ltd. 'A'                                                 | CHN             | CNY                 | 2,246,897       | 0.31               |
| 1,690,648                         | Kiatnakin Phatra Bank PCL                                                 | THA             | THB                 | 2,139,483       | 0.29               |
| 19,200                            | China Merchants Bank Co. Ltd. 'A'                                         | CHN             | CNY                 | 90,224          | 0.01               |
|                                   |                                                                           |                 |                     | 144,426,928     | 19.62              |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 8,047,495                         | Budweiser Brewing Co. APAC Ltd., Reg. S, 144A                             | CHN             | HKD                 | 9,471,742       | 1.29               |
| 8,919,976                         | Thai Beverage PCL                                                         | THA             | SGD                 | 2,956,886       | 0.40               |
|                                   |                                                                           |                 |                     | 12,428,628      | 1.69               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 3,144,484                         | Alibaba Group Holding Ltd.                                                | CHN             | HKD                 | 28,340,730      | 3.85               |
| 755,330                           | Prosus NV                                                                 | CHN             | EUR                 | 26,862,154      | 3.65               |
| 13,009                            | JD.com, Inc. 'A'                                                          | CHN             | HKD                 | 168,951         | 0.02               |
|                                   |                                                                           |                 |                     | 55,371,835      | 7.52               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 24,818                            | Soulbrain Co. Ltd.                                                        | KOR             | KRW                 | 5,184,465       | 0.70               |
| 1,183,032                         | Guangzhou Tinci Materials Technology Co. Ltd. 'A'                         | CHN             | CNY                 | 2,855,150       | 0.39               |
|                                   |                                                                           |                 |                     | 8,039,615       | 1.09               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 156,746                           | ACC Ltd.                                                                  | IND             | INR                 | 4,917,599       | 0.67               |
| 1,042,500                         | Beijing Oriental Yuhong Waterproof Technology Co. Ltd. 'A'                | CHN             | CNY                 | 1,768,908       | 0.24               |
| 8,031,190                         | China Resources Building Materials Technology Holdings Ltd.               | CHN             | HKD                 | 1,416,131       | 0.19               |
|                                   |                                                                           |                 |                     | 8,102,638       | 1.10               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 3,426,331                         | Hon Hai Precision Industry Co. Ltd.                                       | TWN             | TWD                 | 22,513,248      | 3.06               |
| 41,720                            | Samsung SDI Co. Ltd.                                                      | KOR             | KRW                 | 10,626,633      | 1.44               |
| 229,017                           | Yageo Corp.                                                               | TWN             | TWD                 | 5,133,848       | 0.70               |
|                                   |                                                                           |                 |                     | 38,273,729      | 5.20               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 295,047                           | NetEase, Inc.                                                             | CHN             | HKD                 | 5,634,195       | 0.77               |
|                                   |                                                                           |                 |                     | 5,634,195       | 0.77               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 58,024                            | Bajaj Holdings & Investment Ltd.                                          | IND             | INR                 | 5,935,860       | 0.80               |
| 729,145                           | One 97 Communications Ltd.                                                | IND             | INR                 | 3,514,062       | 0.48               |
|                                   |                                                                           |                 |                     | 9,449,922       | 1.28               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 7,491,728                         | Uni-President China Holdings Ltd.                                         | CHN             | HKD                 | 6,840,271       | 0.93               |
| 1,725,934                         | Health & Happiness H&H International Holdings Ltd.                        | CHN             | HKD                 | 1,975,894       | 0.27               |
|                                   |                                                                           |                 |                     | 8,816,165       | 1.20               |

## Templeton Emerging Markets Fund (continued)

(Currency - USD)

| Number of shares<br>or face value           | Description                                   | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|---------------------------------------------|-----------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Health Care Providers &amp; Services</b> |                                               |                 |                     |                 |                    |
| 7,913,919                                   | Netcare Ltd.                                  | ZAF             | ZAR                 | 5,513,789       | 0.75               |
| 2,528,665                                   | Oncoclinicas do Brasil Servicos Medicos SA    | BRA             | BRL                 | 2,795,379       | 0.38               |
|                                             |                                               |                 |                     | 8,309,168       | 1.13               |
| <b>Hotels, Restaurants &amp; Leisure</b>    |                                               |                 |                     |                 |                    |
| 2,357,216                                   | Zomato Ltd.                                   | IND             | INR                 | 5,658,609       | 0.77               |
| 5,025,811                                   | Minor International PCL                       | THA             | THB                 | 4,093,709       | 0.56               |
| 240,507                                     | Meituan 'B', Reg. S, 144A                     | CHN             | HKD                 | 3,418,636       | 0.46               |
| 3,204,349                                   | NagaCorp Ltd.                                 | KHM             | HKD                 | 1,570,991       | 0.21               |
|                                             |                                               |                 |                     | 14,741,945      | 2.00               |
| <b>Household Durables</b>                   |                                               |                 |                     |                 |                    |
| 2,328,700                                   | Haier Smart Home Co. Ltd. 'D'                 | CHN             | EUR                 | 3,955,414       | 0.54               |
|                                             |                                               |                 |                     | 3,955,414       | 0.54               |
| <b>Industrial Conglomerates</b>             |                                               |                 |                     |                 |                    |
| 245,477                                     | LG Corp.                                      | KOR             | KRW                 | 14,244,607      | 1.94               |
| 13,113,484                                  | Astra International Tbk. PT                   | IDN             | IDR                 | 3,564,753       | 0.48               |
|                                             |                                               |                 |                     | 17,809,360      | 2.42               |
| <b>Insurance</b>                            |                                               |                 |                     |                 |                    |
| 326,116                                     | Samsung Life Insurance Co. Ltd.               | KOR             | KRW                 | 20,806,510      | 2.83               |
| 1,176,187                                   | Discovery Ltd.                                | ZAF             | ZAR                 | 8,706,702       | 1.18               |
| 1,470,609                                   | Ping An Insurance Group Co. of China Ltd. 'H' | CHN             | HKD                 | 6,662,708       | 0.91               |
|                                             |                                               |                 |                     | 36,175,920      | 4.92               |
| <b>Interactive Media &amp; Services</b>     |                                               |                 |                     |                 |                    |
| 683,262                                     | Tencent Holdings Ltd.                         | CHN             | HKD                 | 32,414,173      | 4.40               |
| 150,252                                     | NAVER Corp.                                   | KOR             | KRW                 | 18,035,236      | 2.45               |
| 798,538                                     | Baidu, Inc. 'A'                               | CHN             | HKD                 | 8,645,012       | 1.18               |
| 634,521                                     | Kuaishou Technology, Reg. S, 144A             | CHN             | HKD                 | 3,724,546       | 0.51               |
|                                             |                                               |                 |                     | 62,818,967      | 8.54               |
| <b>IT Services</b>                          |                                               |                 |                     |                 |                    |
| 157,816                                     | Cognizant Technology Solutions Corp. 'A'      | USA             | USD                 | 10,731,488      | 1.46               |
| 455,925                                     | Infosys Ltd.                                  | IND             | INR                 | 8,558,969       | 1.16               |
|                                             |                                               |                 |                     | 19,290,457      | 2.62               |
| <b>Life Sciences Tools &amp; Services</b>   |                                               |                 |                     |                 |                    |
| 2,297,667                                   | Wuxi Biologics Cayman, Inc., Reg. S, 144A     | CHN             | HKD                 | 3,381,439       | 0.46               |
| 49,787                                      | LigaChem Biosciences, Inc.                    | KOR             | KRW                 | 2,554,358       | 0.35               |
|                                             |                                               |                 |                     | 5,935,797       | 0.81               |
| <b>Machinery</b>                            |                                               |                 |                     |                 |                    |
| 1,028,429                                   | Techtronic Industries Co. Ltd.                | HKG             | HKD                 | 11,723,978      | 1.59               |
| 212,304                                     | Doosan Bobcat, Inc.                           | KOR             | KRW                 | 7,840,351       | 1.07               |
|                                             |                                               |                 |                     | 19,564,329      | 2.66               |
| <b>Media</b>                                |                                               |                 |                     |                 |                    |
| 258,997                                     | KT Skylife Co. Ltd.                           | KOR             | KRW                 | 972,847         | 0.13               |
|                                             |                                               |                 |                     | 972,847         | 0.13               |
| <b>Metals &amp; Mining</b>                  |                                               |                 |                     |                 |                    |
| 785,507                                     | Vale SA                                       | BRA             | BRL                 | 8,742,609       | 1.19               |
|                                             |                                               |                 |                     | 8,742,609       | 1.19               |
| <b>Oil, Gas &amp; Consumable Fuels</b>      |                                               |                 |                     |                 |                    |
| 2,984,581                                   | Petroleo Brasileiro SA Preference             | BRA             | BRL                 | 20,314,168      | 2.76               |
| 8,786,772                                   | Star Petroleum Refining PCL                   | THA             | THB                 | 1,947,190       | 0.26               |
|                                             |                                               |                 |                     | 22,261,358      | 3.02               |
| <b>Passenger Airlines</b>                   |                                               |                 |                     |                 |                    |
| 90,990                                      | Wizz Air Holdings plc, Reg. S, 144A           | ITA             | GBP                 | 2,566,315       | 0.35               |
|                                             |                                               |                 |                     | 2,566,315       | 0.35               |
| <b>Pharmaceuticals</b>                      |                                               |                 |                     |                 |                    |
| 317,873                                     | Richter Gedeon Nyrt.                          | HUN             | HUF                 | 8,257,225       | 1.12               |
| 468,732                                     | Hypera SA                                     | BRA             | BRL                 | 2,406,398       | 0.33               |
| 62,644                                      | Natco Pharma Ltd.                             | IND             | INR                 | 873,308         | 0.12               |
|                                             |                                               |                 |                     | 11,536,931      | 1.57               |
| <b>Professional Services</b>                |                                               |                 |                     |                 |                    |
| 382,110                                     | Genpact Ltd.                                  | USA             | USD                 | 12,300,121      | 1.67               |
|                                             |                                               |                 |                     | 12,300,121      | 1.67               |

**Templeton Emerging Markets Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                     | Description                                                                                                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Real Estate Management &amp; Development</b>       |                                                                                                                                  |                 |                     |                 |                    |
| 1,599,209                                             | Greentown Service Group Co. Ltd., Reg. S                                                                                         | CHN             | HKD                 | 686,090         | 0.09               |
|                                                       |                                                                                                                                  |                 |                     | 686,090         | 0.09               |
| <b>Semiconductors &amp; Semiconductor Equipment</b>   |                                                                                                                                  |                 |                     |                 |                    |
| 2,506,177                                             | Taiwan Semiconductor Manufacturing Co. Ltd.                                                                                      | TWN             | TWD                 | 74,102,458      | 10.07              |
| 518,931                                               | MediaTek, Inc.                                                                                                                   | TWN             | TWD                 | 22,304,497      | 3.03               |
| 96,531                                                | SK Hynix, Inc.                                                                                                                   | KOR             | KRW                 | 16,341,245      | 2.22               |
| 170,837                                               | Daqo New Energy Corp., ADR                                                                                                       | CHN             | USD                 | 2,494,220       | 0.34               |
|                                                       |                                                                                                                                  |                 |                     | 115,242,420     | 15.66              |
| <b>Software</b>                                       |                                                                                                                                  |                 |                     |                 |                    |
| 449,084                                               | TOTVS SA                                                                                                                         | BRA             | BRL                 | 2,444,503       | 0.33               |
|                                                       |                                                                                                                                  |                 |                     | 2,444,503       | 0.33               |
| <b>Technology Hardware, Storage &amp; Peripherals</b> |                                                                                                                                  |                 |                     |                 |                    |
| 826,796                                               | Samsung Electronics Co. Ltd.                                                                                                     | KOR             | KRW                 | 48,538,622      | 6.59               |
| 657,749                                               | Lite-On Technology Corp.                                                                                                         | TWN             | TWD                 | 2,132,386       | 0.29               |
|                                                       |                                                                                                                                  |                 |                     | 50,671,008      | 6.88               |
| <b>Textiles, Apparel &amp; Luxury Goods</b>           |                                                                                                                                  |                 |                     |                 |                    |
| 141,254                                               | Fila Holdings Corp.                                                                                                              | KOR             | KRW                 | 4,088,544       | 0.56               |
|                                                       |                                                                                                                                  |                 |                     | 4,088,544       | 0.56               |
| <b>Transportation Infrastructure</b>                  |                                                                                                                                  |                 |                     |                 |                    |
| 2,776,674                                             | COSCO SHIPPING Ports Ltd.                                                                                                        | CHN             | HKD                 | 1,913,887       | 0.26               |
|                                                       |                                                                                                                                  |                 |                     | 1,913,887       | 0.26               |
| <b>Water Utilities</b>                                |                                                                                                                                  |                 |                     |                 |                    |
| 8,700,338                                             | Emirates Central Cooling Systems Corp.                                                                                           | ARE             | AED                 | 3,458,343       | 0.47               |
|                                                       |                                                                                                                                  |                 |                     | 3,458,343       | 0.47               |
|                                                       | <b>TOTAL SHARES</b>                                                                                                              |                 |                     | 723,766,904     | 98.34              |
|                                                       | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>                                              |                 |                     | 723,766,904     | 98.34              |
|                                                       | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET              |                 |                     |                 |                    |
|                                                       | <b>SHARES</b>                                                                                                                    |                 |                     |                 |                    |
| <b>Banks</b>                                          |                                                                                                                                  |                 |                     |                 |                    |
| 3,491,464                                             | Sberbank of Russia PJSC**                                                                                                        | RUS             | RUB                 | —               | —                  |
|                                                       |                                                                                                                                  |                 |                     | —               | —                  |
| <b>Consumer Staples Distribution &amp; Retail</b>     |                                                                                                                                  |                 |                     |                 |                    |
| 5,819,489                                             | Spinneys 1961 Holding plc**                                                                                                      | ARE             | AED                 | 2,424,127       | 0.33               |
|                                                       |                                                                                                                                  |                 |                     | 2,424,127       | 0.33               |
| <b>Oil, Gas &amp; Consumable Fuels</b>                |                                                                                                                                  |                 |                     |                 |                    |
| 712,640                                               | Gazprom PJSC**                                                                                                                   | RUS             | RUB                 | —               | —                  |
| 285,188                                               | LUKOIL PJSC**                                                                                                                    | RUS             | RUB                 | —               | —                  |
|                                                       |                                                                                                                                  |                 |                     | —               | —                  |
| <b>Real Estate Management &amp; Development</b>       |                                                                                                                                  |                 |                     |                 |                    |
| 55,030                                                | Hemisphere Properties India Ltd. Escrow Account**                                                                                | IND             | INR                 | —               | —                  |
|                                                       |                                                                                                                                  |                 |                     | —               | —                  |
|                                                       | <b>TOTAL SHARES</b>                                                                                                              |                 |                     | 2,424,127       | 0.33               |
|                                                       | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET</b> |                 |                     | 2,424,127       | 0.33               |
|                                                       | <b>TOTAL INVESTMENTS</b>                                                                                                         |                 |                     | 726,191,031     | 98.67              |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Emerging Markets Local Currency Bond Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING               |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                 |                    |
| 48,460,000                        | India Government Bond 7.29% 01/27/2033                                                  | IND             | INR                 | 592,018         | 7.59               |
| 14,066,768                        | Uruguay Government Bond 3.875% 07/02/2040                                               | URY             | UYU                 | 379,509         | 4.87               |
| 1,831,200,000                     | Colombia Titulos De Tesoreria 7% 03/26/2031                                             | COL             | COP                 | 371,630         | 4.77               |
| 18,550,000                        | Egypt Treasury Bill 0% 03/18/2025                                                       | EGY             | EGP                 | 327,224         | 4.20               |
| 121,880,000                       | Hungary Government Bond 4.5% 05/27/2032                                                 | HUN             | HUF                 | 285,189         | 3.66               |
| 5,510,000                         | Mexican Bonos Desarr Fixed Rate 7.5% 05/26/2033                                         | MEX             | MXN                 | 259,440         | 3.33               |
| 1,495,000                         | Brazil Notas do Tesouro Nacional 10% 01/01/2031                                         | BRA             | BRL                 | 242,026         | 3.10               |
| 28,000,000                        | Serbia Treasury Bond 4.5% 08/20/2032                                                    | SRB             | RSD                 | 238,969         | 3.07               |
| 200,000                           | Colombia Government Bond 8.75% 11/14/2053                                               | COL             | USD                 | 210,823         | 2.70               |
| 4,090,000                         | Namibia Government Bond 9.5% 07/15/2035                                                 | NAM             | NAD                 | 207,307         | 2.66               |
| 200,000                           | Panama Government Bond 6.875% 01/31/2036                                                | PAN             | USD                 | 195,798         | 2.51               |
| 200,000                           | Ivory Coast Government Bond, Reg. S 7.625% 01/30/2033                                   | CIV             | USD                 | 194,591         | 2.50               |
| 200,000                           | Egypt Government Bond, Reg. S 5.25% 10/06/2025                                          | EGY             | USD                 | 193,476         | 2.48               |
| 1,155,000                         | Brazil Notas do Tesouro Nacional 10% 01/01/2035                                         | BRA             | BRL                 | 181,270         | 2.33               |
| 356,000                           | Ecuador Government Bond, Reg. S 3.5% 07/31/2035                                         | ECU             | USD                 | 178,054         | 2.28               |
| 250,000                           | Romania Government Bond, Reg. S 2.875% 04/13/2042                                       | ROU             | EUR                 | 174,620         | 2.24               |
| 770,000                           | Poland Government Bond 2.75% 10/25/2029                                                 | POL             | PLN                 | 167,884         | 2.15               |
| 160,000                           | Romania Government Bond, Reg. S 5.625% 02/22/2036                                       | ROU             | EUR                 | 167,265         | 2.15               |
| 180,000                           | Benin Government Bond, Reg. S 4.95% 01/22/2035                                          | BEN             | EUR                 | 152,927         | 1.96               |
| 140,000                           | Seychelles International Bond, Reg. S 8% 01/01/2026                                     | SYC             | USD                 | 141,199         | 1.81               |
| 2,031,000,000                     | Indonesia Government Bond 5.125% 04/15/2027                                             | IDN             | IDR                 | 119,243         | 1.53               |
| 1,908,000,000                     | Indonesia Government Bond 7.375% 10/15/2030                                             | IDN             | IDR                 | 118,642         | 1.52               |
| 578,200,000                       | Colombia Titulos De Tesoreria 7.25% 10/18/2034                                          | COL             | COP                 | 109,576         | 1.41               |
| 1,800,000,000                     | Indonesia Government Bond 6.375% 08/15/2028                                             | IDN             | IDR                 | 108,243         | 1.39               |
| 120,000                           | Romania Government Bond, Reg. S 2.75% 04/14/2041                                        | ROU             | EUR                 | 83,694          | 1.07               |
| 526,000                           | Brazil Notas do Tesouro Nacional 10% 01/01/2033                                         | BRA             | BRL                 | 83,666          | 1.07               |
| 103,100,000                       | Korea Treasury Bond 3.5% 09/10/2028                                                     | KOR             | KRW                 | 75,571          | 0.97               |
| 362,000,000                       | Colombia Titulos De Tesoreria 9.25% 05/28/2042                                          | COL             | COP                 | 72,774          | 0.93               |
| 1,520,000                         | Czech Republic Government Bond 1.75% 06/23/2032                                         | CZE             | CZK                 | 54,867          | 0.70               |
| 1,900,000                         | Egypt Government Bond 25.151% 04/16/2027                                                | EGY             | EGP                 | 39,313          | 0.50               |
| 163,900,000                       | Colombia Titulos De Tesoreria 7% 03/26/2031                                             | COL             | COP                 | 33,262          | 0.43               |
| 530,000,000                       | Indonesia Government Bond 7% 02/15/2033                                                 | IDN             | IDR                 | 32,231          | 0.41               |
| 88,000,000                        | Colombia Titulos De Tesoreria 13.25% 02/09/2033                                         | COL             | COP                 | 24,128          | 0.31               |
| 397,000,000                       | Indonesia Government Bond 6.375% 04/15/2032                                             | IDN             | IDR                 | 23,353          | 0.30               |
| 380,316                           | Ghana Government Bond 5% 02/16/2027                                                     | GHA             | GHS                 | 16,049          | 0.21               |
| 380,878                           | Ghana Government Bond 5% 02/15/2028                                                     | GHA             | GHS                 | 13,983          | 0.18               |
| 359,975                           | Ghana Government Bond 5% 02/13/2029                                                     | GHA             | GHS                 | 11,758          | 0.15               |
| 360,505                           | Ghana Government Bond 5% 02/12/2030                                                     | GHA             | GHS                 | 10,843          | 0.14               |
| 354,408                           | Ghana Government Bond 5% 02/11/2031                                                     | GHA             | GHS                 | 9,876           | 0.13               |
| 354,930                           | Ghana Government Bond 5% 02/10/2032                                                     | GHA             | GHS                 | 9,360           | 0.12               |
| 355,451                           | Ghana Government Bond 5% 02/08/2033                                                     | GHA             | GHS                 | 8,986           | 0.11               |
| 141,000,000                       | Indonesia Government Bond 6.5% 02/15/2031                                               | IDN             | IDR                 | 8,345           | 0.11               |
| 39,000,000                        | Colombia Titulos De Tesoreria 6.25% 07/09/2036                                          | COL             | COP                 | 6,489           | 0.08               |
| 53,258                            | Ghana Government Bond 5% 02/07/2034                                                     | GHA             | GHS                 | 1,307           | 0.02               |
| 53,336                            | Ghana Government Bond 5% 02/06/2035                                                     | GHA             | GHS                 | 1,283           | 0.02               |
| 53,414                            | Ghana Government Bond 5% 02/05/2036                                                     | GHA             | GHS                 | 1,270           | 0.02               |
| 53,571                            | Ghana Government Bond 5% 02/02/2038                                                     | GHA             | GHS                 | 1,266           | 0.02               |
| 53,492                            | Ghana Government Bond 5% 02/03/2037                                                     | GHA             | GHS                 | 1,265           | 0.02               |
|                                   |                                                                                         |                 |                     | 5,941,862       | 76.23              |
|                                   | <b>Supranational</b>                                                                    |                 |                     |                 |                    |
| 103,200,000                       | European Bank for Reconstruction & Development 10% 03/28/2026                           | SP              | KZT                 | 206,596         | 2.65               |
|                                   | International Bank for Reconstruction & Development                                     |                 |                     |                 |                    |
| 4,000,000                         | 7.07% 06/26/2029                                                                        | SP              | MXN                 | 198,217         | 2.54               |
| 2,000,000,000                     | International Finance Corp. 14.25% 05/02/2025                                           | SP              | UZS                 | 154,153         | 1.98               |
| 1,680,000                         | European Investment Bank, Reg. S 6.5% 09/28/2032                                        | SP              | ZAR                 | 78,837          | 1.01               |
|                                   | International Bank for Reconstruction & Development                                     |                 |                     |                 |                    |
| 1,300,000,000                     | 4.75% 01/21/2027                                                                        | SP              | IDR                 | 76,047          | 0.98               |
|                                   |                                                                                         |                 |                     | 713,850         | 9.16               |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 6,655,712       | 85.39              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     |                 |                    |
|                                   |                                                                                         |                 |                     | 6,655,712       | 85.39              |

**Templeton Emerging Markets Local Currency Bond Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                   | Country<br>code | Trading<br>currency | Market<br>value         | % of net<br>assets  |
|-----------------------------------|-------------------------------------------------------------------------------|-----------------|---------------------|-------------------------|---------------------|
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET               |                 |                     |                         |                     |
|                                   | <b>BONDS</b>                                                                  |                 |                     |                         |                     |
|                                   | <b>Government and Municipal Bonds</b>                                         |                 |                     |                         |                     |
| 330,000                           | FHLB 0% 07/01/2024                                                            | USA             | USD                 | 329,857                 | 4.23                |
| 1,410,000                         | Malaysia Government Bond 3.899% 11/16/2027                                    | MYS             | MYR                 | 302,156                 | 3.87                |
| 200,000                           | Panama Government Bond 8% 03/01/2038                                          | PAN             | USD                 | 211,107                 | 2.71                |
| 340,000                           | Malaysia Government Bond 4.498% 04/15/2030                                    | MYS             | MYR                 | 74,840                  | 0.96                |
| 150,000                           | Malaysia Government Bond 4.059% 09/30/2024                                    | MYS             | MYR                 | 31,858                  | 0.41                |
|                                   |                                                                               |                 |                     | <u>949,818</u>          | <u>12.18</u>        |
|                                   | <b>TOTAL BONDS</b>                                                            |                 |                     | <u>949,818</u>          | <u>12.18</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b> |                 |                     | <u>949,818</u>          | <u>12.18</u>        |
|                                   | <b>TOTAL INVESTMENTS</b>                                                      |                 |                     | <u><b>7,605,530</b></u> | <u><b>97.57</b></u> |



## Schedule of Investments, June 30, 2024

## Templeton Emerging Markets Smaller Companies Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 5,636,290                         | Federal Bank Ltd.                                                         | IND             | INR                 | 11,960,971      | 3.19               |
| 3,053,140                         | City Union Bank Ltd.                                                      | IND             | INR                 | 6,115,306       | 1.63               |
| 237,973                           | Halyk Savings Bank of Kazakhstan JSC, Reg. S, GDR                         | KAZ             | USD                 | 4,278,755       | 1.14               |
| 1,627,786                         | Tisco Financial Group PCL                                                 | THA             | THB                 | 4,232,242       | 1.13               |
| 3,595,705                         | Asia Commercial Bank JSC                                                  | VNM             | VND                 | 3,357,861       | 0.89               |
| 127,272                           | Intercorp Financial Services, Inc.                                        | PER             | USD                 | 2,852,165       | 0.76               |
| 632,147                           | Piraeus Financial Holdings SA                                             | GRC             | EUR                 | 2,300,735       | 0.61               |
| 2,089,750                         | Military Commercial Joint Stock Bank                                      | VNM             | VND                 | 1,817,742       | 0.48               |
|                                   |                                                                           |                 |                     | 36,915,777      | 9.83               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 937,861                           | Embotelladora Andina SA 'B' Preference                                    | CHL             | CLP                 | 2,654,973       | 0.71               |
| 683,559                           | Embotelladora Andina SA 'A' Preference                                    | CHL             | CLP                 | 1,612,634       | 0.43               |
|                                   |                                                                           |                 |                     | 4,267,607       | 1.14               |
|                                   | <b>Biotechnology</b>                                                      |                 |                     |                 |                    |
| 46,448                            | Hugel, Inc.                                                               | KOR             | KRW                 | 7,756,305       | 2.07               |
|                                   |                                                                           |                 |                     | 7,756,305       | 2.07               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 480,131                           | Poya International Co. Ltd.                                               | TWN             | TWD                 | 7,263,253       | 1.93               |
| 417,640                           | momo.com, Inc.                                                            | TWN             | TWD                 | 5,506,253       | 1.47               |
| 319,484,352                       | GoTo Gojek Tokopedia Tbk. PT 'A'                                          | IDN             | IDR                 | 971,631         | 0.26               |
|                                   |                                                                           |                 |                     | 13,741,137      | 3.66               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 28,424,504                        | Dynasty Ceramic PCL                                                       | THA             | THB                 | 1,509,266       | 0.40               |
|                                   |                                                                           |                 |                     | 1,509,266       | 0.40               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 3,181,200                         | Bolsa Mexicana de Valores SAB de CV                                       | MEX             | MXN                 | 5,387,517       | 1.43               |
| 235,821                           | Georgia Capital plc                                                       | GEO             | GBP                 | 2,921,508       | 0.78               |
| 267,086                           | Noah Holdings Ltd., ADR                                                   | CHN             | USD                 | 2,577,380       | 0.69               |
|                                   |                                                                           |                 |                     | 10,886,405      | 2.90               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 133,759,000                       | Avia Avian Tbk. PT                                                        | IDN             | IDR                 | 4,206,772       | 1.12               |
| 16,093                            | Soulbrain Co. Ltd.                                                        | KOR             | KRW                 | 3,361,818       | 0.90               |
|                                   |                                                                           |                 |                     | 7,568,590       | 2.02               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 319,862                           | Dalmia Bharat Ltd.                                                        | IND             | INR                 | 6,953,188       | 1.85               |
| 1,128,488                         | Huaxin Cement Co. Ltd. 'H'                                                | CHN             | HKD                 | 1,089,607       | 0.29               |
|                                   |                                                                           |                 |                     | 8,042,795       | 2.14               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 2,700,500                         | Grupo Mateus SA                                                           | BRA             | BRL                 | 3,347,637       | 0.89               |
| 189,651                           | Spinneys 1961 Holding plc                                                 | ARE             | AED                 | 79,000          | 0.02               |
|                                   |                                                                           |                 |                     | 3,426,637       | 0.91               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 957,038                           | EPL Ltd.                                                                  | IND             | INR                 | 2,270,278       | 0.61               |
|                                   |                                                                           |                 |                     | 2,270,278       | 0.61               |
|                                   | <b>Diversified Consumer Services</b>                                      |                 |                     |                 |                    |
| 3,039,254                         | Taaleem Holdings PJSC                                                     | ARE             | AED                 | 3,102,969       | 0.83               |
| 2,841,312                         | China Education Group Holdings Ltd., Reg. S                               | CHN             | HKD                 | 1,634,807       | 0.43               |
|                                   |                                                                           |                 |                     | 4,737,776       | 1.26               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 263,525                           | Shin Heung Energy & Electronics Co. Ltd.                                  | KOR             | KRW                 | 1,811,454       | 0.48               |
|                                   |                                                                           |                 |                     | 1,811,454       | 0.48               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 4,471,000                         | Synnex Technology International Corp.                                     | TWN             | TWD                 | 10,041,754      | 2.67               |
| 2,243,942                         | Redington Ltd.                                                            | IND             | INR                 | 5,757,679       | 1.53               |
| 1,023,277                         | Primax Electronics Ltd.                                                   | TWN             | TWD                 | 2,959,810       | 0.79               |
|                                   |                                                                           |                 |                     | 18,759,243      | 4.99               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 6,417,700                         | Major Cineplex Group PCL                                                  | THA             | THB                 | 2,182,961       | 0.58               |
|                                   |                                                                           |                 |                     | 2,182,961       | 0.58               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 231,846                           | Bajaj Holdings & Investment Ltd.                                          | IND             | INR                 | 23,717,863      | 6.31               |

**Templeton Emerging Markets Smaller Companies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                        | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|----------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 123,032                           | One 97 Communications Ltd.                         | IND             | INR                 | 592,944         | 0.16               |
|                                   |                                                    |                 |                     | 24,310,807      | 6.47               |
|                                   | <b>Food Products</b>                               |                 |                     |                 |                    |
| 7,681,750                         | Century Pacific Food, Inc.                         | PHL             | PHP                 | 4,222,401       | 1.13               |
| 4,039,000                         | Uni-President China Holdings Ltd.                  | CHN             | HKD                 | 3,687,781       | 0.98               |
| 2,544,700                         | Health & Happiness H&H International Holdings Ltd. | CHN             | HKD                 | 2,913,238       | 0.78               |
| 161,015                           | Tata Consumer Products Ltd.                        | IND             | INR                 | 2,115,956       | 0.56               |
|                                   |                                                    |                 |                     | 12,939,376      | 3.45               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>        |                 |                     |                 |                    |
| 73,095                            | Vieworks Co. Ltd.                                  | KOR             | KRW                 | 1,480,234       | 0.39               |
|                                   |                                                    |                 |                     | 1,480,234       | 0.39               |
|                                   | <b>Health Care Providers &amp; Services</b>        |                 |                     |                 |                    |
| 147,792                           | Mouwasat Medical Services Co.                      | SAU             | SAR                 | 4,765,459       | 1.27               |
| 922,550                           | Aster DM Healthcare Ltd., Reg. S, 144A             | IND             | INR                 | 3,826,596       | 1.02               |
| 4,989,750                         | Netcare Ltd.                                       | ZAF             | ZAR                 | 3,476,460       | 0.93               |
| 4,187,203                         | Burjeel Holdings plc                               | ARE             | AED                 | 3,009,588       | 0.80               |
| 1,264,100                         | Oncoclinicas do Brasil Servicos Medicos SA         | BRA             | BRL                 | 1,397,433       | 0.37               |
|                                   |                                                    |                 |                     | 16,475,536      | 4.39               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>           |                 |                     |                 |                    |
| 3,642,767                         | Zomato Ltd.                                        | IND             | INR                 | 8,744,635       | 2.33               |
| 85,537                            | MakeMyTrip Ltd.                                    | IND             | USD                 | 7,193,662       | 1.91               |
| 669,507                           | Jahez International Co.                            | SAU             | SAR                 | 4,952,239       | 1.32               |
| 4,677,328                         | Americana Restaurants International plc            | ARE             | SAR                 | 3,989,618       | 1.06               |
| 2,761,314                         | Restaurant Brands Asia Ltd.                        | IND             | INR                 | 3,285,403       | 0.87               |
| 16,997,600                        | Bloomberry Resorts Corp.                           | PHL             | PHP                 | 2,763,672       | 0.74               |
| 3,262,774                         | NagaCorp Ltd.                                      | KHM             | HKD                 | 1,599,634       | 0.43               |
|                                   |                                                    |                 |                     | 32,528,863      | 8.66               |
|                                   | <b>Household Durables</b>                          |                 |                     |                 |                    |
| 734,300                           | Chervon Holdings Ltd.                              | CHN             | HKD                 | 1,712,830       | 0.46               |
| 119,057                           | Crompton Greaves Consumer Electricals Ltd.         | IND             | INR                 | 578,235         | 0.15               |
|                                   |                                                    |                 |                     | 2,291,065       | 0.61               |
|                                   | <b>Insurance</b>                                   |                 |                     |                 |                    |
| 436,883                           | PB Fintech Ltd.                                    | IND             | INR                 | 7,321,308       | 1.95               |
| 447,376                           | Max Financial Services Ltd.                        | IND             | INR                 | 5,208,796       | 1.39               |
|                                   |                                                    |                 |                     | 12,530,104      | 3.34               |
|                                   | <b>IT Services</b>                                 |                 |                     |                 |                    |
| 3,506,337                         | FPT Corp.                                          | VNM             | VND                 | 17,945,857      | 4.78               |
| 82,903                            | Coforge Ltd.                                       | IND             | INR                 | 5,412,969       | 1.44               |
|                                   |                                                    |                 |                     | 23,358,826      | 6.22               |
|                                   | <b>Leisure Products</b>                            |                 |                     |                 |                    |
| 763,200                           | Merida Industry Co. Ltd.                           | TWN             | TWD                 | 5,076,374       | 1.35               |
|                                   |                                                    |                 |                     | 5,076,374       | 1.35               |
|                                   | <b>Life Sciences Tools &amp; Services</b>          |                 |                     |                 |                    |
| 20,507                            | LigaChem Biosciences, Inc.                         | KOR             | KRW                 | 1,052,126       | 0.28               |
|                                   |                                                    |                 |                     | 1,052,126       | 0.28               |
|                                   | <b>Machinery</b>                                   |                 |                     |                 |                    |
| 56,988                            | Shin Zu Shing Co. Ltd.                             | TWN             | TWD                 | 428,264         | 0.11               |
|                                   |                                                    |                 |                     | 428,264         | 0.11               |
|                                   | <b>Marine Transportation</b>                       |                 |                     |                 |                    |
| 10,393,000                        | Pacific Basin Shipping Ltd.                        | HKG             | HKD                 | 3,275,704       | 0.87               |
|                                   |                                                    |                 |                     | 3,275,704       | 0.87               |
|                                   | <b>Media</b>                                       |                 |                     |                 |                    |
| 429,261                           | Affle India Ltd.                                   | IND             | INR                 | 6,904,578       | 1.84               |
|                                   |                                                    |                 |                     | 6,904,578       | 1.84               |
|                                   | <b>Metals &amp; Mining</b>                         |                 |                     |                 |                    |
| 968,300                           | Bradespar SA Preference                            | BRA             | BRL                 | 3,206,102       | 0.85               |
|                                   |                                                    |                 |                     | 3,206,102       | 0.85               |
|                                   | <b>Passenger Airlines</b>                          |                 |                     |                 |                    |
| 274,526                           | Wizz Air Holdings plc, Reg. S, 144A                | ITA             | GBP                 | 7,742,832       | 2.06               |
|                                   |                                                    |                 |                     | 7,742,832       | 2.06               |
|                                   | <b>Personal Care Products</b>                      |                 |                     |                 |                    |
| 992,516                           | Honasa Consumer Ltd.                               | IND             | INR                 | 5,148,189       | 1.37               |
|                                   |                                                    |                 |                     | 5,148,189       | 1.37               |

**Templeton Emerging Markets Smaller Companies Fund (continued)**

(Currency - USD)

| Number of shares<br>or face value                                                                                                | Description                                        | Country<br>code | Trading<br>currency | Market<br>value           | % of net<br>assets   |
|----------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------|-----------------|---------------------|---------------------------|----------------------|
| <b>Pharmaceuticals</b>                                                                                                           |                                                    |                 |                     |                           |                      |
| 280,036                                                                                                                          | Richter Gedeon Nyrt.                               | HUN             | HUF                 | 7,274,353                 | 1.94                 |
| 448,006                                                                                                                          | Eris Lifesciences Ltd., Reg. S, 144A               | IND             | INR                 | 5,491,581                 | 1.46                 |
| 125,210                                                                                                                          | Ajanta Pharma Ltd.                                 | IND             | INR                 | 3,435,958                 | 0.91                 |
| 87,500                                                                                                                           | Hypera SA                                          | BRA             | BRL                 | 449,212                   | 0.12                 |
|                                                                                                                                  |                                                    |                 |                     | <u>16,651,104</u>         | <u>4.43</u>          |
| <b>Semiconductors &amp; Semiconductor Equipment</b>                                                                              |                                                    |                 |                     |                           |                      |
| 674,000                                                                                                                          | Novatek Microelectronics Corp.                     | TWN             | TWD                 | 12,544,637                | 3.34                 |
| 33,255                                                                                                                           | LEENO Industrial, Inc.                             | KOR             | KRW                 | 5,607,094                 | 1.49                 |
| 66,035                                                                                                                           | LX Semicon Co. Ltd.                                | KOR             | KRW                 | 3,867,667                 | 1.03                 |
| 1,143,000                                                                                                                        | Kinsus Interconnect Technology Corp.               | TWN             | TWD                 | 3,245,654                 | 0.86                 |
| 176,400                                                                                                                          | Daqo New Energy Corp., ADR                         | CHN             | USD                 | 2,575,440                 | 0.69                 |
| 384,000                                                                                                                          | Visual Photonics Epitaxy Co. Ltd.                  | TWN             | TWD                 | 1,945,305                 | 0.52                 |
|                                                                                                                                  |                                                    |                 |                     | <u>29,785,797</u>         | <u>7.93</u>          |
| <b>Specialty Retail</b>                                                                                                          |                                                    |                 |                     |                           |                      |
| 3,894,500                                                                                                                        | Mobile World Investment Corp.                      | VNM             | VND                 | 9,525,428                 | 2.53                 |
| 523,200                                                                                                                          | Luk Fook Holdings International Ltd.               | HKG             | HKD                 | 1,111,948                 | 0.30                 |
|                                                                                                                                  |                                                    |                 |                     | <u>10,637,376</u>         | <u>2.83</u>          |
| <b>Textiles, Apparel &amp; Luxury Goods</b>                                                                                      |                                                    |                 |                     |                           |                      |
| 174,735                                                                                                                          | Fila Holdings Corp.                                | KOR             | KRW                 | 5,057,639                 | 1.35                 |
| 458,400                                                                                                                          | Arezzo Industria e Comercio SA                     | BRA             | BRL                 | 4,210,620                 | 1.12                 |
| 235,680                                                                                                                          | Eclat Textile Co. Ltd.                             | TWN             | TWD                 | 3,832,049                 | 1.02                 |
| 1,678,000                                                                                                                        | JNBY Design Ltd., Reg. S                           | CHN             | HKD                 | 3,259,633                 | 0.87                 |
|                                                                                                                                  |                                                    |                 |                     | <u>16,359,941</u>         | <u>4.36</u>          |
| <b>Trading Companies &amp; Distributors</b>                                                                                      |                                                    |                 |                     |                           |                      |
| 5,574,800                                                                                                                        | Hexindo Adiperkasa Tbk. PT                         | IDN             | IDR                 | 2,102,253                 | 0.56                 |
|                                                                                                                                  |                                                    |                 |                     | <u>2,102,253</u>          | <u>0.56</u>          |
| <b>Transportation Infrastructure</b>                                                                                             |                                                    |                 |                     |                           |                      |
| 2,116,270                                                                                                                        | International Container Terminal Services, Inc.    | PHL             | PHP                 | 12,656,373                | 3.37                 |
| 126,000                                                                                                                          | Grupo Aeroportuario del Centro Norte SAB de CV 'B' | MEX             | MXN                 | 1,068,726                 | 0.28                 |
|                                                                                                                                  |                                                    |                 |                     | <u>13,725,099</u>         | <u>3.65</u>          |
| <b>Water Utilities</b>                                                                                                           |                                                    |                 |                     |                           |                      |
| 5,757,802                                                                                                                        | Emirates Central Cooling Systems Corp.             | ARE             | AED                 | 2,288,699                 | 0.61                 |
| 1,294,438                                                                                                                        | Aguas Andinas SA 'A'                               | CHL             | CLP                 | 353,510                   | 0.09                 |
|                                                                                                                                  |                                                    |                 |                     | <u>2,642,209</u>          | <u>0.70</u>          |
| <b>TOTAL SHARES</b>                                                                                                              |                                                    |                 |                     | <u>374,528,990</u>        | <u>99.71</u>         |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>                                              |                                                    |                 |                     | <u>374,528,990</u>        | <u>99.71</u>         |
| TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET              |                                                    |                 |                     |                           |                      |
| <b>SHARES</b>                                                                                                                    |                                                    |                 |                     |                           |                      |
| <b>Consumer Staples Distribution &amp; Retail</b>                                                                                |                                                    |                 |                     |                           |                      |
| 6,229,690                                                                                                                        | Spinneys 1961 Holding plc**                        | ARE             | AED                 | 2,594,997                 | 0.69                 |
|                                                                                                                                  |                                                    |                 |                     | <u>2,594,997</u>          | <u>0.69</u>          |
| <b>TOTAL SHARES</b>                                                                                                              |                                                    |                 |                     | <u>2,594,997</u>          | <u>0.69</u>          |
| <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER REGULATED MARKET</b> |                                                    |                 |                     | <u>2,594,997</u>          | <u>0.69</u>          |
| <b>TOTAL INVESTMENTS</b>                                                                                                         |                                                    |                 |                     | <u><b>377,123,987</b></u> | <u><b>100.40</b></u> |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Emerging Markets Sustainability Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 1,575                             | Hyundai Mobis Co. Ltd.                                                    | KOR             | KRW                 | 285,421         | 1.97               |
|                                   |                                                                           |                 |                     | 285,421         | 1.97               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 13,055                            | BYD Co. Ltd. 'H'                                                          | CHN             | HKD                 | 387,718         | 2.67               |
|                                   |                                                                           |                 |                     | 387,718         | 2.67               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 56,427                            | ICICI Bank Ltd.                                                           | IND             | INR                 | 812,440         | 5.60               |
| 27,499                            | HDFC Bank Ltd.                                                            | IND             | INR                 | 555,500         | 3.83               |
| 52,732                            | Grupo Financiero Banorte SAB de CV 'O'                                    | MEX             | MXN                 | 410,949         | 2.83               |
| 1,447,803                         | Bank Rakyat Indonesia Persero Tbk. PT                                     | IDN             | IDR                 | 405,959         | 2.79               |
| 58,045                            | Itau Unibanco Holding SA Preference                                       | BRA             | BRL                 | 336,515         | 2.32               |
| 143,520                           | BDO Unibank, Inc.                                                         | PHL             | PHP                 | 314,571         | 2.17               |
| 1,811                             | Credicorp Ltd.                                                            | PER             | USD                 | 292,169         | 2.01               |
| 16,369                            | Saudi Awwal Bank                                                          | SAU             | SAR                 | 169,000         | 1.16               |
|                                   |                                                                           |                 |                     | 3,297,103       | 22.71              |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 65,383                            | Alibaba Group Holding Ltd.                                                | CHN             | HKD                 | 589,286         | 4.06               |
| 8,889                             | Prosus NV                                                                 | CHN             | EUR                 | 316,124         | 2.18               |
|                                   |                                                                           |                 |                     | 905,410         | 6.24               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 56,893                            | B3 SA - Brasil Bolsa Balcao                                               | BRA             | BRL                 | 104,213         | 0.72               |
|                                   |                                                                           |                 |                     | 104,213         | 0.72               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 510                               | LG Chem Ltd.                                                              | KOR             | KRW                 | 126,772         | 0.87               |
| 39,060                            | Guangzhou Tinci Materials Technology Co. Ltd. 'A'                         | CHN             | CNY                 | 94,268          | 0.65               |
|                                   |                                                                           |                 |                     | 221,040         | 1.52               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 43,425                            | Beijing Oriental Yuhong Waterproof Technology Co. Ltd. 'A'                | CHN             | CNY                 | 73,683          | 0.51               |
|                                   |                                                                           |                 |                     | 73,683          | 0.51               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 10,750                            | Contemporary Amperex Technology Co. Ltd. 'A'                              | CHN             | CNY                 | 266,249         | 1.84               |
| 1,315                             | L&F Co. Ltd.                                                              | KOR             | KRW                 | 127,978         | 0.88               |
|                                   |                                                                           |                 |                     | 394,227         | 2.72               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 82,390                            | Hon Hai Precision Industry Co. Ltd.                                       | TWN             | TWD                 | 541,357         | 3.73               |
| 1,202                             | Samsung SDI Co. Ltd.                                                      | KOR             | KRW                 | 306,165         | 2.11               |
|                                   |                                                                           |                 |                     | 847,522         | 5.84               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 72,758                            | Health & Happiness H&H International Holdings Ltd.                        | CHN             | HKD                 | 83,295          | 0.57               |
| 41,888                            | China Mengniu Dairy Co. Ltd.                                              | CHN             | HKD                 | 74,964          | 0.52               |
|                                   |                                                                           |                 |                     | 158,259         | 1.09               |
|                                   | <b>Ground Transportation</b>                                              |                 |                     |                 |                    |
| 83,275                            | Rumo SA                                                                   | BRA             | BRL                 | 308,649         | 2.13               |
|                                   |                                                                           |                 |                     | 308,649         | 2.13               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 6,551                             | Apollo Hospitals Enterprise Ltd.                                          | IND             | INR                 | 485,220         | 3.34               |
| 390,722                           | Netcare Ltd.                                                              | ZAF             | ZAR                 | 272,224         | 1.88               |
| 291,225                           | Bangkok Dusit Medical Services PCL 'F'                                    | THA             | THB                 | 211,812         | 1.46               |
|                                   |                                                                           |                 |                     | 969,256         | 6.68               |
|                                   | <b>Household Products</b>                                                 |                 |                     |                 |                    |
| 106,030                           | Kimberly-Clark de Mexico SAB de CV 'A'                                    | MEX             | MXN                 | 183,450         | 1.26               |
|                                   |                                                                           |                 |                     | 183,450         | 1.26               |
|                                   | <b>Insurance</b>                                                          |                 |                     |                 |                    |
| 49,046                            | Discovery Ltd.                                                            | ZAF             | ZAR                 | 363,062         | 2.50               |
| 38,633                            | AIA Group Ltd.                                                            | HKG             | HKD                 | 261,381         | 1.80               |
|                                   |                                                                           |                 |                     | 624,443         | 4.30               |
|                                   | <b>Interactive Media &amp; Services</b>                                   |                 |                     |                 |                    |
| 14,337                            | Tencent Holdings Ltd.                                                     | CHN             | HKD                 | 680,152         | 4.69               |
| 1,953                             | NAVER Corp.                                                               | KOR             | KRW                 | 234,425         | 1.61               |

**Templeton Emerging Markets Sustainability Fund (continued)**

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 17,087                            | Baidu, Inc. 'A'                                                                                                                          | CHN             | HKD                 | 184,985         | 1.27               |
|                                   |                                                                                                                                          |                 |                     | 1,099,562       | 7.57               |
|                                   | <b>IT Services</b>                                                                                                                       |                 |                     |                 |                    |
| 18,550                            | Infosys Ltd.                                                                                                                             | IND             | INR                 | 348,235         | 2.40               |
|                                   |                                                                                                                                          |                 |                     | 348,235         | 2.40               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                                                                                |                 |                     |                 |                    |
| 53,008                            | Wuxi Biologics Cayman, Inc., Reg. S, 144A                                                                                                | CHN             | HKD                 | 78,011          | 0.54               |
|                                   |                                                                                                                                          |                 |                     | 78,011          | 0.54               |
|                                   | <b>Machinery</b>                                                                                                                         |                 |                     |                 |                    |
| 13,234                            | Techtronic Industries Co. Ltd.                                                                                                           | HKG             | HKD                 | 150,866         | 1.04               |
|                                   |                                                                                                                                          |                 |                     | 150,866         | 1.04               |
|                                   | <b>Pharmaceuticals</b>                                                                                                                   |                 |                     |                 |                    |
| 23,222                            | Hypera SA                                                                                                                                | BRA             | BRL                 | 119,218         | 0.82               |
|                                   |                                                                                                                                          |                 |                     | 119,218         | 0.82               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                                                                      |                 |                     |                 |                    |
| 48,005                            | Taiwan Semiconductor Manufacturing Co. Ltd.                                                                                              | TWN             | TWD                 | 1,419,408       | 9.78               |
| 8,432                             | MediaTek, Inc.                                                                                                                           | TWN             | TWD                 | 362,421         | 2.50               |
| 160,111                           | Xinyi Solar Holdings Ltd.                                                                                                                | CHN             | HKD                 | 80,408          | 0.55               |
| 4,630                             | Daqo New Energy Corp., ADR                                                                                                               | CHN             | USD                 | 67,598          | 0.46               |
|                                   |                                                                                                                                          |                 |                     | 1,929,835       | 13.29              |
|                                   | <b>Software</b>                                                                                                                          |                 |                     |                 |                    |
| 49,099                            | TOTVS SA                                                                                                                                 | BRA             | BRL                 | 267,261         | 1.84               |
|                                   |                                                                                                                                          |                 |                     | 267,261         | 1.84               |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b>                                                                                    |                 |                     |                 |                    |
| 16,816                            | Samsung Electronics Co. Ltd.                                                                                                             | KOR             | KRW                 | 987,215         | 6.80               |
|                                   |                                                                                                                                          |                 |                     | 987,215         | 6.80               |
|                                   | <b>Water Utilities</b>                                                                                                                   |                 |                     |                 |                    |
| 655,070                           | Emirates Central Cooling Systems Corp.                                                                                                   | ARE             | AED                 | 260,387         | 1.79               |
|                                   |                                                                                                                                          |                 |                     | 260,387         | 1.79               |
|                                   | <b>Wireless Telecommunication Services</b>                                                                                               |                 |                     |                 |                    |
| 613,676                           | Safaricom plc                                                                                                                            | KEN             | KES                 | 82,140          | 0.57               |
|                                   |                                                                                                                                          |                 |                     | 82,140          | 0.57               |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | 14,083,124      | 97.02              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                                  |                 |                     | 14,083,124      | 97.02              |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                 |                    |
|                                   | <b>Banks</b>                                                                                                                             |                 |                     |                 |                    |
| 50,579                            | Sberbank of Russia PJSC**                                                                                                                | RUS             | RUB                 | —               | —                  |
|                                   |                                                                                                                                          |                 |                     | —               | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | —               | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | —               | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | 14,083,124      | 97.02              |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Euroland Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 14,954                            | Rheinmetall AG                                                            | DEU             | EUR                 | 7,115,918       | 4.70               |
| 41,141                            | Thales SA                                                                 | FRA             | EUR                 | 6,145,247       | 4.06               |
| 24,843                            | Dassault Aviation SA                                                      | FRA             | EUR                 | 4,200,710       | 2.77               |
| 94,871                            | Hensoldt AG                                                               | DEU             | EUR                 | 3,263,894       | 2.15               |
|                                   |                                                                           |                 |                     | 20,725,769      | 13.68              |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 233,731                           | Brembo NV                                                                 | ITA             | EUR                 | 2,397,043       | 1.58               |
| 180,011                           | Valeo SE                                                                  | FRA             | EUR                 | 1,797,392       | 1.19               |
|                                   |                                                                           |                 |                     | 4,194,435       | 2.77               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 269,907                           | Stellantis NV                                                             | USA             | EUR                 | 4,982,224       | 3.29               |
|                                   |                                                                           |                 |                     | 4,982,224       | 3.29               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 22,202                            | Deutsche Boerse AG                                                        | DEU             | EUR                 | 4,237,372       | 2.80               |
| 649,673                           | Allfunds Group plc                                                        | GBR             | EUR                 | 3,381,266       | 2.23               |
| 26,036                            | Euronext NV, Reg. S, 144A                                                 | NLD             | EUR                 | 2,252,920       | 1.49               |
|                                   |                                                                           |                 |                     | 9,871,558       | 6.52               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 100,912                           | Covestro AG, Reg. S, 144A                                                 | DEU             | EUR                 | 5,523,270       | 3.65               |
| 100,083                           | FUCHS SE                                                                  | DEU             | EUR                 | 3,333,514       | 2.20               |
| 14,577                            | Air Liquide SA                                                            | FRA             | EUR                 | 2,349,135       | 1.55               |
|                                   |                                                                           |                 |                     | 11,205,919      | 7.40               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 192,479                           | SPIE SA                                                                   | FRA             | EUR                 | 6,511,601       | 4.30               |
|                                   |                                                                           |                 |                     | 6,511,601       | 4.30               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 81,900                            | CRH plc                                                                   | USA             | GBP                 | 5,666,488       | 3.74               |
|                                   |                                                                           |                 |                     | 5,666,488       | 3.74               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 34,245                            | Koninklijke Ahold Delhaize NV                                             | NLD             | EUR                 | 940,969         | 0.62               |
|                                   |                                                                           |                 |                     | 940,969         | 0.62               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 91,505                            | Smurfit Kappa Group plc                                                   | IRL             | GBP                 | 3,804,315       | 2.51               |
|                                   |                                                                           |                 |                     | 3,804,315       | 2.51               |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 246,414                           | Deutsche Telekom AG                                                       | DEU             | EUR                 | 5,783,406       | 3.82               |
|                                   |                                                                           |                 |                     | 5,783,406       | 3.82               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 21,349                            | Schneider Electric SE                                                     | USA             | EUR                 | 4,779,243       | 3.16               |
|                                   |                                                                           |                 |                     | 4,779,243       | 3.16               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 72,707                            | Danone SA                                                                 | FRA             | EUR                 | 4,158,260       | 2.75               |
|                                   |                                                                           |                 |                     | 4,158,260       | 2.75               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 32,545                            | DiaSorin SpA                                                              | ITA             | EUR                 | 3,023,084       | 2.00               |
|                                   |                                                                           |                 |                     | 3,023,084       | 2.00               |
|                                   | <b>Health Care Technology</b>                                             |                 |                     |                 |                    |
| 62,578                            | CompuGroup Medical SE & Co. KgaA                                          | DEU             | EUR                 | 1,493,039       | 0.99               |
|                                   |                                                                           |                 |                     | 1,493,039       | 0.99               |
|                                   | <b>Machinery</b>                                                          |                 |                     |                 |                    |
| 67,369                            | CNH Industrial NV                                                         | USA             | USD                 | 637,147         | 0.42               |
|                                   |                                                                           |                 |                     | 637,147         | 0.42               |
|                                   | <b>Multi-Utilities</b>                                                    |                 |                     |                 |                    |
| 127,748                           | E.ON SE                                                                   | DEU             | EUR                 | 1,567,722       | 1.03               |
|                                   |                                                                           |                 |                     | 1,567,722       | 1.03               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 68,082                            | TotalEnergies SE                                                          | FRA             | EUR                 | 4,256,358       | 2.81               |

**Templeton Euroland Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
| 214,595                           | Galp Energia SGPS SA                                                                    | PRT             | EUR                 | 4,232,164          | 2.79               |
|                                   |                                                                                         |                 |                     | 8,488,522          | 5.60               |
|                                   | <b>Personal Care Products</b>                                                           |                 |                     |                    |                    |
| 86,309                            | Unilever plc                                                                            | GBR             | GBP                 | 4,422,986          | 2.92               |
|                                   |                                                                                         |                 |                     | 4,422,986          | 2.92               |
|                                   | <b>Pharmaceuticals</b>                                                                  |                 |                     |                    |                    |
| 41,431                            | Sanofi SA                                                                               | USA             | EUR                 | 3,731,018          | 2.46               |
|                                   |                                                                                         |                 |                     | 3,731,018          | 2.46               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                     |                 |                     |                    |                    |
| 11,758                            | ASML Holding NV                                                                         | NLD             | EUR                 | 11,189,465         | 7.39               |
| 45,913                            | Infineon Technologies AG                                                                | DEU             | EUR                 | 1,573,389          | 1.04               |
| 12,776                            | SOITEC                                                                                  | FRA             | EUR                 | 1,324,501          | 0.87               |
|                                   |                                                                                         |                 |                     | 14,087,355         | 9.30               |
|                                   | <b>Software</b>                                                                         |                 |                     |                    |                    |
| 51,604                            | SAP SE                                                                                  | DEU             | EUR                 | 9,679,242          | 6.39               |
| 29,556                            | Nemetschek SE                                                                           | DEU             | EUR                 | 2,694,300          | 1.78               |
|                                   |                                                                                         |                 |                     | 12,373,542         | 8.17               |
|                                   | <b>Specialty Retail</b>                                                                 |                 |                     |                    |                    |
| 199,869                           | Industria de Diseno Textil SA                                                           | ESP             | EUR                 | 9,261,100          | 6.11               |
|                                   |                                                                                         |                 |                     | 9,261,100          | 6.11               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                    |                    |
| 17,558                            | adidas AG                                                                               | DEU             | EUR                 | 3,914,528          | 2.58               |
|                                   |                                                                                         |                 |                     | 3,914,528          | 2.58               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 145,624,230        | 96.14              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 145,624,230        | 96.14              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <b>145,624,230</b> | <b>96.14</b>       |



## Schedule of Investments, June 30, 2024

## Templeton European Opportunities Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 15,000                            | Dassault Aviation SA                                                      | FRA             | EUR                 | 2,536,354       | 3.37               |
| 60,000                            | Hensoldt AG                                                               | DEU             | EUR                 | 2,064,210       | 2.75               |
| 300,000                           | Rolls-Royce Holdings plc                                                  | GBR             | GBP                 | 1,608,664       | 2.14               |
|                                   |                                                                           |                 |                     | 6,209,228       | 8.26               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 325,000                           | Britvic plc                                                               | GBR             | GBP                 | 4,532,867       | 6.03               |
|                                   |                                                                           |                 |                     | 4,532,867       | 6.03               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 60,000                            | Prosus NV                                                                 | CHN             | EUR                 | 1,992,165       | 2.65               |
|                                   |                                                                           |                 |                     | 1,992,165       | 2.65               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 625,000                           | Man Group plc                                                             | GBR             | GBP                 | 1,782,972       | 2.37               |
|                                   |                                                                           |                 |                     | 1,782,972       | 2.37               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 17,500                            | Orsted A/S, Reg. S, 144A                                                  | DNK             | DKK                 | 868,041         | 1.16               |
|                                   |                                                                           |                 |                     | 868,041         | 1.16               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 272,971                           | SFC Energy AG                                                             | DEU             | EUR                 | 5,258,094       | 7.00               |
|                                   |                                                                           |                 |                     | 5,258,094       | 7.00               |
|                                   | <b>Equity Real Estate Investment Trusts (REITs)</b>                       |                 |                     |                 |                    |
| 3,500,000                         | NewRiver REIT plc                                                         | GBR             | GBP                 | 3,221,777       | 4.29               |
| 150,000                           | Big Yellow Group plc                                                      | GBR             | GBP                 | 2,071,132       | 2.75               |
|                                   |                                                                           |                 |                     | 5,292,909       | 7.04               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 900,000                           | PayPoint plc                                                              | GBR             | GBP                 | 6,800,806       | 9.05               |
|                                   |                                                                           |                 |                     | 6,800,806       | 9.05               |
|                                   | <b>Health Care Technology</b>                                             |                 |                     |                 |                    |
| 100,000                           | CompuGroup Medical SE & Co. KgaA                                          | DEU             | EUR                 | 2,385,884       | 3.18               |
|                                   |                                                                           |                 |                     | 2,385,884       | 3.18               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 75,000                            | Greggs plc                                                                | GBR             | GBP                 | 2,453,709       | 3.27               |
|                                   |                                                                           |                 |                     | 2,453,709       | 3.27               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 400,000                           | Barratt Developments plc                                                  | GBR             | GBP                 | 2,218,043       | 2.95               |
|                                   |                                                                           |                 |                     | 2,218,043       | 2.95               |
|                                   | <b>Machinery</b>                                                          |                 |                     |                 |                    |
| 100,000                           | CNH Industrial NV                                                         | USA             | USD                 | 945,757         | 1.26               |
|                                   |                                                                           |                 |                     | 945,757         | 1.26               |
|                                   | <b>Media</b>                                                              |                 |                     |                 |                    |
| 4,000,000                         | S4 Capital plc                                                            | GBR             | GBP                 | 1,992,237       | 2.65               |
| 157,207                           | Metropole Television SA                                                   | FRA             | EUR                 | 1,840,646       | 2.45               |
|                                   |                                                                           |                 |                     | 3,832,883       | 5.10               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 280,000                           | BP plc                                                                    | USA             | GBP                 | 1,573,975       | 2.10               |
|                                   |                                                                           |                 |                     | 1,573,975       | 2.10               |
|                                   | <b>Pharmaceuticals</b>                                                    |                 |                     |                 |                    |
| 10,000                            | Sanofi SA                                                                 | USA             | EUR                 | 900,538         | 1.20               |
|                                   |                                                                           |                 |                     | 900,538         | 1.20               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                       |                 |                     |                 |                    |
| 50,000                            | SUESS MicroTec SE                                                         | DEU             | EUR                 | 3,075,407       | 4.09               |
| 4,000                             | ASM International NV                                                      | NLD             | EUR                 | 2,854,945       | 3.80               |
| 80,000                            | Infineon Technologies AG                                                  | DEU             | EUR                 | 2,741,514       | 3.65               |
| 7,500                             | BE Semiconductor Industries NV                                            | NLD             | EUR                 | 1,169,882       | 1.56               |
| 9,000                             | SOITEC                                                                    | FRA             | EUR                 | 933,039         | 1.24               |
|                                   |                                                                           |                 |                     | 10,774,787      | 14.34              |
|                                   | <b>Specialty Retail</b>                                                   |                 |                     |                 |                    |
| 250,000                           | WH Smith plc                                                              | GBR             | GBP                 | 3,340,066       | 4.45               |
|                                   |                                                                           |                 |                     | 3,340,066       | 4.45               |

**Templeton European Opportunities Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value          | % of net<br>assets  |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|--------------------------|---------------------|
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                          |                     |
| 6,000,000                         | Coats Group plc                                                                         | GBR             | GBP                 | 5,608,478                | 7.47                |
| 15,000                            | Cie Financiere Richemont SA                                                             | CHE             | CHF                 | 2,188,755                | 2.91                |
| 4,000                             | Kering SA                                                                               | FRA             | EUR                 | 1,358,588                | 1.81                |
| 6,000                             | adidas AG                                                                               | DEU             | EUR                 | 1,337,690                | 1.78                |
|                                   |                                                                                         |                 |                     | <u>10,493,511</u>        | <u>13.97</u>        |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | <u>71,656,235</u>        | <u>95.38</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | <u>71,656,235</u>        | <u>95.38</u>        |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <u><b>71,656,235</b></u> | <u><b>95.38</b></u> |

## Schedule of Investments, June 30, 2024

## Templeton European Small-Mid Cap Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 1,024,458                         | Rolls-Royce Holdings plc                                                  | GBR             | GBP                 | 5,493,363       | 6.05               |
| 11,389                            | Dassault Aviation SA                                                      | FRA             | EUR                 | 1,925,769       | 2.12               |
| 53,189                            | Hensoldt AG                                                               | DEU             | EUR                 | 1,829,888       | 2.01               |
|                                   |                                                                           |                 |                     | 9,249,020       | 10.18              |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 195,766                           | Brembo NV                                                                 | ITA             | EUR                 | 2,007,691       | 2.21               |
|                                   |                                                                           |                 |                     | 2,007,691       | 2.21               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 103,697                           | Britvic plc                                                               | GBR             | GBP                 | 1,446,291       | 1.59               |
|                                   |                                                                           |                 |                     | 1,446,291       | 1.59               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 30,742                            | Euronext NV, Reg. S, 144A                                                 | NLD             | EUR                 | 2,660,135       | 2.93               |
| 468,328                           | Allfunds Group plc                                                        | GBR             | EUR                 | 2,437,444       | 2.68               |
| 514,376                           | Man Group plc                                                             | GBR             | GBP                 | 1,467,389       | 1.61               |
|                                   |                                                                           |                 |                     | 6,564,968       | 7.22               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 59,751                            | Covestro AG, Reg. S, 144A                                                 | DEU             | EUR                 | 3,270,383       | 3.60               |
| 83,598                            | FUCHS SE                                                                  | DEU             | EUR                 | 2,784,440       | 3.06               |
|                                   |                                                                           |                 |                     | 6,054,823       | 6.66               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 119,199                           | Elis SA                                                                   | FRA             | EUR                 | 2,415,221       | 2.66               |
| 83,678                            | Loomis AB 'B'                                                             | SWE             | SEK                 | 2,028,665       | 2.23               |
| 95,408                            | Bravida Holding AB, Reg. S, 144A                                          | SWE             | SEK                 | 660,374         | 0.72               |
|                                   |                                                                           |                 |                     | 5,104,260       | 5.61               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 53,822                            | Skanska AB 'B'                                                            | SWE             | SEK                 | 906,712         | 1.00               |
|                                   |                                                                           |                 |                     | 906,712         | 1.00               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 342,721                           | DS Smith plc                                                              | GBR             | GBP                 | 1,695,903       | 1.87               |
|                                   |                                                                           |                 |                     | 1,695,903       | 1.87               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 135,460                           | SFC Energy AG                                                             | DEU             | EUR                 | 2,609,293       | 2.87               |
|                                   |                                                                           |                 |                     | 2,609,293       | 2.87               |
|                                   | <b>Equity Real Estate Investment Trusts (REITs)</b>                       |                 |                     |                 |                    |
| 193,756                           | Big Yellow Group plc                                                      | GBR             | GBP                 | 2,675,295       | 2.94               |
| 1,086,656                         | NewRiver REIT plc                                                         | GBR             | GBP                 | 1,000,275       | 1.10               |
|                                   |                                                                           |                 |                     | 3,675,570       | 4.04               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 422,962                           | PayPoint plc                                                              | GBR             | GBP                 | 3,196,092       | 3.52               |
|                                   |                                                                           |                 |                     | 3,196,092       | 3.52               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 27,629                            | DiaSorin SpA                                                              | ITA             | EUR                 | 2,566,440       | 2.82               |
| 38,900                            | STRATEC SE                                                                | DEU             | EUR                 | 1,773,840       | 1.95               |
|                                   |                                                                           |                 |                     | 4,340,280       | 4.77               |
|                                   | <b>Health Care Technology</b>                                             |                 |                     |                 |                    |
| 122,511                           | CompuGroup Medical SE & Co. KgaA                                          | DEU             | EUR                 | 2,922,971       | 3.22               |
|                                   |                                                                           |                 |                     | 2,922,971       | 3.22               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 86,216                            | Greggs plc                                                                | GBR             | GBP                 | 2,820,653       | 3.10               |
|                                   |                                                                           |                 |                     | 2,820,653       | 3.10               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 318,110                           | Barratt Developments plc                                                  | GBR             | GBP                 | 1,763,954       | 1.94               |
|                                   |                                                                           |                 |                     | 1,763,954       | 1.94               |
|                                   | <b>IT Services</b>                                                        |                 |                     |                 |                    |
| 39,886                            | GFT Technologies SE                                                       | DEU             | EUR                 | 991,643         | 1.09               |
|                                   |                                                                           |                 |                     | 991,643         | 1.09               |

**Templeton European Small-Mid Cap Fund (continued)**

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | <b>Machinery</b>                                                                        |                 |                     |                 |                    |
| 120,401                           | Duerr AG                                                                                | DEU             | EUR                 | 2,379,143       | 2.62               |
|                                   |                                                                                         |                 |                     | 2,379,143       | 2.62               |
|                                   | <b>Media</b>                                                                            |                 |                     |                 |                    |
| 114,493                           | Metropole Television SA                                                                 | FRA             | EUR                 | 1,340,532       | 1.48               |
| 1,390,194                         | S4 Capital plc                                                                          | GBR             | GBP                 | 692,399         | 0.76               |
|                                   |                                                                                         |                 |                     | 2,032,931       | 2.24               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                  |                 |                     |                 |                    |
| 196,969                           | Galp Energia SGPS SA                                                                    | PRT             | EUR                 | 3,884,551       | 4.27               |
|                                   |                                                                                         |                 |                     | 3,884,551       | 4.27               |
|                                   | <b>Personal Care Products</b>                                                           |                 |                     |                 |                    |
| 57,710                            | Intercos SpA                                                                            | ITA             | EUR                 | 873,729         | 0.96               |
|                                   |                                                                                         |                 |                     | 873,729         | 0.96               |
|                                   | <b>Pharmaceuticals</b>                                                                  |                 |                     |                 |                    |
| 133,540                           | Richter Gedeon Nyrt.                                                                    | HUN             | HUF                 | 3,238,634       | 3.56               |
|                                   |                                                                                         |                 |                     | 3,238,634       | 3.56               |
|                                   | <b>Professional Services</b>                                                            |                 |                     |                 |                    |
| 48,935                            | Adecco Group AG                                                                         | CHE             | CHF                 | 1,515,734       | 1.67               |
| 254,586                           | Pagegroup plc                                                                           | GBR             | GBP                 | 1,280,861       | 1.41               |
|                                   |                                                                                         |                 |                     | 2,796,595       | 3.08               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                     |                 |                     |                 |                    |
| 29,422                            | SUESS MicroTec SE                                                                       | DEU             | EUR                 | 1,809,693       | 1.99               |
| 8,212                             | SOITEC                                                                                  | FRA             | EUR                 | 851,346         | 0.94               |
|                                   |                                                                                         |                 |                     | 2,661,039       | 2.93               |
|                                   | <b>Software</b>                                                                         |                 |                     |                 |                    |
| 10,282                            | Nemetschek SE                                                                           | DEU             | EUR                 | 937,299         | 1.03               |
|                                   |                                                                                         |                 |                     | 937,299         | 1.03               |
|                                   | <b>Specialty Retail</b>                                                                 |                 |                     |                 |                    |
| 163,349                           | WH Smith plc                                                                            | GBR             | GBP                 | 2,182,386       | 2.40               |
| 50,438                            | Fielmann Group AG                                                                       | DEU             | EUR                 | 2,168,176       | 2.39               |
|                                   |                                                                                         |                 |                     | 4,350,562       | 4.79               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                 |                    |
| 2,371,716                         | Coats Group plc                                                                         | GBR             | GBP                 | 2,216,953       | 2.44               |
|                                   |                                                                                         |                 |                     | 2,216,953       | 2.44               |
|                                   | <b>Trading Companies &amp; Distributors</b>                                             |                 |                     |                 |                    |
| 84,381                            | Rexel SA                                                                                | FRA             | EUR                 | 2,038,204       | 2.24               |
| 166,274                           | RS GROUP plc                                                                            | GBR             | GBP                 | 1,371,944       | 1.51               |
|                                   |                                                                                         |                 |                     | 3,410,148       | 3.75               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 84,131,708      | 92.56              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 84,131,708      | 92.56              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | 84,131,708      | 92.56              |

## Schedule of Investments, June 30, 2024

## Templeton European Sustainability Improvers Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 29,094                            | Valeo SE                                                                  | FRA             | EUR                 | 290,501         | 1.21               |
|                                   |                                                                           |                 |                     | 290,501         | 1.21               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 42,911                            | Stellantis NV                                                             | USA             | EUR                 | 792,096         | 3.30               |
|                                   |                                                                           |                 |                     | 792,096         | 3.30               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 971,278                           | Lloyds Banking Group plc                                                  | GBR             | GBP                 | 625,462         | 2.61               |
| 37,930                            | ING Groep NV                                                              | NLD             | EUR                 | 608,561         | 2.54               |
| 70,174                            | Standard Chartered plc                                                    | GBR             | GBP                 | 591,596         | 2.46               |
|                                   |                                                                           |                 |                     | 1,825,619       | 7.61               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 2,617                             | Deutsche Boerse AG                                                        | DEU             | EUR                 | 499,469         | 2.08               |
|                                   |                                                                           |                 |                     | 499,469         | 2.08               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 12,986                            | FUCHS SE                                                                  | DEU             | EUR                 | 432,531         | 1.80               |
|                                   |                                                                           |                 |                     | 432,531         | 1.80               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 19,520                            | SPIE SA                                                                   | FRA             | EUR                 | 660,365         | 2.75               |
|                                   |                                                                           |                 |                     | 660,365         | 2.75               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 33,096                            | Carrefour SA                                                              | FRA             | EUR                 | 437,909         | 1.83               |
|                                   |                                                                           |                 |                     | 437,909         | 1.83               |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 33,189                            | Deutsche Telekom AG                                                       | DEU             | EUR                 | 778,955         | 3.25               |
|                                   |                                                                           |                 |                     | 778,955         | 3.25               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 52,582                            | SSE plc                                                                   | GBR             | GBP                 | 1,108,708       | 4.62               |
|                                   |                                                                           |                 |                     | 1,108,708       | 4.62               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 13,214                            | Prysmian SpA                                                              | ITA             | EUR                 | 761,747         | 3.18               |
|                                   |                                                                           |                 |                     | 761,747         | 3.18               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 8,277                             | Danone SA                                                                 | FRA             | EUR                 | 473,378         | 1.97               |
| 21,725                            | JDE Peet's NV                                                             | NLD             | EUR                 | 404,605         | 1.69               |
|                                   |                                                                           |                 |                     | 877,983         | 3.66               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 39,159                            | Smith & Nephew plc                                                        | GBR             | GBP                 | 453,076         | 1.89               |
|                                   |                                                                           |                 |                     | 453,076         | 1.89               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 271,773                           | Uniphar plc                                                               | IRL             | EUR                 | 659,050         | 2.75               |
|                                   |                                                                           |                 |                     | 659,050         | 2.75               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 43,319                            | Persimmon plc                                                             | GBR             | GBP                 | 686,325         | 2.86               |
|                                   |                                                                           |                 |                     | 686,325         | 2.86               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 3,710                             | Siemens AG                                                                | DEU             | EUR                 | 644,778         | 2.69               |
|                                   |                                                                           |                 |                     | 644,778         | 2.69               |
|                                   | <b>Insurance</b>                                                          |                 |                     |                 |                    |
| 6,716                             | Swiss Re AG                                                               | USA             | CHF                 | 777,403         | 3.24               |
|                                   |                                                                           |                 |                     | 777,403         | 3.24               |
|                                   | <b>Machinery</b>                                                          |                 |                     |                 |                    |
| 78,054                            | CNH Industrial NV                                                         | USA             | USD                 | 738,201         | 3.08               |
| 28,492                            | Duerr AG                                                                  | DEU             | EUR                 | 563,006         | 2.34               |
|                                   |                                                                           |                 |                     | 1,301,207       | 5.42               |
|                                   | <b>Metals &amp; Mining</b>                                                |                 |                     |                 |                    |
| 161,543                           | Norsk Hydro ASA                                                           | NOR             | NOK                 | 940,375         | 3.92               |
| 19,087                            | Antofagasta plc                                                           | CHL             | GBP                 | 473,604         | 1.97               |
|                                   |                                                                           |                 |                     | 1,413,979       | 5.89               |

**Templeton European Sustainability Improvers Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
|                                   | <b>Multi-Utilities</b>                                                                  |                 |                     |                   |                    |
| 37,163                            | Veolia Environnement SA                                                                 | FRA             | EUR                 | 1,039,393         | 4.33               |
|                                   |                                                                                         |                 |                     | 1,039,393         | 4.33               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                  |                 |                     |                   |                    |
| 143,137                           | BP plc                                                                                  | USA             | GBP                 | 804,621           | 3.35               |
| 10,351                            | TotalEnergies SE                                                                        | FRA             | EUR                 | 647,125           | 2.70               |
|                                   |                                                                                         |                 |                     | 1,451,746         | 6.05               |
|                                   | <b>Personal Care Products</b>                                                           |                 |                     |                   |                    |
| 16,274                            | Unilever plc                                                                            | GBR             | GBP                 | 833,976           | 3.48               |
|                                   |                                                                                         |                 |                     | 833,976           | 3.48               |
|                                   | <b>Pharmaceuticals</b>                                                                  |                 |                     |                   |                    |
| 8,051                             | Sanofi SA                                                                               | USA             | EUR                 | 725,023           | 3.02               |
|                                   |                                                                                         |                 |                     | 725,023           | 3.02               |
|                                   | <b>Professional Services</b>                                                            |                 |                     |                   |                    |
| 19,332                            | Adecco Group AG                                                                         | CHE             | CHF                 | 598,798           | 2.50               |
|                                   |                                                                                         |                 |                     | 598,798           | 2.50               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                     |                 |                     |                   |                    |
| 21,937                            | Infineon Technologies AG                                                                | DEU             | EUR                 | 751,757           | 3.13               |
|                                   |                                                                                         |                 |                     | 751,757           | 3.13               |
|                                   | <b>Software</b>                                                                         |                 |                     |                   |                    |
| 4,083                             | SAP SE                                                                                  | DEU             | EUR                 | 765,839           | 3.19               |
|                                   |                                                                                         |                 |                     | 765,839           | 3.19               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                   |                    |
| 3,164                             | adidas AG                                                                               | DEU             | EUR                 | 705,409           | 2.94               |
| 1,912                             | Kering SA                                                                               | FRA             | EUR                 | 649,405           | 2.71               |
| 510,075                           | Coats Group plc                                                                         | GBR             | GBP                 | 476,791           | 1.99               |
|                                   |                                                                                         |                 |                     | 1,831,605         | 7.64               |
|                                   | <b>Trading Companies &amp; Distributors</b>                                             |                 |                     |                   |                    |
| 24,160                            | Rexel SA                                                                                | FRA             | EUR                 | 583,579           | 2.43               |
|                                   |                                                                                         |                 |                     | 583,579           | 2.43               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 22,983,417        | 95.80              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 22,983,417        | 95.80              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <b>22,983,417</b> | <b>95.80</b>       |

## Schedule of Investments, June 30, 2024

## Templeton Frontier Markets Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 56,557                            | SAL Saudi Logistics Services                                              | SAU             | SAR                 | 4,552,101       | 1.67               |
|                                   |                                                                           |                 |                     | 4,552,101       | 1.67               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 464,213                           | Nova Ljubljanska Banka dd, Reg. S, GDR                                    | SVN             | EUR                 | 12,337,688      | 4.51               |
| 536,209                           | Halyk Savings Bank of Kazakhstan JSC, Reg. S, GDR                         | KAZ             | USD                 | 9,641,038       | 3.53               |
| 1,351,896                         | Banca Transilvania SA                                                     | ROU             | RON                 | 9,310,078       | 3.40               |
| 10,406,795                        | Military Commercial Joint Stock Bank                                      | VNM             | VND                 | 9,052,218       | 3.31               |
| 168,325                           | Bank of Georgia Group plc                                                 | GEO             | GBP                 | 8,563,751       | 3.13               |
| 6,876,380                         | Vietnam Technological & Commercial Joint Stock Bank                       | VNM             | VND                 | 6,303,081       | 2.31               |
| 115,277                           | Attijariwafa Bank                                                         | MAR             | MAD                 | 5,960,231       | 2.18               |
| 2,924,914                         | Bank of the Philippine Islands                                            | PHL             | PHP                 | 5,955,843       | 2.18               |
| 178,900                           | Bancolombia SA, ADR                                                       | COL             | USD                 | 5,841,085       | 2.14               |
| 2,586,624                         | BDO Unibank, Inc.                                                         | PHL             | PHP                 | 5,669,434       | 2.07               |
| 4,645,908                         | Metropolitan Bank & Trust Co.                                             | PHL             | PHP                 | 5,373,408       | 1.97               |
| 384,879                           | Saudi Awwal Bank                                                          | SAU             | SAR                 | 3,973,633       | 1.45               |
| 7,755,000                         | Bank Rakyat Indonesia Persero Tbk. PT                                     | IDN             | IDR                 | 2,174,475       | 0.79               |
| 2,212,381                         | Arion Banki HF, Reg. S, 144A                                              | ISL             | ISK                 | 2,015,891       | 0.74               |
| 201,891                           | Saudi National Bank (The)                                                 | SAU             | SAR                 | 1,991,504       | 0.73               |
| 2,846,279                         | Islandsbanki HF                                                           | ISL             | ISK                 | 1,968,183       | 0.72               |
|                                   |                                                                           |                 |                     | 96,131,541      | 35.16              |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 700,872                           | Binh Minh Plastics JSC                                                    | VNM             | VND                 | 2,753,377       | 1.01               |
|                                   |                                                                           |                 |                     | 2,753,377       | 1.01               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 64,439                            | Credicorp Capital Peru SAA                                                | PER             | USD                 | 10,395,944      | 3.80               |
|                                   |                                                                           |                 |                     | 10,395,944      | 3.80               |
|                                   | <b>Consumer Finance</b>                                                   |                 |                     |                 |                    |
| 157,245                           | Kaspi.KZ JSC, Reg. S, ADR                                                 | KAZ             | USD                 | 20,286,177      | 7.42               |
|                                   |                                                                           |                 |                     | 20,286,177      | 7.42               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 14,380                            | Label Vie                                                                 | MAR             | MAD                 | 6,331,625       | 2.32               |
| 7,608,970                         | Puregold Price Club, Inc.                                                 | PHL             | PHP                 | 3,148,181       | 1.15               |
| 87,883                            | InRetail Peru Corp., Reg. S, 144A                                         | PER             | USD                 | 2,480,937       | 0.91               |
| 14,551,600                        | Sumber Alfaria Trijaya Tbk. PT                                            | IDN             | IDR                 | 2,443,780       | 0.89               |
| 51,761                            | Nahdi Medical Co.                                                         | SAU             | SAR                 | 1,810,366       | 0.66               |
|                                   |                                                                           |                 |                     | 16,214,889      | 5.93               |
|                                   | <b>Diversified Consumer Services</b>                                      |                 |                     |                 |                    |
| 2,508,272                         | Taaleem Holdings PJSC                                                     | ARE             | AED                 | 2,560,855       | 0.94               |
| 240,699                           | Humansoft Holding Co. KSC                                                 | KWT             | KWD                 | 2,110,060       | 0.77               |
| 6,766,213                         | Cairo For Investment And Real Estate Developments - CIRA<br>Education     | EGY             | EGP                 | 1,887,721       | 0.69               |
|                                   |                                                                           |                 |                     | 6,558,636       | 2.40               |
|                                   | <b>Energy Equipment &amp; Services</b>                                    |                 |                     |                 |                    |
| 3,101,836                         | ADNOC Drilling Co. PJSC                                                   | ARE             | AED                 | 3,462,436       | 1.27               |
|                                   |                                                                           |                 |                     | 3,462,436       | 1.27               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 4,173,780                         | E-Finance for Digital & Financial Investments                             | EGY             | EGP                 | 2,242,005       | 0.82               |
|                                   |                                                                           |                 |                     | 2,242,005       | 0.82               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 10,602,800                        | Century Pacific Food, Inc.                                                | PHL             | PHP                 | 5,828,005       | 2.13               |
| 725,680                           | Vietnam Dairy Products JSC                                                | VNM             | VND                 | 1,865,650       | 0.69               |
|                                   |                                                                           |                 |                     | 7,693,655       | 2.82               |
|                                   | <b>Ground Transportation</b>                                              |                 |                     |                 |                    |
| 4,028,085                         | Dubai Taxi Co. PJSC                                                       | ARE             | AED                 | 2,248,702       | 0.82               |
|                                   |                                                                           |                 |                     | 2,248,702       | 0.82               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 90,410                            | Mouwassat Medical Services Co.                                            | SAU             | SAR                 | 2,915,213       | 1.07               |
| 98,385                            | Dr Soliman Abdel Kader Fakeeh Hospital Co.                                | SAU             | SAR                 | 1,544,641       | 0.56               |
|                                   |                                                                           |                 |                     | 4,459,854       | 1.63               |



**Templeton Frontier Markets Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                   | Description                                     | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------------------------------------|-------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Hotels, Restaurants &amp; Leisure</b>                                            |                                                 |                 |                     |                 |                    |
| 2,760,167                                                                           | Americana Restaurants International plc         | ARE             | AED                 | 2,399,849       | 0.88               |
| 296,469                                                                             | Jahez International Co.                         | SAU             | SAR                 | 2,192,935       | 0.80               |
|                                                                                     |                                                 |                 |                     | 4,592,784       | 1.68               |
| <b>Independent Power and Renewable Electricity Producers</b>                        |                                                 |                 |                     |                 |                    |
| 998,438                                                                             | ACEN Corp.                                      | PHL             | PHP                 | 85,351          | 0.03               |
|                                                                                     |                                                 |                 |                     | 85,351          | 0.03               |
| <b>Industrial Conglomerates</b>                                                     |                                                 |                 |                     |                 |                    |
| 193,800                                                                             | SM Investments Corp.                            | PHL             | PHP                 | 2,747,290       | 1.00               |
| 246,650                                                                             | Ayala Corp.                                     | PHL             | PHP                 | 2,451,948       | 0.90               |
|                                                                                     |                                                 |                 |                     | 5,199,238       | 1.90               |
| <b>Insurance</b>                                                                    |                                                 |                 |                     |                 |                    |
| 22,288                                                                              | Rasan Information Technology Co.                | SAU             | SAR                 | 393,290         | 0.14               |
|                                                                                     |                                                 |                 |                     | 393,290         | 0.14               |
| <b>IT Services</b>                                                                  |                                                 |                 |                     |                 |                    |
| 5,332,907                                                                           | FPT Corp.                                       | VNM             | VND                 | 27,294,462      | 9.98               |
| 12,100                                                                              | Globant SA                                      | USA             | USD                 | 2,156,946       | 0.79               |
|                                                                                     |                                                 |                 |                     | 29,451,408      | 10.77              |
| <b>Metals &amp; Mining</b>                                                          |                                                 |                 |                     |                 |                    |
| 6,070,576                                                                           | Hoa Phat Group JSC                              | VNM             | VND                 | 6,733,214       | 2.46               |
|                                                                                     |                                                 |                 |                     | 6,733,214       | 2.46               |
| <b>Multi-Utilities</b>                                                              |                                                 |                 |                     |                 |                    |
| 3,467,039                                                                           | Dubai Electricity & Water Authority PJSC        | ARE             | AED                 | 2,076,636       | 0.76               |
|                                                                                     |                                                 |                 |                     | 2,076,636       | 0.76               |
| <b>Oil, Gas &amp; Consumable Fuels</b>                                              |                                                 |                 |                     |                 |                    |
| 3,975,796                                                                           | OQ Gas Networks SAOC                            | OMN             | OMR                 | 1,456,014       | 0.53               |
|                                                                                     |                                                 |                 |                     | 1,456,014       | 0.53               |
| <b>Passenger Airlines</b>                                                           |                                                 |                 |                     |                 |                    |
| 393,892                                                                             | Jazeera Airways Co. KSCP                        | KWT             | KWD                 | 1,157,733       | 0.42               |
|                                                                                     |                                                 |                 |                     | 1,157,733       | 0.42               |
| <b>Pharmaceuticals</b>                                                              |                                                 |                 |                     |                 |                    |
| 59,938                                                                              | Jamjoom Pharmaceuticals Factory Co.             | SAU             | SAR                 | 2,324,407       | 0.85               |
|                                                                                     |                                                 |                 |                     | 2,324,407       | 0.85               |
| <b>Real Estate Management &amp; Development</b>                                     |                                                 |                 |                     |                 |                    |
| 1,594,316                                                                           | Emaar Properties PJSC                           | ARE             | AED                 | 3,559,323       | 1.30               |
| 1,777,640                                                                           | Vincom Retail JSC                               | VNM             | VND                 | 1,425,200       | 0.52               |
|                                                                                     |                                                 |                 |                     | 4,984,523       | 1.82               |
| <b>Specialty Retail</b>                                                             |                                                 |                 |                     |                 |                    |
| 3,530,744                                                                           | Mobile World Investment Corp.                   | VNM             | VND                 | 8,635,729       | 3.16               |
| 8,823,472                                                                           | Wilcon Depot, Inc.                              | PHL             | PHP                 | 2,700,293       | 0.99               |
| 788,362                                                                             | Ali Alghanim Sons Automotive Co. KSCC           | KWT             | KWD                 | 2,606,113       | 0.95               |
|                                                                                     |                                                 |                 |                     | 13,942,135      | 5.10               |
| <b>Transportation Infrastructure</b>                                                |                                                 |                 |                     |                 |                    |
| 1,972,255                                                                           | International Container Terminal Services, Inc. | PHL             | PHP                 | 11,795,090      | 4.32               |
| 2,600,079                                                                           | Salik Co. PJSC                                  | ARE             | AED                 | 2,384,506       | 0.87               |
|                                                                                     |                                                 |                 |                     | 14,179,596      | 5.19               |
| <b>Water Utilities</b>                                                              |                                                 |                 |                     |                 |                    |
| 5,576,561                                                                           | Emirates Central Cooling Systems Corp.          | ARE             | AED                 | 2,216,656       | 0.81               |
| 96,558                                                                              | Miahona                                         | SAU             | SAR                 | 675,618         | 0.25               |
|                                                                                     |                                                 |                 |                     | 2,892,274       | 1.06               |
| <b>Wireless Telecommunication Services</b>                                          |                                                 |                 |                     |                 |                    |
| 25,678,200                                                                          | Safaricom plc                                   | KEN             | KES                 | 3,437,005       | 1.26               |
|                                                                                     |                                                 |                 |                     | 3,437,005       | 1.26               |
| <b>TOTAL SHARES</b>                                                                 |                                                 |                 |                     | 269,904,925     | 98.72              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b> |                                                 |                 |                     | 269,904,925     | 98.72              |

**Templeton Frontier Markets Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value           | % of net<br>assets   |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|---------------------------|----------------------|
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                           |                      |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                           |                      |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                                                                                        |                 |                     |                           |                      |
| 8,383,303                         | Spinneys 1961 Holding plc**                                                                                                              | ARE             | AED                 | 3,492,092                 | 1.28                 |
|                                   |                                                                                                                                          |                 |                     | <u>3,492,092</u>          | <u>1.28</u>          |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | <u>3,492,092</u>          | <u>1.28</u>          |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | 3,492,092                 | 1.28                 |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <u><b>273,397,017</b></u> | <u><b>100.00</b></u> |

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Global Balanced Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Air Freight &amp; Logistics</b>                                        |                 |                     |                 |                    |
| 153,722                           | Deutsche Post AG                                                          | DEU             | EUR                 | 6,243,052       | 1.28               |
|                                   |                                                                           |                 |                     | 6,243,052       | 1.28               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 226,500                           | Sumitomo Mitsui Financial Group, Inc.                                     | JPN             | JPY                 | 15,206,161      | 3.11               |
| 306,769                           | Bank of America Corp.                                                     | USA             | USD                 | 12,200,203      | 2.49               |
| 210,300                           | HSBC Holdings plc, ADR                                                    | GBR             | USD                 | 9,148,050       | 1.87               |
| 12,794,429                        | Lloyds Banking Group plc                                                  | GBR             | GBP                 | 8,824,868       | 1.80               |
| 55,661                            | PNC Financial Services Group, Inc. (The)                                  | USA             | USD                 | 8,654,172       | 1.77               |
| 131,496                           | Wells Fargo & Co.                                                         | USA             | USD                 | 7,809,548       | 1.60               |
| 217,135                           | Shinhan Financial Group Co. Ltd.                                          | KOR             | KRW                 | 7,550,856       | 1.54               |
| 74,869                            | KB Financial Group, Inc.                                                  | KOR             | KRW                 | 4,247,928       | 0.87               |
|                                   |                                                                           |                 |                     | 73,641,786      | 15.05              |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 151,610                           | Prosus NV                                                                 | CHN             | EUR                 | 5,391,777       | 1.10               |
| 65,991                            | Alibaba Group Holding Ltd., ADR                                           | CHN             | USD                 | 4,751,352       | 0.97               |
|                                   |                                                                           |                 |                     | 10,143,129      | 2.07               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 113,887                           | DuPont de Nemours, Inc.                                                   | USA             | USD                 | 9,166,765       | 1.87               |
|                                   |                                                                           |                 |                     | 9,166,765       | 1.87               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 78,676                            | Target Corp.                                                              | USA             | USD                 | 11,647,195      | 2.38               |
|                                   |                                                                           |                 |                     | 11,647,195      | 2.38               |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 340,133                           | Deutsche Telekom AG                                                       | DEU             | EUR                 | 8,550,610       | 1.75               |
|                                   |                                                                           |                 |                     | 8,550,610       | 1.75               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 495,500                           | Mitsubishi Electric Corp.                                                 | JPN             | JPY                 | 7,941,681       | 1.62               |
|                                   |                                                                           |                 |                     | 7,941,681       | 1.62               |
|                                   | <b>Energy Equipment &amp; Services</b>                                    |                 |                     |                 |                    |
| 320,214                           | SBM Offshore NV                                                           | NLD             | EUR                 | 4,901,446       | 1.00               |
|                                   |                                                                           |                 |                     | 4,901,446       | 1.00               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 186,926                           | Fidelity National Information Services, Inc.                              | USA             | USD                 | 14,086,743      | 2.88               |
|                                   |                                                                           |                 |                     | 14,086,743      | 2.88               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 74,629                            | Medtronic plc                                                             | USA             | USD                 | 5,874,049       | 1.20               |
|                                   |                                                                           |                 |                     | 5,874,049       | 1.20               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 16,922                            | UnitedHealth Group, Inc.                                                  | USA             | USD                 | 8,617,698       | 1.76               |
|                                   |                                                                           |                 |                     | 8,617,698       | 1.76               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 1,336,132                         | Barratt Developments plc                                                  | GBR             | GBP                 | 7,935,774       | 1.62               |
|                                   |                                                                           |                 |                     | 7,935,774       | 1.62               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 35,212                            | Siemens AG                                                                | DEU             | EUR                 | 6,554,766       | 1.34               |
|                                   |                                                                           |                 |                     | 6,554,766       | 1.34               |
|                                   | <b>Interactive Media &amp; Services</b>                                   |                 |                     |                 |                    |
| 91,516                            | Alphabet, Inc. 'A'                                                        | USA             | USD                 | 16,669,639      | 3.41               |
|                                   |                                                                           |                 |                     | 16,669,639      | 3.41               |
|                                   | <b>Machinery</b>                                                          |                 |                     |                 |                    |
| 679,695                           | CNH Industrial NV                                                         | USA             | USD                 | 6,885,310       | 1.41               |
| 56,245                            | Stanley Black & Decker, Inc.                                              | USA             | USD                 | 4,493,413       | 0.92               |
|                                   |                                                                           |                 |                     | 11,378,723      | 2.33               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 243,243                           | Shell plc                                                                 | USA             | GBP                 | 8,724,986       | 1.78               |
| 1,363,512                         | BP plc                                                                    | USA             | GBP                 | 8,209,726       | 1.68               |
|                                   |                                                                           |                 |                     | 16,934,712      | 3.46               |

**Templeton Global Balanced Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                     | Description                                                    | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------|----------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Passenger Airlines</b>                             |                                                                |                 |                     |                 |                    |
| 278,852                                               | Delta Air Lines, Inc.                                          | USA             | USD                 | 13,228,739      | 2.70               |
|                                                       |                                                                |                 |                     | 13,228,739      | 2.70               |
| <b>Personal Care Products</b>                         |                                                                |                 |                     |                 |                    |
| 135,006                                               | Unilever plc                                                   | GBR             | GBP                 | 7,410,416       | 1.52               |
|                                                       |                                                                |                 |                     | 7,410,416       | 1.52               |
| <b>Pharmaceuticals</b>                                |                                                                |                 |                     |                 |                    |
| 124,469                                               | AstraZeneca plc                                                | GBR             | GBP                 | 19,372,257      | 3.96               |
| 214,098                                               | Richter Gedeon Nyrt.                                           | HUN             | HUF                 | 5,561,515       | 1.14               |
|                                                       |                                                                |                 |                     | 24,933,772      | 5.10               |
| <b>Professional Services</b>                          |                                                                |                 |                     |                 |                    |
| 109,881                                               | Adecco Group AG                                                | CHE             | CHF                 | 3,645,491       | 0.75               |
|                                                       |                                                                |                 |                     | 3,645,491       | 0.75               |
| <b>Semiconductors &amp; Semiconductor Equipment</b>   |                                                                |                 |                     |                 |                    |
| 314,301                                               | Taiwan Semiconductor Manufacturing Co. Ltd.                    | TWN             | TWD                 | 9,293,229       | 1.90               |
| 96,896                                                | Infineon Technologies AG                                       | DEU             | EUR                 | 3,556,610       | 0.73               |
|                                                       |                                                                |                 |                     | 12,849,839      | 2.63               |
| <b>Technology Hardware, Storage &amp; Peripherals</b> |                                                                |                 |                     |                 |                    |
| 238,338                                               | Samsung Electronics Co. Ltd.                                   | KOR             | KRW                 | 13,992,083      | 2.86               |
| 3,988,000                                             | Lenovo Group Ltd.                                              | CHN             | HKD                 | 5,596,748       | 1.14               |
|                                                       |                                                                |                 |                     | 19,588,831      | 4.00               |
| <b>Tobacco</b>                                        |                                                                |                 |                     |                 |                    |
| 283,690                                               | Imperial Brands plc                                            | GBR             | GBP                 | 7,259,582       | 1.48               |
|                                                       |                                                                |                 |                     | 7,259,582       | 1.48               |
| <b>Wireless Telecommunication Services</b>            |                                                                |                 |                     |                 |                    |
| 988,100                                               | SoftBank Corp.                                                 | JPN             | JPY                 | 12,086,359      | 2.47               |
|                                                       |                                                                |                 |                     | 12,086,359      | 2.47               |
|                                                       |                                                                |                 |                     | 321,290,797     | 65.67              |
| <b>TOTAL SHARES</b>                                   |                                                                |                 |                     |                 |                    |
| <b>BONDS</b>                                          |                                                                |                 |                     |                 |                    |
| <b>Government and Municipal Bonds</b>                 |                                                                |                 |                     |                 |                    |
| 1,135,200,000                                         | India Government Bond 7.26% 08/22/2032                         | IND             | INR                 | 13,792,534      | 2.82               |
| 128,800,000,000                                       | Indonesia Government Bond 6.5% 02/15/2031                      | IDN             | IDR                 | 7,623,344       | 1.56               |
| 13,681,000                                            | Queensland Treasury Corp., Reg. S, 144A 1.75% 07/20/2034       | AUS             | AUD                 | 6,753,548       | 1.38               |
| 4,079,150,000                                         | Kazakhstan Government Bond 5% 04/18/2028                       | KAZ             | KZT                 | 6,722,862       | 1.37               |
| 9,125,200,000                                         | Korea Treasury Bond 3.5% 09/10/2028                            | KOR             | KRW                 | 6,688,627       | 1.37               |
| 65,450,000                                            | Norway Government Bond, Reg. S, 144A 1.75% 03/13/2025          | NOR             | NOK                 | 6,019,423       | 1.23               |
| 6,096,000,000                                         | Korea Treasury Bond 3.25% 03/10/2028                           | KOR             | KRW                 | 4,425,290       | 0.91               |
| 4,920,000                                             | US Treasury 3.75% 11/15/2043                                   | USA             | USD                 | 4,349,972       | 0.89               |
| 27,104,000                                            | Brazil Notas do Tesouro Nacional 10% 01/01/2033                | BRA             | BRL                 | 4,311,175       | 0.88               |
| 4,025,000,000                                         | Bonos de la Tesoreria de la Republica en pesos 2.5% 03/01/2025 | CHL             | CLP                 | 4,219,139       | 0.86               |
| 153,486,382                                           | Uruguay Government Bond 3.875% 07/02/2040                      | URY             | UYU                 | 4,140,925       | 0.85               |
| 1,671,200,000                                         | Hungary Government Bond 4.75% 11/24/2032                       | HUN             | HUF                 | 3,955,348       | 0.81               |
| 312,200,000                                           | India Government Bond 7.18% 08/14/2033                         | IND             | INR                 | 3,779,163       | 0.77               |
| 18,571,000,000                                        | Colombia Titulos De Tesoreria 9.25% 05/28/2042                 | COL             | COP                 | 3,733,399       | 0.76               |
| 67,500,000                                            | Mexican Bonos Desarr Fixed Rate 7.5% 05/26/2033                | MEX             | MXN                 | 3,178,261       | 0.65               |
| 2,830,000                                             | Panama Government Bond 6.875% 01/31/2036                       | PAN             | USD                 | 2,770,547       | 0.57               |
| 4,803,000                                             | New South Wales Treasury Corp. 2% 03/08/2033                   | AUS             | AUD                 | 2,553,082       | 0.52               |
| 941,900,000                                           | Hungary Government Bond 1% 11/26/2025                          | HUN             | HUF                 | 2,370,175       | 0.49               |
| 48,540,000                                            | Mexican Bonos Desarr Fixed Rate 7.75% 11/13/2042               | MEX             | MXN                 | 2,139,688       | 0.44               |
| 4,119,000                                             | Ecuador Government Bond, Reg. S 3.5% 07/31/2035                | ECU             | USD                 | 2,060,128       | 0.42               |
| 3,485,000                                             | Treasury Corp. of Victoria, Reg. S 2.25% 09/15/2033            | AUS             | AUD                 | 1,850,605       | 0.38               |
| 2,596,000                                             | Ecuador Government Bond, Reg. S 6% 07/31/2030                  | ECU             | USD                 | 1,650,791       | 0.34               |
| 2,750,000                                             | Queensland Treasury Corp. 2% 08/22/2033                        | AUS             | AUD                 | 1,437,073       | 0.29               |
| 2,060,000                                             | Panama Government Bond 4.5% 04/01/2056                         | PAN             | USD                 | 1,338,330       | 0.27               |
| 1,440,000                                             | Dominican Republic Government Bond, Reg. S 5.875% 01/30/2060   | DOM             | USD                 | 1,225,342       | 0.25               |
| 25,960,000                                            | South Africa Government Bond 8.875% 02/28/2035                 | ZAF             | ZAR                 | 1,208,097       | 0.25               |
| 5,804,000,000                                         | Colombia Titulos De Tesoreria 7.25% 10/18/2034                 | COL             | COP                 | 1,099,925       | 0.23               |
| 1,290,000                                             | Mongolia Government Bond, Reg. S 4.45% 07/07/2031              | MNG             | USD                 | 1,089,405       | 0.22               |
| 3,724,500,000                                         | Colombia Titulos De Tesoreria 13.25% 02/09/2033                | COL             | COP                 | 1,021,172       | 0.21               |
| 1,927,000                                             | Treasury Corp. of Victoria 2.25% 11/20/2034                    | AUS             | AUD                 | 987,063         | 0.20               |
| 560,800,000                                           | Kazakhstan Government Bond 7.68% 08/13/2029                    | KAZ             | KZT                 | 973,586         | 0.20               |
| 5,749,000                                             | Brazil Notas do Tesouro Nacional 10% 01/01/2031                | BRA             | BRL                 | 930,709         | 0.19               |
| 860,000                                               | Panama Government Bond 6.7% 01/26/2036                         | PAN             | USD                 | 836,675         | 0.17               |
| 39,450,000                                            | Egypt Government Bond 25.021% 05/07/2027                       | EGY             | EGP                 | 812,964         | 0.17               |

## Templeton Global Balanced Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 800,000                           | Mongolia Government Bond, Reg. S 3.5% 07/07/2027                                        | MNG             | USD                 | 721,200         | 0.15               |
| 363,000,000                       | Kazakhstan Government Bond 9% 07/03/2027                                                | KAZ             | KZT                 | 698,703         | 0.14               |
| 1,100,000                         | Sri Lanka Government Bond, Reg. S 6.2% 05/11/2027 <sup>s</sup>                          | LKA             | USD                 | 648,389         | 0.13               |
| 386,100,000                       | Kazakhstan Government Bond 5.5% 09/20/2028                                              | KAZ             | KZT                 | 633,818         | 0.13               |
| 34,925,000                        | Egypt Treasury Bill 0% 03/18/2025                                                       | EGY             | EGP                 | 616,081         | 0.13               |
| 800,000                           | Egypt Government Bond, Reg. S 8.75% 09/30/2051                                          | EGY             | USD                 | 604,375         | 0.12               |
| 12,640,000                        | Mexican Bonos Desarr Fixed Rate 7.75% 11/23/2034                                        | MEX             | MXN                 | 595,145         | 0.12               |
| 10,600,000                        | Mexican Bonos Desarr Fixed Rate 8.5% 05/31/2029                                         | MEX             | MXN                 | 545,797         | 0.11               |
| 610,000                           | US Treasury 3.625% 08/15/2043                                                           | USA             | USD                 | 530,223         | 0.11               |
| 692,200,000                       | Korea Treasury Bond 3.125% 09/10/2027                                                   | KOR             | KRW                 | 500,574         | 0.10               |
| 580,000                           | Dominican Republic Government Bond, Reg. S 5.3% 01/21/2041                              | DOM             | USD                 | 493,540         | 0.10               |
| 25,600,000                        | Egypt Treasury Bill 0% 03/04/2025                                                       | EGY             | EGP                 | 455,412         | 0.09               |
| 7,480,000                         | Mexican Bonos Desarr Fixed Rate 8.5% 11/18/2038                                         | MEX             | MXN                 | 362,683         | 0.07               |
| 719,000                           | New South Wales Treasury Corp., Reg. S 1.75% 03/20/2034                                 | AUS             | AUD                 | 360,211         | 0.07               |
| 8,310,000                         | South Africa Government Bond 9% 01/31/2040                                              | ZAF             | ZAR                 | 360,209         | 0.07               |
| 158,600,000                       | Kazakhstan Government Bond 10.67% 01/21/2026                                            | KAZ             | KZT                 | 322,965         | 0.07               |
| 134,600,000                       | Kazakhstan Government Bond 15.3% 03/03/2029                                             | KAZ             | KZT                 | 308,513         | 0.06               |
| 450,000                           | Egypt Government Bond, Reg. S 7.5% 02/16/2061                                           | EGY             | USD                 | 302,688         | 0.06               |
| 1,730,000                         | Notas do Tesouro Nacional 10% 01/01/2029                                                | BRA             | BRL                 | 288,608         | 0.06               |
| 1,731,000,000                     | Colombia Titulos De Tesoreria 6.25% 07/09/2036                                          | COL             | COP                 | 287,991         | 0.06               |
| 300,000                           | US Treasury 3.375% 08/15/2042                                                           | USA             | USD                 | 253,477         | 0.05               |
| 5,230,000                         | South Africa Government Bond 8.5% 01/31/2037                                            | ZAF             | ZAR                 | 226,257         | 0.05               |
| 4,080,000                         | Mexican Bonos Desarr Fixed Rate 10% 11/20/2036                                          | MEX             | MXN                 | 224,710         | 0.05               |
| 81,000,000                        | Hungary Government Bond 3% 10/27/2027                                                   | HUN             | HUF                 | 196,386         | 0.04               |
| 200,000                           | Panama Government Bond 6.4% 02/14/2035                                                  | PAN             | USD                 | 189,976         | 0.04               |
| 200,000                           | Egypt Government Bond, Reg. S 8.875% 05/29/2050                                         | EGY             | USD                 | 152,740         | 0.03               |
| 170,000                           | US Treasury 3.125% 02/15/2043                                                           | USA             | USD                 | 137,713         | 0.03               |
| 200,000                           | Sri Lanka Government Bond, Reg. S 7.85% 03/14/2029 <sup>s</sup>                         | LKA             | USD                 | 119,100         | 0.03               |
| 200,000                           | Sri Lanka Government Bond, Reg. S 6.75% 04/18/2028 <sup>s</sup>                         | LKA             | USD                 | 118,090         | 0.03               |
| 53,800,000                        | Kazakhstan Government Bond 10.55% 07/28/2029                                            | KAZ             | KZT                 | 104,533         | 0.02               |
| 32,300,000                        | Kazakhstan Government Bond 14% 05/12/2031                                               | KAZ             | KZT                 | 72,283          | 0.02               |
| 26,900,000                        | Kazakhstan Government Bond 15.35% 11/18/2027                                            | KAZ             | KZT                 | 60,376          | 0.01               |
| 297,271                           | Ghana Government Bond 5% 02/16/2027                                                     | GHA             | GHS                 | 12,544          | —                  |
| 297,709                           | Ghana Government Bond 5% 02/15/2028                                                     | GHA             | GHS                 | 10,929          | —                  |
| 294,906                           | Ghana Government Bond 5% 02/13/2029                                                     | GHA             | GHS                 | 9,632           | —                  |
| 295,342                           | Ghana Government Bond 5% 02/12/2030                                                     | GHA             | GHS                 | 8,883           | —                  |
| 267,969                           | Ghana Government Bond 5% 02/11/2031                                                     | GHA             | GHS                 | 7,467           | —                  |
| 268,365                           | Ghana Government Bond 5% 02/10/2032                                                     | GHA             | GHS                 | 7,077           | —                  |
| 268,758                           | Ghana Government Bond 5% 02/08/2033                                                     | GHA             | GHS                 | 6,794           | —                  |
| 223,439                           | Ghana Government Bond 5% 02/07/2034                                                     | GHA             | GHS                 | 5,483           | —                  |
| 223,767                           | Ghana Government Bond 5% 02/06/2035                                                     | GHA             | GHS                 | 5,384           | —                  |
| 224,095                           | Ghana Government Bond 5% 02/05/2036                                                     | GHA             | GHS                 | 5,329           | —                  |
| 224,753                           | Ghana Government Bond 5% 02/02/2038                                                     | GHA             | GHS                 | 5,310           | —                  |
| 224,425                           | Ghana Government Bond 5% 02/03/2037                                                     | GHA             | GHS                 | 5,307           | —                  |
|                                   |                                                                                         |                 |                     | 123,631,272     | 25.27              |
|                                   | <b>Supranational</b>                                                                    |                 |                     |                 |                    |
| 14,608,000,000                    | Asian Development Bank 11.2% 01/31/2025                                                 | SP              | COP                 | 3,510,764       | 0.71               |
|                                   |                                                                                         |                 |                     | 3,510,764       | 0.71               |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 127,142,036     | 25.98              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 448,432,833     | 91.65              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                 |                    |
| 9,530,000                         | FHLB 0% 07/01/2024                                                                      | USA             | USD                 | 9,525,870       | 1.95               |
| 26,660,000                        | Malaysia Government Bond 3.899% 11/16/2027                                              | MYS             | MYR                 | 5,713,103       | 1.17               |
| 543,000,000                       | Japan Treasury Bill 0% 07/22/2024                                                       | JPN             | JPY                 | 3,375,501       | 0.69               |
| 122,490,000                       | Thailand Government Bond 0.75% 09/17/2024                                               | THA             | THB                 | 3,323,802       | 0.68               |
| 458,850,000                       | Japan Treasury Bill 0% 09/20/2024                                                       | JPN             | JPY                 | 2,852,164       | 0.58               |
| 323,100,000                       | Japan Treasury Bill 0% 11/20/2024                                                       | JPN             | JPY                 | 2,008,110       | 0.41               |
| 7,800,000                         | Malaysia Government Bond 3.582% 07/15/2032                                              | MYS             | MYR                 | 1,623,167       | 0.33               |
| 55,920,000                        | Bank of Thailand 2.04% 05/29/2025                                                       | THA             | THB                 | 1,517,423       | 0.31               |
| 4,800,000                         | Malaysia Government Bond 4.498% 04/15/2030                                              | MYS             | MYR                 | 1,056,566       | 0.22               |
| 3,790,000                         | Malaysia Government Bond 3.882% 03/14/2025                                              | MYS             | MYR                 | 806,828         | 0.16               |

**Templeton Global Balanced Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                   | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|-------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
| 3,660,000                         | Malaysia Government Bond 3.9% 11/30/2026                                      | MYS             | MYR                 | 784,299            | 0.16               |
| 3,670,000                         | Malaysia Government Bond 3.502% 05/31/2027                                    | MYS             | MYR                 | 777,234            | 0.16               |
| 3,340,000                         | Malaysia Government Bond 4.059% 09/30/2024                                    | MYS             | MYR                 | 709,366            | 0.14               |
| 2,250,000                         | Malaysia Government Bond 4.181% 07/15/2024                                    | MYS             | MYR                 | 477,092            | 0.10               |
| 13,900,000                        | Thailand Government Bond 3.85% 12/12/2025                                     | THA             | THB                 | 386,575            | 0.08               |
| 1,270,000                         | Malaysia Government Bond 3.955% 09/15/2025                                    | MYS             | MYR                 | 271,298            | 0.06               |
| 720,000                           | Malaysia Government Bond 3.733% 06/15/2028                                    | MYS             | MYR                 | 153,275            | 0.03               |
| 570,000                           | Malaysia Government Bond 3.885% 08/15/2029                                    | MYS             | MYR                 | 122,083            | 0.02               |
| 150,000                           | Malaysia Government Bond 3.892% 03/15/2027                                    | MYS             | MYR                 | 32,101             | 0.01               |
|                                   |                                                                               |                 |                     | <b>35,515,857</b>  | <b>7.26</b>        |
|                                   | <b>TOTAL BONDS</b>                                                            |                 |                     | <b>35,515,857</b>  | <b>7.26</b>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b> |                 |                     | <b>35,515,857</b>  | <b>7.26</b>        |
|                                   | <b>TOTAL INVESTMENTS</b>                                                      |                 |                     | <b>483,948,690</b> | <b>98.91</b>       |

§ These Bonds are currently in default

## Schedule of Investments, June 30, 2024

## Templeton Global Bond (Euro) Fund

(Currency - EUR)

| Number of shares<br>or face value                                                       | Description                                                              | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------------------------------------------|--------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING               |                                                                          |                 |                     |                 |                    |
| <b>BONDS</b>                                                                            |                                                                          |                 |                     |                 |                    |
| <b>Government and Municipal Bonds</b>                                                   |                                                                          |                 |                     |                 |                    |
| 22,000,000                                                                              | Brazil Notas do Tesouro Nacional 10% 01/01/2031                          | BRA             | BRL                 | 3,325,173       | 7.92               |
| 3,000,000                                                                               | Oman Government Bond, Reg. S 4.75% 06/15/2026                            | OMN             | USD                 | 2,749,369       | 6.55               |
| 3,480,000                                                                               | Romania Government Bond, Reg. S 2.875% 04/13/2042                        | ROU             | EUR                 | 2,269,360       | 5.40               |
| 11,279,600,000                                                                          | Colombia Titulos De Tesoreria 7% 03/26/2031                              | COL             | COP                 | 2,137,174       | 5.09               |
| 2,050,000                                                                               | Panama Government Bond 6.4% 02/14/2035                                   | PAN             | USD                 | 1,817,997       | 4.33               |
| 8,652,000,000                                                                           | Colombia Titulos De Tesoreria 7.75% 09/18/2030                           | COL             | COP                 | 1,728,216       | 4.11               |
| 2,432,700,000                                                                           | Korea Treasury Bond 3.25% 03/10/2028                                     | KOR             | KRW                 | 1,648,752       | 3.92               |
| 2,420,000                                                                               | Egypt Government Bond, Reg. S 7.5% 02/16/2061                            | EGY             | USD                 | 1,519,736       | 3.62               |
| 2,072,000,000                                                                           | Korea Treasury Bond 3.5% 09/10/2028                                      | KOR             | KRW                 | 1,417,929       | 3.38               |
| 20,363,000,000                                                                          | Indonesia Government Bond 9% 03/15/2029                                  | IDN             | IDR                 | 1,255,674       | 2.99               |
| 111,000,000                                                                             | India Government Bond 7.18% 08/14/2033                                   | IND             | INR                 | 1,254,457       | 2.99               |
| 1,490,000                                                                               | US Treasury 3.625% 08/15/2043                                            | USA             | USD                 | 1,209,164       | 2.88               |
| 2,000,000                                                                               | New South Wales Treasury Corp. 2% 03/08/2033                             | AUS             | AUD                 | 992,550         | 2.36               |
| 1,070,000                                                                               | Dominican Republic Government Bond, Reg. S 5.875% 01/30/2060             | DOM             | USD                 | 850,058         | 2.02               |
| 705,000                                                                                 | Israel Government Bond, Reg. S 1.5% 01/16/2029                           | ISR             | EUR                 | 626,534         | 1.49               |
| 53,900,000                                                                              | India Government Bond 7.26% 08/22/2032                                   | IND             | INR                 | 611,407         | 1.46               |
| 750,000                                                                                 | US Treasury 3.375% 08/15/2042                                            | USA             | USD                 | 591,627         | 1.41               |
| 9,690,000,000                                                                           | Indonesia Government Bond 8.25% 05/15/2029                               | IDN             | IDR                 | 580,896         | 1.38               |
| 460,000                                                                                 | Mongolia Government Bond, Reg. S 4.45% 07/07/2031                        | MNG             | USD                 | 362,683         | 0.86               |
| 430,000                                                                                 | US Treasury 3.125% 02/15/2043                                            | USA             | USD                 | 325,211         | 0.77               |
| 380,000                                                                                 | US Treasury 3.75% 11/15/2043                                             | USA             | USD                 | 313,671         | 0.75               |
| 270,000                                                                                 | Panama Government Bond 6.875% 01/31/2036                                 | PAN             | USD                 | 246,782         | 0.59               |
| 300,000                                                                                 | Dominican Republic Government Bond, Reg. S 5.3% 01/21/2041               | DOM             | USD                 | 238,334         | 0.57               |
| 260,000                                                                                 | Romania Government Bond, Reg. S 2.75% 04/14/2041                         | ROU             | EUR                 | 169,299         | 0.40               |
| 200,000                                                                                 | Mongolia Government Bond, Reg. S 3.5% 07/07/2027                         | MNG             | USD                 | 168,332         | 0.40               |
| 170,000                                                                                 | Romania Government Bond, Reg. S 1.75% 07/13/2030                         | ROU             | EUR                 | 139,082         | 0.33               |
| 200,000                                                                                 | Sri Lanka Government Bond, Reg. S 7.85% 03/14/2029 <sup>s</sup>          | LKA             | USD                 | 111,194         | 0.26               |
| 200,000                                                                                 | Sri Lanka Government Bond, Reg. S 6.75% 04/18/2028 <sup>s</sup>          | LKA             | USD                 | 110,251         | 0.26               |
| 200,000                                                                                 | Sri Lanka Government Bond, Reg. S 6.2% 05/11/2027 <sup>s</sup>           | LKA             | USD                 | 110,063         | 0.26               |
| 1,411,506                                                                               | Ghana Government Bond 5% 02/16/2027                                      | GHA             | GHS                 | 55,609          | 0.13               |
| 1,413,589                                                                               | Ghana Government Bond 5% 02/15/2028                                      | GHA             | GHS                 | 48,451          | 0.12               |
| 1,415,674                                                                               | Ghana Government Bond 5% 02/13/2029                                      | GHA             | GHS                 | 43,170          | 0.10               |
| 1,417,760                                                                               | Ghana Government Bond 5% 02/12/2030                                      | GHA             | GHS                 | 39,813          | 0.09               |
| 49,000                                                                                  | Israel Government Bond, Reg. S 0.625% 01/18/2032                         | ISR             | EUR                 | 37,936          | 0.09               |
| 1,262,087                                                                               | Ghana Government Bond 5% 02/11/2031                                      | GHA             | GHS                 | 32,835          | 0.08               |
| 1,263,944                                                                               | Ghana Government Bond 5% 02/10/2032                                      | GHA             | GHS                 | 31,118          | 0.07               |
| 1,265,804                                                                               | Ghana Government Bond 5% 02/08/2033                                      | GHA             | GHS                 | 29,876          | 0.07               |
| 1,267,663                                                                               | Ghana Government Bond 5% 02/07/2034                                      | GHA             | GHS                 | 29,044          | 0.07               |
| 1,269,525                                                                               | Ghana Government Bond 5% 02/06/2035                                      | GHA             | GHS                 | 28,520          | 0.07               |
| 1,271,387                                                                               | Ghana Government Bond 5% 02/05/2036                                      | GHA             | GHS                 | 28,227          | 0.07               |
| 1,275,116                                                                               | Ghana Government Bond 5% 02/02/2038                                      | GHA             | GHS                 | 28,126          | 0.07               |
| 1,273,252                                                                               | Ghana Government Bond 5% 02/03/2037                                      | GHA             | GHS                 | 28,110          | 0.07               |
| 1,800,000                                                                               | Colombia Titulos De Tesoreria 7% 03/26/2031                              | COL             | COP                 | 341             | —                  |
|                                                                                         |                                                                          |                 |                     | 29,342,151      | 69.85              |
| <b>Supranational</b>                                                                    |                                                                          |                 |                     |                 |                    |
| 2,870,000                                                                               | International Bank for Reconstruction & Development<br>0.625% 11/22/2027 | SP              | EUR                 | 2,660,575       | 6.33               |
| 110,000,000                                                                             | Inter-American Development Bank 7.35% 10/06/2030                         | SP              | INR                 | 1,246,945       | 2.97               |
| 110,000,000                                                                             | International Bank for Reconstruction & Development<br>6.5% 04/17/2030   | SP              | INR                 | 1,200,636       | 2.86               |
| <b>TOTAL BONDS</b>                                                                      |                                                                          |                 |                     | 5,108,156       | 12.16              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                                                                          |                 |                     | 34,450,307      | 82.01              |
|                                                                                         |                                                                          |                 |                     | 34,450,307      | 82.01              |



**Templeton Global Bond (Euro) Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                   | Country<br>code | Trading<br>currency | Market<br>value          | % of net<br>assets  |
|-----------------------------------|-------------------------------------------------------------------------------|-----------------|---------------------|--------------------------|---------------------|
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET               |                 |                     |                          |                     |
|                                   | <b>BONDS</b>                                                                  |                 |                     |                          |                     |
|                                   | <b>Government and Municipal Bonds</b>                                         |                 |                     |                          |                     |
| 15,890,000                        | Malaysia Government Bond 3.582% 07/15/2032                                    | MYS             | MYR                 | 3,087,183                | 7.35                |
|                                   |                                                                               |                 |                     | <u>3,087,183</u>         | <u>7.35</u>         |
|                                   | <b>TOTAL BONDS</b>                                                            |                 |                     | <u>3,087,183</u>         | <u>7.35</u>         |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b> |                 |                     | <u>3,087,183</u>         | <u>7.35</u>         |
|                                   | <b>TOTAL INVESTMENTS</b>                                                      |                 |                     | <u><b>37,537,490</b></u> | <u><b>89.36</b></u> |

§ These Bonds are currently in default

## Schedule of Investments, June 30, 2024

## Templeton Global Bond Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                     |                 |                     |                 |                    |
| 214,135,300,000                   | Korea Treasury Bond 3.25% 03/10/2028                                      | KOR             | KRW                 | 155,447,981     | 5.70               |
| 201,775,000                       | New South Wales Treasury Corp. 2% 03/08/2033                              | AUS             | AUD                 | 107,255,504     | 3.93               |
| 165,450,000                       | Treasury Corp. of Victoria, Reg. S 2.25% 09/15/2033                       | AUS             | AUD                 | 87,857,280      | 3.22               |
| 1,659,680,000                     | Mexican Bonos Desarr Fixed Rate 7.5% 05/26/2033                           | MEX             | MXN                 | 78,146,618      | 2.87               |
| 2,733,061,259                     | Uruguay Government Bond 3.875% 07/02/2040                                 | URY             | UYU                 | 73,735,545      | 2.70               |
| 144,555,000                       | Queensland Treasury Corp., Reg. S, 144A 1.75% 07/20/2034                  | AUS             | AUD                 | 71,358,751      | 2.62               |
| 747,031,000                       | Norway Government Bond, Reg. S, 144A 1.75% 03/13/2025                     | NOR             | NOK                 | 68,704,293      | 2.52               |
| 381,384,000                       | Notas do Tesouro Nacional 10% 01/01/2029                                  | BRA             | BRL                 | 63,624,444      | 2.33               |
| 4,957,000,000                     | India Government Bond 7.26% 01/14/2029                                    | IND             | INR                 | 60,058,344      | 2.20               |
| 112,810,000                       | Queensland Treasury Corp. 2% 08/22/2033                                   | AUS             | AUD                 | 58,951,358      | 2.16               |
| 61,330,000                        | Panama Government Bond 6.4% 02/14/2035                                    | PAN             | USD                 | 58,256,231      | 2.14               |
| 51,727,000                        | Bundesschatzanweisungen, Reg. S 0.4% 09/13/2024                           | DEU             | EUR                 | 55,070,835      | 2.02               |
| 63,180,000                        | US Treasury 3.625% 08/15/2043                                             | USA             | USD                 | 54,917,241      | 2.01               |
| 325,021,000                       | Brazil Notas do Tesouro Nacional 10% 01/01/2031                           | BRA             | BRL                 | 52,617,833      | 1.93               |
| 4,321,000,000                     | India Government Bond 7.26% 08/22/2032                                    | IND             | INR                 | 52,499,594      | 1.92               |
| 298,870,000                       | Brazil Notas do Tesouro Nacional 10% 01/01/2027                           | BRA             | BRL                 | 51,522,957      | 1.89               |
| 50,410,000                        | Romania Government Bond, Reg. S 6.375% 01/30/2034                         | ROU             | USD                 | 50,949,790      | 1.87               |
| 176,604,000,000                   | Colombia Titulos De Tesoreria 13.25% 02/09/2033                           | COL             | COP                 | 48,420,751      | 1.78               |
| 3,734,000,000                     | India Government Bond 7.18% 08/14/2033                                    | IND             | INR                 | 45,199,853      | 1.66               |
| 729,480,000,000                   | Indonesia Government Bond 7% 02/15/2033                                   | IDN             | IDR                 | 44,361,294      | 1.63               |
| 84,659,000                        | Treasury Corp. of Victoria 2.25% 11/20/2034                               | AUS             | AUD                 | 43,364,672      | 1.59               |
| 43,298,000                        | Israel Government Bond, Reg. S 1.5% 01/16/2029                            | ISR             | EUR                 | 41,214,806      | 1.51               |
| 171,444,000,000                   | Colombia Titulos De Tesoreria 9.25% 05/28/2042                            | COL             | COP                 | 34,466,039      | 1.26               |
| 31,410,000                        | US Treasury 3.375% 08/15/2042                                             | USA             | USD                 | 26,538,996      | 0.97               |
| 121,498,700,000                   | Colombia Titulos De Tesoreria 7.75% 09/18/2030                            | COL             | COP                 | 25,994,560      | 0.95               |
| 23,837,000                        | Bundesobligation, Reg. S 0% 10/18/2024                                    | DEU             | EUR                 | 25,279,575      | 0.93               |
| 579,730,000                       | South Africa Government Bond 9% 01/31/2040                                | ZAF             | ZAR                 | 25,129,254      | 0.92               |
| 49,078,000                        | New South Wales Treasury Corp., Reg. S 1.75% 03/20/2034                   | AUS             | AUD                 | 24,587,500      | 0.90               |
| 22,340,000                        | Romania Government Bond, Reg. S 7.125% 01/17/2033                         | ROU             | USD                 | 23,576,195      | 0.86               |
| 107,351,600,000                   | Colombia Titulos De Tesoreria 6% 04/28/2028                               | COL             | COP                 | 22,660,160      | 0.83               |
| 380,504,000,000                   | Indonesia Government Bond 6.375% 04/15/2032                               | IDN             | IDR                 | 22,383,060      | 0.82               |
| 472,390,000                       | South Africa Government Bond 8.875% 02/28/2035                            | ZAF             | ZAR                 | 21,983,552      | 0.81               |
| 1,796,800,000                     | India Government Bond 7.1% 04/18/2029                                     | IND             | INR                 | 21,622,885      | 0.79               |
| 359,335,000,000                   | Indonesia Government Bond 6.375% 08/15/2028                               | IDN             | IDR                 | 21,608,532      | 0.79               |
| 127,999,000                       | Brazil Notas do Tesouro Nacional 10% 01/01/2033                           | BRA             | BRL                 | 20,359,583      | 0.75               |
| 28,118,000,000                    | Korea Treasury Bond 3.125% 09/10/2027                                     | KOR             | KRW                 | 20,333,921      | 0.75               |
| 104,915,000,000                   | Colombia Titulos De Tesoreria 7.25% 10/18/2034                            | COL             | COP                 | 19,882,596      | 0.73               |
| 271,433,000,000                   | Indonesia Government Bond 7% 09/15/2030                                   | IDN             | IDR                 | 16,585,674      | 0.61               |
| 16,210,000                        | Romania Government Bond, Reg. S 6% 05/25/2034                             | ROU             | USD                 | 15,939,860      | 0.58               |
| 365,100,000                       | South Africa Government Bond 8.5% 01/31/2037                              | ZAF             | ZAR                 | 15,794,697      | 0.58               |
| 18,250,000                        | US Treasury 3.125% 02/15/2043                                             | USA             | USD                 | 14,783,926      | 0.54               |
| 16,070,000                        | US Treasury 3.75% 11/15/2043                                              | USA             | USD                 | 14,208,140      | 0.52               |
| 210,199,000,000                   | Indonesia Government Bond 8.75% 05/15/2031                                | IDN             | IDR                 | 14,034,103      | 0.51               |
| 18,602,800,000                    | Korea Treasury Bond 3.5% 09/10/2028                                       | KOR             | KRW                 | 13,635,558      | 0.50               |
| 287,500,000                       | Mexican Bonos Desarr Fixed Rate 7.75% 11/13/2042                          | MEX             | MXN                 | 12,673,263      | 0.46               |
| 15,910,000                        | Panama Government Bond 2.252% 09/29/2032                                  | PAN             | USD                 | 11,467,790      | 0.42               |
| 55,629,900,000                    | Colombia Titulos De Tesoreria 7% 03/26/2031                               | COL             | COP                 | 11,289,734      | 0.41               |
| 226,370,000                       | Mexican Bonos Desarr Fixed Rate 7.75% 11/23/2034                          | MEX             | MXN                 | 10,658,464      | 0.39               |
| 53,973,000,000                    | Colombia Titulos De Tesoreria 7% 06/30/2032                               | COL             | COP                 | 10,552,737      | 0.39               |
| 194,000,000                       | Mexican Bonos Desarr Fixed Rate 8.5% 05/31/2029                           | MEX             | MXN                 | 9,989,124       | 0.37               |
| 9,720,000                         | Panama Government Bond 6.875% 01/31/2036                                  | PAN             | USD                 | 9,515,802       | 0.35               |
| 774,000,000                       | India Government Bond 7.38% 06/20/2027                                    | IND             | INR                 | 9,386,705       | 0.34               |
| 9,903,000,000                     | Korea Treasury Bond 1.75% 09/10/2026                                      | KOR             | KRW                 | 6,953,753       | 0.26               |
| 29,333,800,000                    | Colombia Titulos De Tesoreria 7.5% 08/26/2026                             | COL             | COP                 | 6,810,190       | 0.25               |
| 133,570,000                       | Mexican Bonos Desarr Fixed Rate 8.5% 11/18/2038                           | MEX             | MXN                 | 6,476,407       | 0.24               |
| 6,460,000                         | Panama Government Bond 3.16% 01/23/2030                                   | PAN             | USD                 | 5,464,039       | 0.20               |
| 72,860,000                        | Mexican Bonos Desarr Fixed Rate 10% 11/20/2036                            | MEX             | MXN                 | 4,012,827       | 0.15               |
| 103,923,245                       | Ghana Government Bond 5% 02/15/2028                                       | GHA             | GHS                 | 3,815,217       | 0.14               |
| 104,063,864                       | Ghana Government Bond 5% 02/13/2029                                       | GHA             | GHS                 | 3,398,984       | 0.12               |
| 19,706,000,000                    | Colombia Titulos De Tesoreria 6.25% 07/09/2036                            | COL             | COP                 | 3,278,541       | 0.12               |
| 104,217,219                       | Ghana Government Bond 5% 02/12/2030                                       | GHA             | GHS                 | 3,134,659       | 0.12               |
| 65,470,985                        | Ghana Government Bond 5% 02/16/2027                                       | GHA             | GHS                 | 2,762,769       | 0.10               |

**Templeton Global Bond Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                       | Description                                      | Country<br>code | Trading<br>currency | Market<br>value             | % of net<br>assets  |
|-----------------------------------------------------------------------------------------|--------------------------------------------------|-----------------|---------------------|-----------------------------|---------------------|
| 92,793,660                                                                              | Ghana Government Bond 5% 02/11/2031              | GHA             | GHS                 | 2,585,842                   | 0.10                |
| 2,997,000                                                                               | Israel Government Bond, Reg. S 0.625% 01/18/2032 | ISR             | EUR                 | 2,485,257                   | 0.09                |
| 92,930,205                                                                              | Ghana Government Bond 5% 02/10/2032              | GHA             | GHS                 | 2,450,560                   | 0.09                |
| 93,066,850                                                                              | Ghana Government Bond 5% 02/08/2033              | GHA             | GHS                 | 2,352,813                   | 0.09                |
| 93,025,329                                                                              | Ghana Government Bond 5% 02/07/2034              | GHA             | GHS                 | 2,282,914                   | 0.08                |
| 93,161,914                                                                              | Ghana Government Bond 5% 02/06/2035              | GHA             | GHS                 | 2,241,677                   | 0.08                |
| 93,298,599                                                                              | Ghana Government Bond 5% 02/05/2036              | GHA             | GHS                 | 2,218,692                   | 0.08                |
| 93,572,268                                                                              | Ghana Government Bond 5% 02/02/2038              | GHA             | GHS                 | 2,210,700                   | 0.08                |
| 93,435,383                                                                              | Ghana Government Bond 5% 02/03/2037              | GHA             | GHS                 | 2,209,447                   | 0.08                |
| 33,617,000,000                                                                          | Indonesia Government Bond 6.5% 02/15/2031        | IDN             | IDR                 | 1,989,705                   | 0.07                |
| 1,580,000                                                                               | Panama Government Bond 3.298% 01/19/2033         | PAN             | USD                 | 1,230,114                   | 0.05                |
| 4,346,000,000                                                                           | Colombia Government Bond 9.85% 06/28/2027        | COL             | COP                 | 1,009,254                   | 0.04                |
| 630,000                                                                                 | Panama Government Bond 6.7% 01/26/2036           | PAN             | USD                 | 612,913                     | 0.02                |
|                                                                                         |                                                  |                 |                     | <u>2,042,445,234</u>        | <u>74.88</u>        |
| <b>TOTAL BONDS</b>                                                                      |                                                  |                 |                     | <u>2,042,445,234</u>        | <u>74.88</u>        |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                                                  |                 |                     | <u>2,042,445,234</u>        | <u>74.88</u>        |
| TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                                                  |                 |                     |                             |                     |
| <b>BONDS</b>                                                                            |                                                  |                 |                     |                             |                     |
| <b>Government and Municipal Bonds</b>                                                   |                                                  |                 |                     |                             |                     |
| 295,000,000                                                                             | FHLB 0% 07/01/2024                               | USA             | USD                 | 294,872,167                 | 10.81               |
| 512,790,000                                                                             | Malaysia Government Bond 3.899% 11/16/2027       | MYS             | MYR                 | 109,888,307                 | 4.03                |
| 44,260,000                                                                              | Panama Government Bond 8% 03/01/2038             | PAN             | USD                 | 46,717,974                  | 1.71                |
| 138,520,000                                                                             | Malaysia Government Bond 3.882% 03/14/2025       | MYS             | MYR                 | 29,488,615                  | 1.08                |
| 112,350,000                                                                             | Malaysia Government Bond 3.582% 07/15/2032       | MYS             | MYR                 | 23,379,840                  | 0.86                |
| 93,910,000                                                                              | Malaysia Government Bond 4.059% 09/30/2024       | MYS             | MYR                 | 19,945,073                  | 0.73                |
| 74,120,000                                                                              | Malaysia Government Bond 4.498% 04/15/2030       | MYS             | MYR                 | 16,315,146                  | 0.60                |
| 60,770,000                                                                              | Malaysia Government Bond 4.181% 07/15/2024       | MYS             | MYR                 | 12,885,737                  | 0.47                |
| 50,980,000                                                                              | Malaysia Government Bond 3.9% 11/30/2026         | MYS             | MYR                 | 10,924,469                  | 0.40                |
| 23,250,000                                                                              | Malaysia Government Bond 3.502% 05/31/2027       | MYS             | MYR                 | 4,923,896                   | 0.18                |
| 21,880,000                                                                              | Malaysia Government Bond 3.955% 09/15/2025       | MYS             | MYR                 | 4,674,010                   | 0.17                |
| 13,880,000                                                                              | Malaysia Government Bond 3.892% 03/15/2027       | MYS             | MYR                 | 2,970,423                   | 0.11                |
| 9,810,000                                                                               | Malaysia Government Bond 3.733% 06/15/2028       | MYS             | MYR                 | 2,088,373                   | 0.08                |
|                                                                                         |                                                  |                 |                     | <u>579,074,030</u>          | <u>21.23</u>        |
| <b>TOTAL BONDS</b>                                                                      |                                                  |                 |                     | <u>579,074,030</u>          | <u>21.23</u>        |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                                                  |                 |                     | <u>579,074,030</u>          | <u>21.23</u>        |
| <b>TOTAL INVESTMENTS</b>                                                                |                                                  |                 |                     | <u><b>2,621,519,264</b></u> | <u><b>96.11</b></u> |

## Schedule of Investments, June 30, 2024

## Templeton Global Climate Change Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 4,247,977                         | Exide Industries Ltd.                                                     | IND             | INR                 | 26,842,335      | 2.02               |
| 1,556,391                         | Forvia SE                                                                 | FRA             | EUR                 | 17,340,392      | 1.31               |
|                                   |                                                                           |                 |                     | 44,182,727      | 3.33               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 3,042,847                         | Honda Motor Co. Ltd.                                                      | JPN             | JPY                 | 30,543,987      | 2.30               |
|                                   |                                                                           |                 |                     | 30,543,987      | 2.30               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 3,085,121                         | ING Groep NV                                                              | NLD             | EUR                 | 49,498,656      | 3.74               |
|                                   |                                                                           |                 |                     | 49,498,656      | 3.74               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 798,769                           | Cie de Saint-Gobain SA                                                    | FRA             | EUR                 | 58,007,916      | 4.38               |
| 221,951                           | Owens Corning                                                             | USA             | USD                 | 35,997,880      | 2.71               |
|                                   |                                                                           |                 |                     | 94,005,796      | 7.09               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 159,829                           | LG Chem Ltd.                                                              | KOR             | KRW                 | 37,091,906      | 2.80               |
| 381,830                           | Albemarle Corp.                                                           | USA             | USD                 | 34,051,352      | 2.57               |
|                                   |                                                                           |                 |                     | 71,143,258      | 5.37               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 817,760                           | SPIE SA                                                                   | FRA             | EUR                 | 27,664,974      | 2.09               |
|                                   |                                                                           |                 |                     | 27,664,974      | 2.09               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 5,257,774                         | Cadeler A/S                                                               | DNK             | NOK                 | 30,990,264      | 2.34               |
|                                   |                                                                           |                 |                     | 30,990,264      | 2.34               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 1,208,133                         | Smurfit Kappa Group plc                                                   | IRL             | GBP                 | 50,228,053      | 3.79               |
| 618,013                           | Crown Holdings, Inc.                                                      | USA             | USD                 | 42,922,219      | 3.24               |
| 816,203                           | Sealed Air Corp.                                                          | USA             | USD                 | 26,510,786      | 2.00               |
|                                   |                                                                           |                 |                     | 119,661,058     | 9.03               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 3,022,635                         | SSE plc                                                                   | GBR             | GBP                 | 63,733,229      | 4.81               |
| 1,089,586                         | Orsted A/S, Reg. S, 144A                                                  | DNK             | DKK                 | 54,046,042      | 4.08               |
| 794,043                           | Eversource Energy                                                         | USA             | USD                 | 42,041,061      | 3.17               |
|                                   |                                                                           |                 |                     | 159,820,332     | 12.06              |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 722,474                           | Prysmian SpA                                                              | ITA             | EUR                 | 41,648,415      | 3.14               |
| 1,304,854                         | Signify NV, Reg. S, 144A                                                  | USA             | EUR                 | 30,259,811      | 2.29               |
| 1,335,872                         | Vestas Wind Systems A/S                                                   | DNK             | DKK                 | 28,924,099      | 2.18               |
| 144,828                           | GE Vernova, Inc.                                                          | USA             | USD                 | 23,190,600      | 1.75               |
| 3,725,738                         | Shoals Technologies Group, Inc. 'A'                                       | USA             | USD                 | 21,705,355      | 1.64               |
|                                   |                                                                           |                 |                     | 145,728,280     | 11.00              |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 96,102                            | Samsung SDI Co. Ltd.                                                      | KOR             | KRW                 | 22,853,558      | 1.72               |
|                                   |                                                                           |                 |                     | 22,853,558      | 1.72               |
|                                   | <b>Independent Power and Renewable Electricity Producers</b>              |                 |                     |                 |                    |
| 22,587,403                        | NHPC Ltd.                                                                 | IND             | INR                 | 25,429,561      | 1.92               |
|                                   |                                                                           |                 |                     | 25,429,561      | 1.92               |
|                                   | <b>Interactive Media &amp; Services</b>                                   |                 |                     |                 |                    |
| 241,704                           | Alphabet, Inc. 'A'                                                        | USA             | USD                 | 41,103,898      | 3.10               |
|                                   |                                                                           |                 |                     | 41,103,898      | 3.10               |
|                                   | <b>Machinery</b>                                                          |                 |                     |                 |                    |
| 4,843,108                         | CNH Industrial NV                                                         | USA             | USD                 | 45,804,020      | 3.46               |
|                                   |                                                                           |                 |                     | 45,804,020      | 3.46               |
|                                   | <b>Metals &amp; Mining</b>                                                |                 |                     |                 |                    |
| 7,591,924                         | Norsk Hydro ASA                                                           | NOR             | NOK                 | 44,194,173      | 3.34               |
| 706,709                           | Antofagasta plc                                                           | CHL             | GBP                 | 17,535,493      | 1.32               |
|                                   |                                                                           |                 |                     | 61,729,666      | 4.66               |

**Templeton Global Climate Change Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value      | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|----------------------|--------------------|
|                                   | <b>Multi-Utilities</b>                                                                  |                 |                     |                      |                    |
| 1,396,579                         | Veolia Environnement SA                                                                 | FRA             | EUR                 | 39,060,204           | 2.95               |
|                                   |                                                                                         |                 |                     | 39,060,204           | 2.95               |
|                                   | <b>Paper &amp; Forest Products</b>                                                      |                 |                     |                      |                    |
| 18,800,800                        | Dexco SA                                                                                | BRA             | BRL                 | 20,597,341           | 1.55               |
|                                   |                                                                                         |                 |                     | 20,597,341           | 1.55               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                     |                 |                     |                      |                    |
| 1,254,232                         | Infineon Technologies AG                                                                | DEU             | EUR                 | 42,981,178           | 3.24               |
| 155,483                           | Taiwan Semiconductor Manufacturing Co. Ltd., ADR                                        | TWN             | USD                 | 25,230,605           | 1.90               |
| 179,255                           | Micron Technology, Inc.                                                                 | USA             | USD                 | 22,012,334           | 1.66               |
| 724,017                           | Taiwan Semiconductor Manufacturing Co. Ltd.                                             | TWN             | TWD                 | 19,986,633           | 1.51               |
| 85,521                            | First Solar, Inc.                                                                       | USA             | USD                 | 18,001,648           | 1.36               |
| 612,779                           | SolarEdge Technologies, Inc.                                                            | USA             | USD                 | 14,451,310           | 1.09               |
|                                   |                                                                                         |                 |                     | 142,663,708          | 10.76              |
|                                   | <b>Software</b>                                                                         |                 |                     |                      |                    |
| 88,151                            | Microsoft Corp.                                                                         | USA             | USD                 | 36,783,765           | 2.78               |
|                                   |                                                                                         |                 |                     | 36,783,765           | 2.78               |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b>                                   |                 |                     |                      |                    |
| 647,817                           | Samsung Electronics Co. Ltd.                                                            | KOR             | KRW                 | 35,506,792           | 2.68               |
|                                   |                                                                                         |                 |                     | 35,506,792           | 2.68               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 1,244,771,845        | 93.93              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 1,244,771,845        | 93.93              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <b>1,244,771,845</b> | <b>93.93</b>       |

## Schedule of Investments, June 30, 2024

## Templeton Global Equity Income Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 120,576                           | BAE Systems plc                                                           | GBR             | GBP                 | 2,008,470       | 3.23               |
|                                   |                                                                           |                 |                     | 2,008,470       | 3.23               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 16,119                            | JPMorgan Chase & Co.                                                      | USA             | USD                 | 3,260,229       | 5.24               |
| 2,805,129                         | Lloyds Banking Group plc                                                  | GBR             | GBP                 | 1,934,818       | 3.11               |
| 21,215                            | Wells Fargo & Co.                                                         | USA             | USD                 | 1,259,959       | 2.03               |
|                                   |                                                                           |                 |                     | 6,455,006       | 10.38              |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 14,419                            | Amazon.com, Inc.                                                          | USA             | USD                 | 2,786,472       | 4.48               |
|                                   |                                                                           |                 |                     | 2,786,472       | 4.48               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 19,767                            | DuPont de Nemours, Inc.                                                   | USA             | USD                 | 1,591,046       | 2.56               |
|                                   |                                                                           |                 |                     | 1,591,046       | 2.56               |
|                                   | <b>Communications Equipment</b>                                           |                 |                     |                 |                    |
| 27,156                            | Ciena Corp.                                                               | USA             | USD                 | 1,308,376       | 2.10               |
|                                   |                                                                           |                 |                     | 1,308,376       | 2.10               |
|                                   | <b>Construction &amp; Engineering</b>                                     |                 |                     |                 |                    |
| 3,807                             | Quanta Services, Inc.                                                     | USA             | USD                 | 967,321         | 1.56               |
|                                   |                                                                           |                 |                     | 967,321         | 1.56               |
|                                   | <b>Consumer Finance</b>                                                   |                 |                     |                 |                    |
| 7,051                             | American Express Co.                                                      | USA             | USD                 | 1,632,659       | 2.63               |
|                                   |                                                                           |                 |                     | 1,632,659       | 2.63               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 9,381                             | Target Corp.                                                              | USA             | USD                 | 1,388,763       | 2.23               |
|                                   |                                                                           |                 |                     | 1,388,763       | 2.23               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 20,211                            | Crown Holdings, Inc.                                                      | USA             | USD                 | 1,503,496       | 2.42               |
|                                   |                                                                           |                 |                     | 1,503,496       | 2.42               |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 38,849                            | Deutsche Telekom AG                                                       | DEU             | EUR                 | 976,626         | 1.57               |
|                                   |                                                                           |                 |                     | 976,626         | 1.57               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 21,181                            | Southern Co. (The)                                                        | USA             | USD                 | 1,643,010       | 2.64               |
| 53,823                            | PG&E Corp.                                                                | USA             | USD                 | 939,750         | 1.51               |
|                                   |                                                                           |                 |                     | 2,582,760       | 4.15               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 13,372                            | Fidelity National Information Services, Inc.                              | USA             | USD                 | 1,007,714       | 1.62               |
|                                   |                                                                           |                 |                     | 1,007,714       | 1.62               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 22,873                            | Danone SA                                                                 | FRA             | EUR                 | 1,401,163       | 2.25               |
|                                   |                                                                           |                 |                     | 1,401,163       | 2.25               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 18,343                            | Medtronic plc                                                             | USA             | USD                 | 1,443,778       | 2.32               |
| 7,384                             | Zimmer Biomet Holdings, Inc.                                              | USA             | USD                 | 801,385         | 1.29               |
| 23,083                            | Baxter International, Inc.                                                | USA             | USD                 | 772,126         | 1.24               |
|                                   |                                                                           |                 |                     | 3,017,289       | 4.85               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 5,021                             | UnitedHealth Group, Inc.                                                  | USA             | USD                 | 2,556,994       | 4.11               |
| 2,870                             | HCA Healthcare, Inc.                                                      | USA             | USD                 | 922,074         | 1.49               |
| 13,694                            | Fresenius Medical Care AG                                                 | DEU             | EUR                 | 523,414         | 0.84               |
|                                   |                                                                           |                 |                     | 4,002,482       | 6.44               |
|                                   | <b>Hotels, Restaurants &amp; Leisure</b>                                  |                 |                     |                 |                    |
| 22,034                            | Yum China Holdings, Inc.                                                  | CHN             | USD                 | 679,529         | 1.09               |
| 538,149                           | TravelSky Technology Ltd. 'H'                                             | CHN             | HKD                 | 629,224         | 1.01               |
|                                   |                                                                           |                 |                     | 1,308,753       | 2.10               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 110,860                           | Hitachi Ltd.                                                              | JPN             | JPY                 | 2,496,548       | 4.01               |
|                                   |                                                                           |                 |                     | 2,496,548       | 4.01               |

**Templeton Global Equity Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                   | Description                                         | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------------------------------------|-----------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Insurance</b>                                                                    |                                                     |                 |                     |                 |                    |
| 5,698                                                                               | Allstate Corp. (The)                                | USA             | USD                 | 909,743         | 1.46               |
|                                                                                     |                                                     |                 |                     | 909,743         | 1.46               |
| <b>Interactive Media &amp; Services</b>                                             |                                                     |                 |                     |                 |                    |
| 13,200                                                                              | Alphabet, Inc. 'A'                                  | USA             | USD                 | 2,404,380       | 3.87               |
| 4,233                                                                               | Meta Platforms, Inc. 'A'                            | USA             | USD                 | 2,134,363       | 3.43               |
|                                                                                     |                                                     |                 |                     | 4,538,743       | 7.30               |
| <b>Life Sciences Tools &amp; Services</b>                                           |                                                     |                 |                     |                 |                    |
| 2,761                                                                               | ICON plc                                            | USA             | USD                 | 865,491         | 1.39               |
|                                                                                     |                                                     |                 |                     | 865,491         | 1.39               |
| <b>Oil, Gas &amp; Consumable Fuels</b>                                              |                                                     |                 |                     |                 |                    |
| 59,889                                                                              | Shell plc                                           | USA             | GBP                 | 2,148,184       | 3.46               |
| 328,875                                                                             | BP plc                                              | USA             | GBP                 | 1,980,161       | 3.18               |
|                                                                                     |                                                     |                 |                     | 4,128,345       | 6.64               |
| <b>Pharmaceuticals</b>                                                              |                                                     |                 |                     |                 |                    |
| 15,728                                                                              | AstraZeneca plc                                     | GBR             | GBP                 | 2,447,893       | 3.93               |
| 14,373                                                                              | Sanofi SA                                           | USA             | EUR                 | 1,386,371       | 2.23               |
|                                                                                     |                                                     |                 |                     | 3,834,264       | 6.16               |
| <b>Semiconductors &amp; Semiconductor Equipment</b>                                 |                                                     |                 |                     |                 |                    |
| 86,978                                                                              | Taiwan Semiconductor Manufacturing Co. Ltd.         | TWN             | TWD                 | 2,571,759       | 4.14               |
| 4,014                                                                               | NXP Semiconductors NV                               | CHN             | USD                 | 1,080,127       | 1.74               |
| 23,276                                                                              | Infineon Technologies AG                            | DEU             | EUR                 | 854,356         | 1.37               |
|                                                                                     |                                                     |                 |                     | 4,506,242       | 7.25               |
| <b>Software</b>                                                                     |                                                     |                 |                     |                 |                    |
| 4,781                                                                               | Salesforce, Inc.                                    | USA             | USD                 | 1,229,195       | 1.98               |
|                                                                                     |                                                     |                 |                     | 1,229,195       | 1.98               |
| <b>Specialty Retail</b>                                                             |                                                     |                 |                     |                 |                    |
| 867,801                                                                             | Topsports International Holdings Ltd., Reg. S, 144A | CHN             | HKD                 | 460,803         | 0.74               |
|                                                                                     |                                                     |                 |                     | 460,803         | 0.74               |
| <b>Technology Hardware, Storage &amp; Peripherals</b>                               |                                                     |                 |                     |                 |                    |
| 28,397                                                                              | Samsung Electronics Co. Ltd.                        | KOR             | KRW                 | 1,667,099       | 2.68               |
| 759,167                                                                             | Lenovo Group Ltd.                                   | CHN             | HKD                 | 1,065,413       | 1.71               |
|                                                                                     |                                                     |                 |                     | 2,732,512       | 4.39               |
| <b>Tobacco</b>                                                                      |                                                     |                 |                     |                 |                    |
| 71,302                                                                              | Imperial Brands plc                                 | GBR             | GBP                 | 1,824,607       | 2.93               |
|                                                                                     |                                                     |                 |                     | 1,824,607       | 2.93               |
| <b>TOTAL SHARES</b>                                                                 |                                                     |                 |                     | 61,464,889      | 98.82              |
| <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b> |                                                     |                 |                     | 61,464,889      | 98.82              |
| <b>TOTAL INVESTMENTS</b>                                                            |                                                     |                 |                     | 61,464,889      | 98.82              |



## Schedule of Investments, June 30, 2024

## Templeton Global Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 1,647,453                         | Honda Motor Co. Ltd.                                                      | JPN             | JPY                 | 17,712,860      | 2.99               |
|                                   |                                                                           |                 |                     | 17,712,860      | 2.99               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 21,905,384                        | Lloyds Banking Group plc                                                  | GBR             | GBP                 | 15,109,086      | 2.55               |
| 58,633                            | PNC Financial Services Group, Inc. (The)                                  | USA             | USD                 | 9,116,259       | 1.54               |
| 57,958                            | Royal Bank of Canada                                                      | CAN             | CAD                 | 6,169,846       | 1.04               |
|                                   |                                                                           |                 |                     | 30,395,191      | 5.13               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 65,330                            | Amazon.com, Inc.                                                          | USA             | USD                 | 12,625,022      | 2.13               |
|                                   |                                                                           |                 |                     | 12,625,022      | 2.13               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 188,738                           | Cie de Saint-Gobain SA                                                    | FRA             | EUR                 | 14,680,992      | 2.48               |
|                                   |                                                                           |                 |                     | 14,680,992      | 2.48               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 86,734                            | Intercontinental Exchange, Inc.                                           | USA             | USD                 | 11,873,017      | 2.01               |
|                                   |                                                                           |                 |                     | 11,873,017      | 2.01               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 98,194                            | Albemarle Corp.                                                           | USA             | USD                 | 9,379,491       | 1.58               |
|                                   |                                                                           |                 |                     | 9,379,491       | 1.58               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 202,329                           | CRH plc                                                                   | USA             | GBP                 | 14,994,026      | 2.53               |
|                                   |                                                                           |                 |                     | 14,994,026      | 2.53               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 677,295                           | Signify NV, Reg. S, 144A                                                  | USA             | EUR                 | 16,823,338      | 2.84               |
| 59,421                            | GE Vernova, Inc.                                                          | USA             | USD                 | 10,191,296      | 1.72               |
|                                   |                                                                           |                 |                     | 27,014,634      | 4.56               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 102,405                           | Walt Disney Co. (The)                                                     | USA             | USD                 | 10,167,792      | 1.72               |
|                                   |                                                                           |                 |                     | 10,167,792      | 1.72               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 42,713                            | Visa, Inc. 'A'                                                            | USA             | USD                 | 11,210,881      | 1.89               |
|                                   |                                                                           |                 |                     | 11,210,881      | 1.89               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 140,889                           | Danone SA                                                                 | FRA             | EUR                 | 8,630,630       | 1.46               |
|                                   |                                                                           |                 |                     | 8,630,630       | 1.46               |
|                                   | <b>Ground Transportation</b>                                              |                 |                     |                 |                    |
| 39,114                            | Union Pacific Corp.                                                       | USA             | USD                 | 8,849,934       | 1.50               |
|                                   |                                                                           |                 |                     | 8,849,934       | 1.50               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 163,367                           | Zimmer Biomet Holdings, Inc.                                              | USA             | USD                 | 17,730,220      | 3.00               |
|                                   |                                                                           |                 |                     | 17,730,220      | 3.00               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 49,878                            | UnitedHealth Group, Inc.                                                  | USA             | USD                 | 25,400,870      | 4.29               |
| 70,964                            | HCA Healthcare, Inc.                                                      | USA             | USD                 | 22,799,314      | 3.85               |
|                                   |                                                                           |                 |                     | 48,200,184      | 8.14               |
|                                   | <b>Household Durables</b>                                                 |                 |                     |                 |                    |
| 841,676                           | Persimmon plc                                                             | GBR             | GBP                 | 14,283,219      | 2.41               |
|                                   |                                                                           |                 |                     | 14,283,219      | 2.41               |
|                                   | <b>Interactive Media &amp; Services</b>                                   |                 |                     |                 |                    |
| 157,112                           | Alphabet, Inc. 'A'                                                        | USA             | USD                 | 28,617,951      | 4.83               |
|                                   |                                                                           |                 |                     | 28,617,951      | 4.83               |
|                                   | <b>Life Sciences Tools &amp; Services</b>                                 |                 |                     |                 |                    |
| 59,463                            | ICON plc                                                                  | USA             | USD                 | 18,639,867      | 3.15               |
| 26,824                            | Thermo Fisher Scientific, Inc.                                            | USA             | USD                 | 14,833,672      | 2.50               |
|                                   |                                                                           |                 |                     | 33,473,539      | 5.65               |
|                                   | <b>Machinery</b>                                                          |                 |                     |                 |                    |
| 1,234,563                         | CNH Industrial NV                                                         | USA             | USD                 | 12,506,123      | 2.11               |
|                                   |                                                                           |                 |                     | 12,506,123      | 2.11               |

**Templeton Global Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
|                                   | <b>Metals &amp; Mining</b>                                                              |                 |                     |                    |                    |
| 416,120                           | Freeport-McMoRan, Inc.                                                                  | USA             | USD                 | 20,223,432         | 3.42               |
| 1,357,117                         | Norsk Hydro ASA                                                                         | NOR             | NOK                 | 8,461,755          | 1.43               |
|                                   |                                                                                         |                 |                     | 28,685,187         | 4.85               |
|                                   | <b>Multi-Utilities</b>                                                                  |                 |                     |                    |                    |
| 674,843                           | Veolia Environnement SA                                                                 | FRA             | EUR                 | 20,216,304         | 3.42               |
|                                   |                                                                                         |                 |                     | 20,216,304         | 3.42               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                                  |                 |                     |                    |                    |
| 2,211,333                         | BP plc                                                                                  | USA             | GBP                 | 13,314,469         | 2.25               |
|                                   |                                                                                         |                 |                     | 13,314,469         | 2.25               |
|                                   | <b>Pharmaceuticals</b>                                                                  |                 |                     |                    |                    |
| 119,454                           | AstraZeneca plc                                                                         | GBR             | GBP                 | 18,591,727         | 3.14               |
|                                   |                                                                                         |                 |                     | 18,591,727         | 3.14               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>                                     |                 |                     |                    |                    |
| 930,731                           | Taiwan Semiconductor Manufacturing Co. Ltd.                                             | TWN             | TWD                 | 27,519,786         | 4.65               |
| 144,300                           | Micron Technology, Inc.                                                                 | USA             | USD                 | 18,979,779         | 3.21               |
| 437,978                           | Infineon Technologies AG                                                                | DEU             | EUR                 | 16,076,175         | 2.71               |
| 46,700                            | NXP Semiconductors NV                                                                   | CHN             | USD                 | 12,566,503         | 2.12               |
|                                   |                                                                                         |                 |                     | 75,142,243         | 12.69              |
|                                   | <b>Software</b>                                                                         |                 |                     |                    |                    |
| 43,237                            | Microsoft Corp.                                                                         | USA             | USD                 | 19,324,777         | 3.26               |
| 61,128                            | SAP SE                                                                                  | DEU             | EUR                 | 12,280,842         | 2.08               |
|                                   |                                                                                         |                 |                     | 31,605,619         | 5.34               |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b>                                   |                 |                     |                    |                    |
| 370,667                           | Samsung Electronics Co. Ltd.                                                            | KOR             | KRW                 | 21,760,707         | 3.68               |
|                                   |                                                                                         |                 |                     | 21,760,707         | 3.68               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                    |                    |
| 926,249                           | Li Ning Co. Ltd.                                                                        | CHN             | HKD                 | 1,996,009          | 0.34               |
|                                   |                                                                                         |                 |                     | 1,996,009          | 0.34               |
|                                   | <b>Wireless Telecommunication Services</b>                                              |                 |                     |                    |                    |
| 112,816                           | T-Mobile US, Inc.                                                                       | USA             | USD                 | 19,875,923         | 3.36               |
|                                   |                                                                                         |                 |                     | 19,875,923         | 3.36               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 563,533,894        | 95.19              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 563,533,894        | 95.19              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <b>563,533,894</b> | <b>95.19</b>       |

## Schedule of Investments, June 30, 2024

## Templeton Global High Yield Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Metals &amp; Mining</b>                                                |                 |                     |                 |                    |
| 164,566                           | Petra Diamonds Ltd.                                                       | ZAF             | GBP                 | 83,422          | 0.10               |
|                                   |                                                                           |                 |                     | 83,422          | 0.10               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 28                                | California Resources Corp.                                                | USA             | USD                 | 1,490           | —                  |
| 175                               | Amplify Energy Corp.                                                      | USA             | USD                 | 1,187           | —                  |
|                                   |                                                                           |                 |                     | 2,677           | —                  |
|                                   | <b>TOTAL SHARES</b>                                                       |                 |                     | 86,099          | 0.10               |
|                                   | <b>WARRANTS</b>                                                           |                 |                     |                 |                    |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 64                                | California Resources Corp. 10/27/2024                                     | USA             | USD                 | 1,142           | —                  |
|                                   |                                                                           |                 |                     | 1,142           | —                  |
|                                   | <b>TOTAL WARRANTS</b>                                                     |                 |                     | 1,142           | —                  |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                    |                 |                     |                 |                    |
| 500,000                           | Celanese US Holdings LLC 6.33% 07/15/2029                                 | USA             | USD                 | 514,541         | 0.58               |
| 500,000                           | Jaguar Land Rover Automotive plc, 144A 5.5% 07/15/2029                    | GBR             | USD                 | 479,757         | 0.54               |
| 400,000                           | Harbour Energy plc, 144A 5.5% 10/15/2026                                  | GBR             | USD                 | 392,467         | 0.44               |
| 300,000                           | Trivium Packaging Finance BV, 144A 5.5% 08/15/2026                        | NLD             | USD                 | 294,259         | 0.33               |
| 300,000                           | EnLink Midstream LLC 5.375% 06/01/2029                                    | USA             | USD                 | 293,161         | 0.33               |
| 386,673                           | Petra Diamonds US Treasury plc, 144A 9.75% 03/08/2026                     | ZAF             | USD                 | 272,604         | 0.31               |
| 300,000                           | Centene Corp. 2.5% 03/01/2031                                             | USA             | USD                 | 246,428         | 0.28               |
| 200,000                           | Vital Energy, Inc. 9.75% 10/15/2030                                       | USA             | USD                 | 218,558         | 0.25               |
| 200,000                           | ATI, Inc. 7.25% 08/15/2030                                                | USA             | USD                 | 206,734         | 0.23               |
| 200,000                           | Hillenbrand, Inc. 6.25% 02/15/2029                                        | USA             | USD                 | 201,209         | 0.23               |
| 200,000                           | OneMain Finance Corp. 6.625% 01/15/2028                                   | USA             | USD                 | 200,907         | 0.23               |
| 200,000                           | Ashtead Capital, Inc., 144A 4% 05/01/2028                                 | GBR             | USD                 | 189,059         | 0.21               |
| 200,000                           | OneMain Finance Corp. 5.375% 11/15/2029                                   | USA             | USD                 | 187,725         | 0.21               |
| 200,000                           | MPT Operating Partnership LP 5.25% 08/01/2026                             | USA             | USD                 | 181,919         | 0.20               |
| 200,000                           | Consolidated Energy Finance SA, 144A 5.625% 10/15/2028                    | CHE             | USD                 | 170,220         | 0.19               |
| 100,000                           | OneMain Finance Corp. 9% 01/15/2029                                       | USA             | USD                 | 105,597         | 0.12               |
| 100,000                           | Regal Rexnord Corp. 6.4% 04/15/2033                                       | USA             | USD                 | 102,379         | 0.12               |
| 100,000                           | Regal Rexnord Corp. 6.3% 02/15/2030                                       | USA             | USD                 | 102,279         | 0.12               |
|                                   |                                                                           |                 |                     | 4,359,803       | 4.92               |
|                                   | <b>Government and Municipal Bonds</b>                                     |                 |                     |                 |                    |
| 237,000,000                       | India Government Bond 5.77% 08/03/2030                                    | IND             | INR                 | 2,667,906       | 3.01               |
| 3,906,500                         | Ecuador Government Bond, Reg. S 3.5% 07/31/2035                           | ECU             | USD                 | 1,953,845       | 2.20               |
| 106,075,000                       | Egypt Treasury Bill 0% 03/18/2025                                         | EGY             | EGP                 | 1,871,176       | 2.11               |
| 77,700,000                        | Egypt Treasury Bill 0% 03/04/2025                                         | EGY             | EGP                 | 1,382,245       | 1.56               |
| 108,540,000                       | India Government Bond 7.18% 08/14/2033                                    | IND             | INR                 | 1,313,870       | 1.48               |
| 29,510,000                        | South Africa Government Bond 9% 01/31/2040                                | ZAF             | ZAR                 | 1,279,155       | 1.44               |
| 7,685,000                         | Brazil Notas do Tesouro Nacional 10% 01/01/2031                           | BRA             | BRL                 | 1,244,129       | 1.40               |
| 1,220,000                         | Kenya Government Bond, Reg. S 9.75% 02/16/2031                            | KEN             | USD                 | 1,171,255       | 1.32               |
| 1,300,000                         | Dominican Republic Government Bond, Reg. S 5.875% 01/30/2060              | DOM             | USD                 | 1,106,212       | 1.25               |
| 17,474,000,000                    | Indonesia Government Bond 7% 02/15/2033                                   | IDN             | IDR                 | 1,062,633       | 1.20               |
| 5,441,000                         | Notas do Tesouro Nacional 10% 01/01/2029                                  | BRA             | BRL                 | 907,696         | 1.02               |
| 1,426,000                         | Ecuador Government Bond, Reg. S 6% 07/31/2030                             | ECU             | USD                 | 906,791         | 1.02               |
| 30,304,655                        | Uruguay Government Bond 3.875% 07/02/2040                                 | URY             | UYU                 | 817,592         | 0.92               |
| 3,043,000,000                     | Uganda Government Bond 16% 05/14/2037                                     | UGA             | UGX                 | 797,058         | 0.90               |
| 9,900,000,000                     | Uzbekistan Government Bond, Reg. S 14% 07/19/2024                         | UZB             | UZS                 | 794,248         | 0.90               |
| 1,090,000                         | Romania Government Bond, Reg. S 2.875% 04/13/2042                         | ROU             | EUR                 | 761,344         | 0.86               |
| 850,000                           | Dominican Republic Government Bond, Reg. S 5.3% 01/21/2041                | DOM             | USD                 | 723,291         | 0.82               |
| 4,210,000                         | Brazil Notas do Tesouro Nacional 10% 01/01/2033                           | BRA             | BRL                 | 669,645         | 0.76               |
| 261,400,000                       | Kazakhstan Government Bond 15.3% 03/03/2029                               | KAZ             | KZT                 | 599,148         | 0.68               |
| 630,000                           | Benin Government Bond, Reg. S 4.875% 01/19/2032                           | BEN             | EUR                 | 566,976         | 0.64               |
| 3,070,000                         | Brazil Notas do Tesouro Nacional 10% 01/01/2027                           | BRA             | BRL                 | 529,245         | 0.60               |
| 11,070,000                        | Mexican Bonos Desarr Fixed Rate 7.5% 05/26/2033                           | MEX             | MXN                 | 521,235         | 0.59               |
| 600,000                           | Mongolia Government Bond, Reg. S 4.45% 07/07/2031                         | MNG             | USD                 | 506,700         | 0.57               |
| 500,000                           | Mongolia Government Bond, Reg. S 3.5% 07/07/2027                          | MNG             | USD                 | 450,750         | 0.51               |
| 10,110,000                        | Mexican Bonos Desarr Fixed Rate 7.75% 11/13/2042                          | MEX             | MXN                 | 445,658         | 0.50               |
| 450,000                           | Gabon Government Bond, Reg. S 6.95% 06/16/2025                            | GAB             | USD                 | 413,547         | 0.47               |

**Templeton Global High Yield Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 410,000                           | Panama Government Bond 6.875% 01/31/2036                                                | PAN             | USD                 | 401,387         | 0.45               |
| 400,000                           | Panama Government Bond 6.7% 01/26/2036                                                  | PAN             | USD                 | 389,151         | 0.44               |
| 7,930,000                         | Mexican Bonos Desarr Fixed Rate 7.75% 11/23/2034                                        | MEX             | MXN                 | 373,378         | 0.42               |
| 6,920,000                         | South Africa Government Bond 8.875% 02/28/2035                                          | ZAF             | ZAR                 | 322,035         | 0.36               |
| 1,261,000,000                     | Uganda Government Bond 14.375% 02/03/2033                                               | UGA             | UGX                 | 316,553         | 0.36               |
| 400,000                           | Egypt Government Bond, Reg. S 8.5% 01/31/2047                                           | EGY             | USD                 | 297,409         | 0.34               |
| 142,300,000                       | Kazakhstan Government Bond 12% 03/07/2030                                               | KAZ             | KZT                 | 291,163         | 0.33               |
| 300,000                           | Dominican Republic Government Bond, Reg. S 6.4% 06/05/2049                              | DOM             | USD                 | 281,868         | 0.32               |
| 400,000                           | Egypt Government Bond, Reg. S 7.5% 02/16/2061                                           | EGY             | USD                 | 269,056         | 0.30               |
| 310,000                           | Benin Government Bond, Reg. S 6.875% 01/19/2052                                         | BEN             | EUR                 | 262,632         | 0.30               |
| 130,000,000                       | Kazakhstan Government Bond 10.4% 04/12/2028                                             | KAZ             | KZT                 | 256,198         | 0.29               |
| 5,360,000                         | South Africa Government Bond 8.5% 01/31/2037                                            | ZAF             | ZAR                 | 231,881         | 0.26               |
| 4,700,000                         | Mexican Bonos Desarr Fixed Rate 8.5% 11/18/2038                                         | MEX             | MXN                 | 227,889         | 0.26               |
| 111,900,000                       | Kazakhstan Government Bond 10.55% 07/28/2029                                            | KAZ             | KZT                 | 217,420         | 0.25               |
| 112,900,000                       | Kazakhstan Government Bond 5.49% 03/27/2027                                             | KAZ             | KZT                 | 200,495         | 0.23               |
| 200,000                           | Panama Government Bond 6.4% 02/14/2035                                                  | PAN             | USD                 | 189,976         | 0.21               |
| 90,600,000                        | Kazakhstan Government Bond 11% 02/04/2030                                               | KAZ             | KZT                 | 178,893         | 0.20               |
| 91,200,000                        | Kazakhstan Government Bond 10.3% 03/17/2031                                             | KAZ             | KZT                 | 172,209         | 0.19               |
| 200,000                           | Benin Government Bond, Reg. S 4.95% 01/22/2035                                          | BEN             | EUR                 | 169,919         | 0.19               |
| 200,000                           | Egypt Government Bond, Reg. S 8.875% 05/29/2050                                         | EGY             | USD                 | 152,740         | 0.17               |
| 200,000                           | Egypt Government Bond, Reg. S 8.75% 09/30/2051                                          | EGY             | USD                 | 151,094         | 0.17               |
| 200,000                           | Egypt Government Bond, Reg. S 8.7% 03/01/2049                                           | EGY             | USD                 | 150,797         | 0.17               |
| 210,000                           | Romania Government Bond, Reg. S 2.75% 04/14/2041                                        | ROU             | EUR                 | 146,464         | 0.17               |
| 200,000                           | Egypt Government Bond, Reg. S 7.903% 02/21/2048                                         | EGY             | USD                 | 141,015         | 0.16               |
| 2,560,000                         | Mexican Bonos Desarr Fixed Rate 10% 11/20/2036                                          | MEX             | MXN                 | 140,994         | 0.16               |
| 59,800,000                        | Kazakhstan Government Bond 14% 05/12/2031                                               | KAZ             | KZT                 | 133,824         | 0.15               |
| 140,000                           | Romania Government Bond, Reg. S 1.75% 07/13/2030                                        | ROU             | EUR                 | 122,682         | 0.14               |
| 200,000                           | Sri Lanka Government Bond, Reg. S 7.85% 03/14/2029 <sup>s</sup>                         | LKA             | USD                 | 119,100         | 0.14               |
| 200,000                           | Sri Lanka Government Bond, Reg. S 6.75% 04/18/2028 <sup>s</sup>                         | LKA             | USD                 | 118,090         | 0.13               |
| 428,000,000                       | Uganda Government Bond 16% 11/14/2030                                                   | UGA             | UGX                 | 117,916         | 0.13               |
| 65,300,000                        | Kazakhstan Government Bond 7.68% 08/13/2029                                             | KAZ             | KZT                 | 113,365         | 0.13               |
| 2,268,921                         | Ghana Government Bond 5% 02/16/2027                                                     | GHA             | GHS                 | 95,745          | 0.11               |
| 2,272,269                         | Ghana Government Bond 5% 02/15/2028                                                     | GHA             | GHS                 | 83,419          | 0.09               |
| 42,300,000                        | Kazakhstan Government Bond 9% 07/03/2027                                                | KAZ             | KZT                 | 81,419          | 0.09               |
| 45,000,000                        | Kazakhstan Government Bond 5.5% 09/20/2028                                              | KAZ             | KZT                 | 73,872          | 0.08               |
| 2,186,427                         | Ghana Government Bond 5% 02/13/2029                                                     | GHA             | GHS                 | 71,414          | 0.08               |
| 2,189,649                         | Ghana Government Bond 5% 02/12/2030                                                     | GHA             | GHS                 | 65,861          | 0.07               |
| 2,088,377                         | Ghana Government Bond 5% 02/11/2031                                                     | GHA             | GHS                 | 58,196          | 0.07               |
| 2,091,450                         | Ghana Government Bond 5% 02/10/2032                                                     | GHA             | GHS                 | 55,151          | 0.06               |
| 2,094,525                         | Ghana Government Bond 5% 02/08/2033                                                     | GHA             | GHS                 | 52,951          | 0.06               |
| 1,000,000                         | Mexican Bonos Desarr Fixed Rate 8.5% 05/31/2029                                         | MEX             | MXN                 | 51,490          | 0.06               |
| 18,500,000                        | Kazakhstan Government Bond 10.67% 01/21/2026                                            | KAZ             | KZT                 | 37,672          | 0.04               |
| 575,000,000                       | Indonesia Government Bond 7% 09/15/2030                                                 | IDN             | IDR                 | 35,135          | 0.04               |
| 500,000,000                       | Indonesia Government Bond 6.375% 04/15/2032                                             | IDN             | IDR                 | 29,412          | 0.03               |
| 839,668                           | Ghana Government Bond 5% 02/07/2034                                                     | GHA             | GHS                 | 20,606          | 0.02               |
| 840,900                           | Ghana Government Bond 5% 02/06/2035                                                     | GHA             | GHS                 | 20,234          | 0.02               |
| 842,134                           | Ghana Government Bond 5% 02/05/2036                                                     | GHA             | GHS                 | 20,026          | 0.02               |
| 844,605                           | Ghana Government Bond 5% 02/02/2038                                                     | GHA             | GHS                 | 19,954          | 0.02               |
| 843,369                           | Ghana Government Bond 5% 02/03/2037                                                     | GHA             | GHS                 | 19,943          | 0.02               |
| 178,000,000                       | Indonesia Government Bond 6.5% 02/15/2031                                               | IDN             | IDR                 | 10,535          | 0.01               |
| 36,000,000                        | Uganda Government Bond 17% 04/03/2031                                                   | UGA             | UGX                 | 10,320          | 0.01               |
| 137,000,000                       | Indonesia Government Bond 8.75% 05/15/2031                                              | IDN             | IDR                 | 9,147           | 0.01               |
| 33,000,000                        | Uganda Government Bond 14.25% 08/23/2029                                                | UGA             | UGX                 | 8,604           | 0.01               |
| 3,100,000                         | Kazakhstan Government Bond 15.35% 11/18/2027                                            | KAZ             | KZT                 | 6,958           | 0.01               |
|                                   |                                                                                         |                 |                     | 33,059,007      | 37.28              |
|                                   | <b>Supranational</b>                                                                    |                 |                     |                 |                    |
| 3,778,000,000                     | Asian Development Bank 11.2% 01/31/2025                                                 | SP              | COP                 | 907,973         | 1.02               |
|                                   |                                                                                         |                 |                     | 907,973         | 1.02               |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 38,326,783      | 43.22              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 38,414,024      | 43.32              |

**Templeton Global High Yield Fund (continued)**

(Currency - USD)

| Number of shares<br>or face value | Description                                                            | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET        |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                          |                 |                     |                 |                    |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                 |                 |                     |                 |                    |
| 14,398                            | Birch Permian Holdings, Inc.                                           | USA             | USD                 | 122,563         | 0.14               |
| 1,847                             | Birch Permian Holdings, Inc.                                           | USA             | USD                 | 15,722          | 0.01               |
|                                   |                                                                        |                 |                     | <u>138,285</u>  | <u>0.15</u>        |
|                                   | <b>TOTAL SHARES</b>                                                    |                 |                     | <u>138,285</u>  | <u>0.15</u>        |
|                                   | <b>BONDS</b>                                                           |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                 |                 |                     |                 |                    |
| 600,000                           | Mauser Packaging Solutions Holding Co., 144A 9.25% 04/15/2027          | USA             | USD                 | 601,123         | 0.68               |
| 600,000                           | GPD Cos., Inc., 144A 10.125% 04/01/2026                                | USA             | USD                 | 574,188         | 0.65               |
| 500,000                           | Martin Midstream Partners LP, 144A 11.5% 02/15/2028                    | USA             | USD                 | 541,205         | 0.61               |
| 500,000                           | Talen Energy Supply LLC, 144A 8.625% 06/01/2030                        | USA             | USD                 | 533,515         | 0.60               |
| 500,000                           | Chesapeake Energy Corp., 144A 6.75% 04/15/2029                         | USA             | USD                 | 501,391         | 0.57               |
| 500,000                           | Carnival Corp., 144A 5.75% 03/01/2027                                  | USA             | USD                 | 494,274         | 0.56               |
| 500,000                           | Kedrion SpA, 144A 6.5% 09/01/2029                                      | ITA             | USD                 | 458,969         | 0.52               |
| 400,000                           | Smyrna Ready Mix Concrete LLC, 144A 8.875% 11/15/2031                  | USA             | USD                 | 424,794         | 0.48               |
| 400,000                           | Wynn Resorts Finance LLC, 144A 7.125% 02/15/2031                       | USA             | USD                 | 415,041         | 0.47               |
| 400,000                           | EMRLD Borrower LP, 144A 6.625% 12/15/2030                              | USA             | USD                 | 403,621         | 0.46               |
| 400,000                           | Illuminate Buyer LLC, 144A 9% 07/01/2028                               | USA             | USD                 | 403,608         | 0.46               |
| 400,000                           | 1011778 BC ULC, 144A 6.125% 06/15/2029                                 | CAN             | USD                 | 401,744         | 0.45               |
| 400,000                           | Fortrea Holdings, Inc., 144A 7.5% 07/01/2030                           | USA             | USD                 | 397,935         | 0.45               |
| 400,000                           | Antero Resources Corp., 144A 5.375% 03/01/2030                         | USA             | USD                 | 387,351         | 0.44               |
| 400,000                           | Pactiv Evergreen Group Issuer, Inc., 144A 4% 10/15/2027                | USA             | USD                 | 375,028         | 0.42               |
| 400,000                           | Goodyear Tire & Rubber Co. (The) 5% 07/15/2029                         | USA             | USD                 | 372,709         | 0.42               |
| 400,000                           | Weekley Homes LLC, 144A 4.875% 09/15/2028                              | USA             | USD                 | 370,896         | 0.42               |
| 400,000                           | Cheniere Energy Partners LP 4% 03/01/2031                              | USA             | USD                 | 364,010         | 0.41               |
| 400,000                           | Ashton Woods USA LLC, 144A 4.625% 08/01/2029                           | USA             | USD                 | 360,816         | 0.41               |
| 335,834                           | Five Point Operating Co. LP, 144A 10.5% 01/15/2028                     | USA             | USD                 | 344,596         | 0.39               |
| 400,000                           | Dornoch Debt Merger Sub, Inc., 144A 6.625% 10/15/2029                  | USA             | USD                 | 340,599         | 0.38               |
| 400,000                           | CCO Holdings LLC, 144A 4.5% 08/15/2030                                 | USA             | USD                 | 338,935         | 0.38               |
|                                   | Apollo Commercial Real Estate Finance, Inc., 144A<br>4.625% 06/15/2029 | USA             | USD                 | 335,775         | 0.38               |
| 400,000                           | Clear Channel Outdoor Holdings, Inc., 144A 7.5% 06/01/2029             | USA             | USD                 | 334,650         | 0.38               |
| 300,000                           | Teva Pharmaceutical Finance Netherlands III BV 8.125% 09/15/2031       | ISR             | USD                 | 333,932         | 0.38               |
| 333,333                           | American Airlines, Inc., 144A 5.5% 04/20/2026                          | USA             | USD                 | 330,679         | 0.37               |
| 400,000                           | CSC Holdings LLC, 144A 5.5% 04/15/2027                                 | USA             | USD                 | 324,842         | 0.37               |
| 300,000                           | Hilcorp Energy I LP, 144A 8.375% 11/01/2033                            | USA             | USD                 | 319,948         | 0.36               |
| 300,000                           | Pilgrim's Pride Corp. 6.875% 05/15/2034                                | USA             | USD                 | 319,656         | 0.36               |
| 300,000                           | Calderys Financing LLC, 144A 11.25% 06/01/2028                         | FRA             | USD                 | 317,716         | 0.36               |
| 300,000                           | GGAM Finance Ltd., 144A 8% 06/15/2028                                  | IRL             | USD                 | 316,178         | 0.36               |
| 300,000                           | EnLink Midstream LLC, 144A 6.5% 09/01/2030                             | USA             | USD                 | 307,254         | 0.35               |
| 300,000                           | Banijay Entertainment SASU, 144A 8.125% 05/01/2029                     | FRA             | USD                 | 307,106         | 0.35               |
| 300,000                           | Iron Mountain, Inc., 144A 7% 02/15/2029                                | USA             | USD                 | 305,580         | 0.34               |
| 300,000                           | Nabors Industries, Inc., 144A 7.375% 05/15/2027                        | USA             | USD                 | 305,391         | 0.34               |
| 300,000                           | Six Flags Entertainment Corp., 144A 6.625% 05/01/2032                  | USA             | USD                 | 305,060         | 0.34               |
| 300,000                           | Allied Universal Holdco LLC, 144A 7.875% 02/15/2031                    | USA             | USD                 | 301,051         | 0.34               |
| 300,000                           | Alliant Holdings Intermediate LLC, 144A 6.75% 04/15/2028               | USA             | USD                 | 300,761         | 0.34               |
| 300,000                           | Northriver Midstream Finance LP, 144A 6.75% 07/15/2032                 | CAN             | USD                 | 300,712         | 0.34               |
| 300,000                           | FirstCash, Inc., 144A 6.875% 03/01/2032                                | USA             | USD                 | 300,335         | 0.34               |
| 300,000                           | RHP Hotel Properties LP, 144A 6.5% 04/01/2032                          | USA             | USD                 | 300,268         | 0.34               |
| 300,000                           | Tenet Healthcare Corp. 6.25% 02/01/2027                                | USA             | USD                 | 300,061         | 0.34               |
| 300,000                           | Owens-Brockway Glass Container, Inc., 144A 7.25% 05/15/2031            | USA             | USD                 | 299,854         | 0.34               |
| 300,000                           | Iliad Holding SASU, 144A 7% 10/15/2028                                 | FRA             | USD                 | 297,744         | 0.34               |
| 300,000                           | Royal Caribbean Cruises Ltd., 144A 5.5% 08/31/2026                     | USA             | USD                 | 296,860         | 0.33               |
| 300,000                           | Standard Industries, Inc., 144A 5% 02/15/2027                          | USA             | USD                 | 291,890         | 0.33               |
| 300,000                           | APX Group, Inc., 144A 5.75% 07/15/2029                                 | USA             | USD                 | 288,042         | 0.32               |
| 300,000                           | Clearway Energy Operating LLC, 144A 4.75% 03/15/2028                   | USA             | USD                 | 286,872         | 0.32               |
| 300,000                           | PROG Holdings, Inc., 144A 6% 11/15/2029                                | USA             | USD                 | 285,231         | 0.32               |
| 270,000                           | Transocean, Inc., 144A 8.75% 02/15/2030                                | USA             | USD                 | 283,686         | 0.32               |
| 300,000                           | Calumet Specialty Products Partners LP, 144A 8.125% 01/15/2027         | USA             | USD                 | 283,147         | 0.32               |
| 300,000                           | Nationstar Mortgage Holdings, Inc., 144A 5.75% 11/15/2031              | USA             | USD                 | 282,233         | 0.32               |
| 300,000                           | Vertiv Group Corp., 144A 4.125% 11/15/2028                             | USA             | USD                 | 280,417         | 0.32               |
| 300,000                           | Novelis Corp., 144A 4.75% 01/30/2030                                   | USA             | USD                 | 278,602         | 0.31               |



**Templeton Global High Yield Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                           | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 300,000                           | Vibrantz Technologies, Inc., 144A 9% 02/15/2030                       | USA             | USD                 | 274,941         | 0.31               |
| 300,000                           | Constellium SE, 144A 3.75% 04/15/2029                                 | USA             | USD                 | 272,410         | 0.31               |
| 300,000                           | Grand Canyon University 5.125% 10/01/2028                             | USA             | USD                 | 271,293         | 0.31               |
| 300,000                           | First Student Bidco, Inc., 144A 4% 07/31/2029                         | USA             | USD                 | 270,583         | 0.31               |
| 300,000                           | Leeward Renewable Energy Operations LLC, 144A 4.25% 07/01/2029        | USA             | USD                 | 268,390         | 0.30               |
| 300,000                           | Necessity Retail, Inc., 144A 4.5% 09/30/2028                          | USA             | USD                 | 264,255         | 0.30               |
| 300,000                           | Fertitta Entertainment LLC, 144A 6.75% 01/15/2030                     | USA             | USD                 | 263,684         | 0.30               |
| 300,000                           | CommScope, Inc., 144A 6% 03/01/2026                                   | USA             | USD                 | 263,640         | 0.30               |
| 300,000                           | Clear Channel Outdoor Holdings, Inc., 144A 7.75% 04/15/2028           | USA             | USD                 | 262,843         | 0.30               |
| 200,000                           | Carnival Holdings Bermuda Ltd., 144A 10.375% 05/01/2028               | USA             | USD                 | 216,655         | 0.24               |
| 200,000                           | Rain Carbon, Inc., 144A 12.25% 09/01/2029                             | USA             | USD                 | 215,507         | 0.24               |
| 200,000                           | Jones Deslauriers Insurance Management, Inc., Reg. S 10.5% 12/15/2030 | CAN             | USD                 | 214,966         | 0.24               |
| 200,000                           | Civitas Resources, Inc., 144A 8.75% 07/01/2031                        | USA             | USD                 | 214,440         | 0.24               |
| 200,000                           | Civitas Resources, Inc., 144A 8.375% 07/01/2028                       | USA             | USD                 | 209,816         | 0.24               |
| 200,000                           | Adient Global Holdings Ltd., 144A 8.25% 04/15/2031                    | USA             | USD                 | 208,932         | 0.24               |
| 200,000                           | Encore Capital Group, Inc., 144A 9.25% 04/01/2029                     | USA             | USD                 | 208,664         | 0.24               |
| 200,000                           | LGI Homes, Inc., 144A 8.75% 12/15/2028                                | USA             | USD                 | 208,446         | 0.24               |
| 200,000                           | Community Health Systems, Inc., 144A 10.875% 01/15/2032               | USA             | USD                 | 208,407         | 0.24               |
| 200,000                           | US Foods, Inc., 144A 7.25% 01/15/2032                                 | USA             | USD                 | 207,808         | 0.23               |
| 200,000                           | Venture Global LNG, Inc., 144A 8.375% 06/01/2031                      | USA             | USD                 | 207,595         | 0.23               |
| 200,000                           | Weatherford International Ltd., 144A 8.625% 04/30/2030                | USA             | USD                 | 207,415         | 0.23               |
| 200,000                           | Viper Energy, Inc., 144A 7.375% 11/01/2031                            | USA             | USD                 | 207,331         | 0.23               |
| 232,000                           | Bausch Health Cos., Inc., 144A 11% 09/30/2028                         | USA             | USD                 | 207,060         | 0.23               |
| 200,000                           | Chart Industries, Inc., Reg. S 7.5% 01/01/2030                        | USA             | USD                 | 206,923         | 0.23               |
| 200,000                           | ZF North America Capital, Inc., 144A 6.875% 04/23/2032                | DEU             | USD                 | 206,896         | 0.23               |
| 200,000                           | Allwyn Entertainment Financing UK plc, 144A 7.875% 04/30/2029         | CZE             | USD                 | 206,773         | 0.23               |
| 200,000                           | EquipmentShare.com, Inc., 144A 9% 05/15/2028                          | USA             | USD                 | 206,645         | 0.23               |
| 200,000                           | Jefferson Capital Holdings LLC, 144A 9.5% 02/15/2029                  | USA             | USD                 | 206,362         | 0.23               |
| 200,000                           | Venture Global LNG, Inc., 144A 8.125% 06/01/2028                      | USA             | USD                 | 206,201         | 0.23               |
| 200,000                           | Kodiak Gas Services LLC, 144A 7.25% 02/15/2029                        | USA             | USD                 | 205,174         | 0.23               |
| 200,000                           | HUB International Ltd., 144A 7.25% 06/15/2030                         | USA             | USD                 | 205,171         | 0.23               |
| 200,000                           | XPO, Inc., 144A 7.125% 02/01/2032                                     | USA             | USD                 | 205,171         | 0.23               |
| 200,000                           | Fortress Intermediate 3, Inc., 144A 7.5% 06/01/2031                   | USA             | USD                 | 205,160         | 0.23               |
| 200,000                           | Dream Finders Homes, Inc., 144A 8.25% 08/15/2028                      | USA             | USD                 | 205,002         | 0.23               |
| 200,000                           | Bausch & Lomb Corp., 144A 8.375% 10/01/2028                           | USA             | USD                 | 205,000         | 0.23               |
| 200,000                           | Calumet Specialty Products Partners LP, 144A 9.25% 07/15/2029         | USA             | USD                 | 204,000         | 0.23               |
| 200,000                           | Encore Capital Group, Inc., 144A 8.5% 05/15/2030                      | USA             | USD                 | 203,849         | 0.23               |
| 200,000                           | Enerflex Ltd., 144A 9% 10/15/2027                                     | CAN             | USD                 | 203,214         | 0.23               |
| 200,000                           | Vistra Operations Co. LLC, 144A 6.875% 04/15/2032                     | USA             | USD                 | 203,187         | 0.23               |
| 200,000                           | Coty, Inc., 144A 6.625% 07/15/2030                                    | USA             | USD                 | 203,118         | 0.23               |
| 200,000                           | Bombardier, Inc., 144A 7% 06/01/2032                                  | CAN             | USD                 | 203,028         | 0.23               |
| 200,000                           | Herc Holdings, Inc., 144A 6.625% 06/15/2029                           | USA             | USD                 | 202,950         | 0.23               |
| 200,000                           | Garrett Motion Holdings, Inc., 144A 7.75% 05/31/2032                  | USA             | USD                 | 202,851         | 0.23               |
| 200,000                           | Alliant Holdings Intermediate LLC, 144A 7% 01/15/2031                 | USA             | USD                 | 202,209         | 0.23               |
| 200,000                           | Esab Corp., 144A 6.25% 04/15/2029                                     | USA             | USD                 | 201,449         | 0.23               |
| 200,000                           | Caesars Entertainment, Inc., 144A 6.5% 02/15/2032                     | USA             | USD                 | 201,112         | 0.23               |
| 200,000                           | Eco Material Technologies, Inc., 144A 7.875% 01/31/2027               | USA             | USD                 | 200,682         | 0.23               |
| 200,000                           | Post Holdings, Inc., 144A 6.25% 02/15/2032                            | USA             | USD                 | 200,510         | 0.23               |
| 200,000                           | Matador Resources Co., 144A 6.5% 04/15/2032                           | USA             | USD                 | 200,164         | 0.23               |
| 200,000                           | Sunoco LP 6% 04/15/2027                                               | USA             | USD                 | 199,865         | 0.23               |
| 200,000                           | Sealed Air Corp., 144A 6.125% 02/01/2028                              | USA             | USD                 | 199,712         | 0.23               |
| 200,000                           | United Rentals North America, Inc., 144A 6.125% 03/15/2034            | USA             | USD                 | 199,521         | 0.23               |
| 200,000                           | PRA Group, Inc., 144A 8.375% 02/01/2028                               | USA             | USD                 | 199,470         | 0.22               |
| 200,000                           | Wrangler Holdco Corp., 144A 6.625% 04/01/2032                         | CAN             | USD                 | 199,276         | 0.22               |
| 200,000                           | Tenet Healthcare Corp. 6.125% 06/15/2030                              | USA             | USD                 | 198,900         | 0.22               |
| 200,000                           | Cogent Communications Group, Inc., 144A 7% 06/15/2027                 | USA             | USD                 | 198,111         | 0.22               |
| 200,000                           | Jefferson Capital Holdings LLC, 144A 6% 08/15/2026                    | USA             | USD                 | 197,424         | 0.22               |
| 200,000                           | Vistra Operations Co. LLC, 144A 5.625% 02/15/2027                     | USA             | USD                 | 196,791         | 0.22               |
| 200,000                           | Delta Air Lines, Inc., 144A 4.75% 10/20/2028                          | USA             | USD                 | 194,859         | 0.22               |
| 200,000                           | Camelot Finance SA, 144A 4.5% 11/01/2026                              | USA             | USD                 | 193,586         | 0.22               |
| 200,000                           | Gartner, Inc., 144A 4.5% 07/01/2028                                   | USA             | USD                 | 192,931         | 0.22               |
| 200,000                           | Cheniere Energy Partners LP 4.5% 10/01/2029                           | USA             | USD                 | 190,653         | 0.22               |
| 200,000                           | Standard Industries, Inc., 144A 4.75% 01/15/2028                      | USA             | USD                 | 190,491         | 0.21               |
| 200,000                           | Centene Corp. 4.625% 12/15/2029                                       | USA             | USD                 | 189,311         | 0.21               |
| 200,000                           | Jane Street Group, 144A 4.5% 11/15/2029                               | USA             | USD                 | 187,779         | 0.21               |

## Templeton Global High Yield Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                  | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 200,000                           | Calpine Corp., 144A 5% 02/01/2031                            | USA             | USD                 | 186,785         | 0.21               |
| 200,000                           | Calpine Corp., 144A 4.625% 02/01/2029                        | USA             | USD                 | 185,732         | 0.21               |
| 200,000                           | Prime Security Services Borrower LLC, 144A 3.375% 08/31/2027 | USA             | USD                 | 185,221         | 0.21               |
| 200,000                           | McAfee Corp., 144A 7.375% 02/15/2030                         | USA             | USD                 | 184,908         | 0.21               |
| 200,000                           | SunCoke Energy, Inc., 144A 4.875% 06/30/2029                 | USA             | USD                 | 181,414         | 0.20               |
| 200,000                           | Sirius XM Radio, Inc., 144A 4% 07/15/2028                    | USA             | USD                 | 180,850         | 0.20               |
| 200,000                           | Albertsons Cos., Inc., 144A 3.5% 03/15/2029                  | USA             | USD                 | 180,068         | 0.20               |
| 200,000                           | M/I Homes, Inc. 3.95% 02/15/2030                             | USA             | USD                 | 178,517         | 0.20               |
| 200,000                           | Community Health Systems, Inc., 144A 6% 01/15/2029           | USA             | USD                 | 176,679         | 0.20               |
| 200,000                           | Rocket Software, Inc., 144A 6.5% 02/15/2029                  | USA             | USD                 | 174,560         | 0.20               |
| 162,000                           | Evergreen Acqco 1 LP, 144A 9.75% 04/26/2028                  | USA             | USD                 | 173,224         | 0.20               |
| 200,000                           | Grifols SA, 144A 4.75% 10/15/2028                            | ESP             | USD                 | 172,787         | 0.19               |
| 180,000                           | LCPR Senior Secured Financing DAC, 144A 6.75% 10/15/2027     | PRI             | USD                 | 168,772         | 0.19               |
| 200,000                           | Community Health Systems, Inc., 144A 5.25% 05/15/2030        | USA             | USD                 | 165,082         | 0.19               |
| 200,000                           | CCO Holdings LLC, 144A 4.25% 02/01/2031                      | USA             | USD                 | 163,442         | 0.18               |
| 400,000                           | Altice France Holding SA, 144A 10.5% 05/15/2027              | LUX             | USD                 | 160,112         | 0.18               |
| 200,000                           | Braskem Idesa SAPI, 144A 6.99% 02/20/2032                    | MEX             | USD                 | 151,863         | 0.17               |
| 150,000                           | Owens-Brockway Glass Container, Inc., 144A 6.625% 05/13/2027 | USA             | USD                 | 149,852         | 0.17               |
| 200,000                           | Community Health Systems, Inc., 144A 6.125% 04/01/2030       | USA             | USD                 | 140,163         | 0.16               |
| 130,000                           | 1375209 BC Ltd., 144A 9% 01/30/2028                          | CAN             | USD                 | 125,168         | 0.14               |
| 130,000                           | Devon Energy Corp. 4.5% 01/15/2030                           | USA             | USD                 | 125,153         | 0.14               |
| 200,000                           | Ardagh Packaging Finance plc, 144A 5.25% 08/15/2027          | USA             | USD                 | 124,782         | 0.14               |
| 100,000                           | Venture Global LNG, Inc., 144A 9.5% 02/01/2029               | USA             | USD                 | 109,572         | 0.12               |
| 200,000                           | MPH Acquisition Holdings LLC, 144A 5.75% 11/01/2028          | USA             | USD                 | 107,827         | 0.12               |
| 100,000                           | Greystar Real Estate Partners LLC, 144A 7.75% 09/01/2030     | USA             | USD                 | 105,388         | 0.12               |
| 100,000                           | Hanesbrands, Inc., 144A 9% 02/15/2031                        | USA             | USD                 | 104,861         | 0.12               |
| 100,000                           | Ritchie Bros Holdings, Inc., 144A 7.75% 03/15/2031           | CAN             | USD                 | 104,561         | 0.12               |
| 100,000                           | Vistra Operations Co. LLC, 144A 7.75% 10/15/2031             | USA             | USD                 | 104,218         | 0.12               |
| 100,000                           | Outfront Media Capital LLC, 144A 7.375% 02/15/2031           | USA             | USD                 | 104,193         | 0.12               |
| 100,000                           | EquipmentShare.com, Inc., 144A 8.625% 05/15/2032             | USA             | USD                 | 103,817         | 0.12               |
| 100,000                           | RHP Hotel Properties LP, 144A 7.25% 07/15/2028               | USA             | USD                 | 103,485         | 0.12               |
| 100,000                           | GGAM Finance Ltd., 144A 8% 02/15/2027                        | IRL             | USD                 | 103,359         | 0.12               |
| 100,000                           | Endo Finance Holdings, Inc., 144A 8.5% 04/15/2031            | USA             | USD                 | 103,323         | 0.12               |
| 100,000                           | Transocean Titan Financing Ltd., 144A 8.375% 02/01/2028      | USA             | USD                 | 103,309         | 0.12               |
| 100,000                           | StoneX Group, Inc., 144A 7.875% 03/01/2031                   | USA             | USD                 | 103,219         | 0.12               |
| 100,000                           | CITGO Petroleum Corp., 144A 8.375% 01/15/2029                | USA             | USD                 | 103,158         | 0.12               |
| 100,000                           | Chobani LLC, 144A 7.625% 07/01/2029                          | USA             | USD                 | 103,116         | 0.12               |
| 100,000                           | PBF Holding Co. LLC, 144A 7.875% 09/15/2030                  | USA             | USD                 | 102,455         | 0.12               |
| 100,000                           | Adient Global Holdings Ltd., 144A 7% 04/15/2028              | USA             | USD                 | 102,441         | 0.12               |
| 100,000                           | Caesars Entertainment, Inc., 144A 7% 02/15/2030              | USA             | USD                 | 102,231         | 0.12               |
| 100,000                           | EQM Midstream Partners LP, 144A 7.5% 06/01/2027              | USA             | USD                 | 102,196         | 0.12               |
| 100,000                           | Ritchie Bros Holdings, Inc., 144A 6.75% 03/15/2028           | CAN             | USD                 | 101,929         | 0.11               |
| 100,000                           | Gates Corp. (The), 144A 6.875% 07/01/2029                    | USA             | USD                 | 101,869         | 0.11               |
| 100,000                           | Macquarie Airfinance Holdings Ltd., 144A 6.4% 03/26/2029     | GBR             | USD                 | 101,763         | 0.11               |
| 100,000                           | Vital Energy, Inc., 144A 7.875% 04/15/2032                   | USA             | USD                 | 101,732         | 0.11               |
| 100,000                           | Venture Global Calcasieu Pass LLC, 144A 6.25% 01/15/2030     | USA             | USD                 | 101,552         | 0.11               |
| 100,000                           | Concentra Escrow Issuer Corp., 144A 6.875% 07/15/2032        | USA             | USD                 | 101,441         | 0.11               |
| 100,000                           | Hess Midstream Operations LP, 144A 6.5% 06/01/2029           | USA             | USD                 | 101,439         | 0.11               |
| 100,000                           | Zebra Technologies Corp., 144A 6.5% 06/01/2032               | USA             | USD                 | 101,200         | 0.11               |
| 100,000                           | Acrisure LLC, 144A 8.5% 06/15/2029                           | USA             | USD                 | 101,117         | 0.11               |
| 100,000                           | Royal Caribbean Cruises Ltd., 144A 6.25% 03/15/2032          | USA             | USD                 | 100,903         | 0.11               |
| 100,000                           | Miter Brands Acquisition Holdco, Inc., 144A 6.75% 04/01/2032 | USA             | USD                 | 100,774         | 0.11               |
| 100,000                           | Viking Cruises Ltd., 144A 7% 02/15/2029                      | USA             | USD                 | 100,608         | 0.11               |
| 100,000                           | Advanced Drainage Systems, Inc., 144A 6.375% 06/15/2030      | USA             | USD                 | 100,456         | 0.11               |
| 100,000                           | Acrisure LLC, 144A 7.5% 11/06/2030                           | USA             | USD                 | 100,146         | 0.11               |
| 100,000                           | Freedom Mortgage Holdings LLC, 144A 9.25% 02/01/2029         | USA             | USD                 | 100,022         | 0.11               |
| 100,000                           | PRA Group, Inc., 144A 8.875% 01/31/2030                      | USA             | USD                 | 99,915          | 0.11               |
| 100,000                           | CrownRock LP, 144A 5% 05/01/2029                             | USA             | USD                 | 99,256          | 0.11               |
| 100,000                           | Viking Cruises Ltd., 144A 5.875% 09/15/2027                  | USA             | USD                 | 99,028          | 0.11               |
| 100,000                           | Oceaneering International, Inc. 6% 02/01/2028                | USA             | USD                 | 98,954          | 0.11               |
| 100,000                           | Kinetik Holdings LP, 144A 5.875% 06/15/2030                  | USA             | USD                 | 98,604          | 0.11               |
| 100,000                           | Darling Ingredients, Inc., 144A 6% 06/15/2030                | USA             | USD                 | 98,389          | 0.11               |
| 300,000                           | Altice France Holding SA, 144A 6% 02/15/2028                 | LUX             | USD                 | 97,855          | 0.11               |
| 100,000                           | Outfront Media Capital LLC, 144A 5% 08/15/2027               | USA             | USD                 | 96,867          | 0.11               |
| 100,000                           | United Airlines, Inc., 144A 4.375% 04/15/2026                | USA             | USD                 | 96,717          | 0.11               |
| 100,000                           | Hilcorp Energy I LP, 144A 6% 02/01/2031                      | USA             | USD                 | 95,818          | 0.11               |
| 100,000                           | Iron Mountain, Inc., 144A 5.625% 07/15/2032                  | USA             | USD                 | 95,044          | 0.11               |



**Templeton Global High Yield Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                                                                                                        | Description                                                         | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| 100,000                                                                                                                                  | Directv Financing LLC, 144A 5.875% 08/15/2027                       | USA             | USD                 | 94,142            | 0.11               |
| 100,000                                                                                                                                  | United Airlines, Inc., 144A 4.625% 04/15/2029                       | USA             | USD                 | 93,213            | 0.11               |
| 100,000                                                                                                                                  | Element Solutions, Inc., 144A 3.875% 09/01/2028                     | USA             | USD                 | 91,992            | 0.10               |
| 100,000                                                                                                                                  | Caesars Entertainment, Inc., 144A 4.625% 10/15/2029                 | USA             | USD                 | 91,749            | 0.10               |
| 100,000                                                                                                                                  | Gartner, Inc., 144A 3.625% 06/15/2029                               | USA             | USD                 | 91,669            | 0.10               |
| 100,000                                                                                                                                  | Venture Global Calcasieu Pass LLC, 144A 3.875% 08/15/2029           | USA             | USD                 | 91,138            | 0.10               |
| 100,000                                                                                                                                  | Standard Industries, Inc., 144A 4.375% 07/15/2030                   | USA             | USD                 | 90,435            | 0.10               |
| 100,000                                                                                                                                  | Outfront Media Capital LLC, 144A 4.625% 03/15/2030                  | USA             | USD                 | 90,193            | 0.10               |
| 100,000                                                                                                                                  | Venture Global Calcasieu Pass LLC, 144A 4.125% 08/15/2031           | USA             | USD                 | 89,802            | 0.10               |
| 100,000                                                                                                                                  | Gartner, Inc., 144A 3.75% 10/01/2030                                | USA             | USD                 | 89,772            | 0.10               |
| 100,000                                                                                                                                  | PRA Group, Inc., 144A 5% 10/01/2029                                 | USA             | USD                 | 85,735            | 0.10               |
| 100,000                                                                                                                                  | Standard Industries, Inc., 144A 3.375% 01/15/2031                   | USA             | USD                 | 84,362            | 0.10               |
| 100,000                                                                                                                                  | Glatfelter Corp., 144A 4.75% 11/15/2029                             | USA             | USD                 | 82,774            | 0.09               |
| 100,000                                                                                                                                  | ModivCare Escrow Issuer, Inc., 144A 5% 10/01/2029                   | USA             | USD                 | 70,570            | 0.08               |
| 46,000                                                                                                                                   | Bausch Health Cos., Inc., 144A 14% 10/15/2030                       | USA             | USD                 | 35,650            | 0.04               |
| 300,000                                                                                                                                  | Diamond Sports Group LLC, 144A 5.375% 08/15/2026 <sup>§</sup>       | USA             | USD                 | 6,187             | 0.01               |
| 200,000                                                                                                                                  | Diamond Sports Group LLC, 144A 6.625% 08/15/2027 <sup>§</sup>       | USA             | USD                 | 4,125             | —                  |
| 45,387                                                                                                                                   | Anagram Holdings LLC, 144A 10% 08/15/2026 <sup>§</sup>              | USA             | USD                 | 680               | —                  |
|                                                                                                                                          |                                                                     |                 |                     | 42,403,892        | 47.82              |
| <b>Government and Municipal Bonds</b>                                                                                                    |                                                                     |                 |                     |                   |                    |
| 3,810,000                                                                                                                                | FHLB 0% 07/01/2024                                                  | USA             | USD                 | 3,808,349         | 4.29               |
| 4,570,000                                                                                                                                | Malaysia Government Bond 3.582% 07/15/2032                          | MYS             | MYR                 | 951,009           | 1.07               |
| 3,140,000                                                                                                                                | Malaysia Government Bond 3.899% 11/16/2027                          | MYS             | MYR                 | 672,886           | 0.76               |
| 480,000                                                                                                                                  | Malaysia Government Bond 4.498% 04/15/2030                          | MYS             | MYR                 | 105,657           | 0.12               |
| 230,000                                                                                                                                  | Malaysia Government Bond 3.502% 05/31/2027                          | MYS             | MYR                 | 48,709            | 0.06               |
| 220,000                                                                                                                                  | Malaysia Government Bond 4.059% 09/30/2024                          | MYS             | MYR                 | 46,725            | 0.05               |
| 140,000                                                                                                                                  | Malaysia Government Bond 3.882% 03/14/2025                          | MYS             | MYR                 | 29,804            | 0.03               |
| 110,000                                                                                                                                  | Malaysia Government Bond 3.955% 09/15/2025                          | MYS             | MYR                 | 23,498            | 0.03               |
| 80,000                                                                                                                                   | Malaysia Government Bond 4.181% 07/15/2024                          | MYS             | MYR                 | 16,963            | 0.02               |
| 50,000                                                                                                                                   | Malaysia Government Bond 3.885% 08/15/2029                          | MYS             | MYR                 | 10,709            | 0.01               |
|                                                                                                                                          |                                                                     |                 |                     | 5,714,309         | 6.44               |
|                                                                                                                                          | <b>TOTAL BONDS</b>                                                  |                 |                     | 48,118,201        | 54.26              |
| <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                                            |                                                                     |                 |                     |                   |                    |
|                                                                                                                                          |                                                                     |                 |                     | 48,256,486        | 54.41              |
| TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                                                                     |                 |                     |                   |                    |
| <b>SHARES</b>                                                                                                                            |                                                                     |                 |                     |                   |                    |
| <b>Broadline Retail</b>                                                                                                                  |                                                                     |                 |                     |                   |                    |
| 8,217,950                                                                                                                                | K2016470219 South Africa Ltd. 'A'''                                 | ZAF             | ZAR                 | —                 | —                  |
| 817,800                                                                                                                                  | K2016470219 South Africa Ltd. 'B'''                                 | ZAF             | ZAR                 | —                 | —                  |
| 40,457                                                                                                                                   | K2016470219 South Africa Ltd., Escrow Account 'D'''                 | ZAF             | ZAR                 | —                 | —                  |
|                                                                                                                                          |                                                                     |                 |                     | —                 | —                  |
|                                                                                                                                          | <b>TOTAL SHARES</b>                                                 |                 |                     | —                 | —                  |
| <b>BONDS</b>                                                                                                                             |                                                                     |                 |                     |                   |                    |
| <b>Corporate Bonds</b>                                                                                                                   |                                                                     |                 |                     |                   |                    |
| 54,726                                                                                                                                   | Digicel Group Holdings Ltd., Reg. S 0% 12/31/2030**                 | JAM             | USD                 | 13,075            | 0.01               |
| 800,000                                                                                                                                  | 24 Hour Fitness Worldwide, Inc., 144A 8% 06/01/2022** <sup>§</sup>  | USA             | USD                 | —                 | —                  |
| 712,186                                                                                                                                  | K2016470219 South Africa Ltd., Reg. S 3% 12/31/2022** <sup>§</sup>  | ZAF             | USD                 | —                 | —                  |
| 313,720                                                                                                                                  | K2016470260 South Africa Ltd., Reg. S 25% 02/28/2023** <sup>§</sup> | ZAF             | USD                 | —                 | —                  |
| 378,867                                                                                                                                  | Murray Energy Corp., 144A, FRN 0.004% 04/15/2024** <sup>§</sup>     | USA             | USD                 | —                 | —                  |
|                                                                                                                                          |                                                                     |                 |                     | 13,075            | 0.01               |
|                                                                                                                                          | <b>TOTAL BONDS</b>                                                  |                 |                     | 13,075            | 0.01               |
| <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                                                                     |                 |                     |                   |                    |
|                                                                                                                                          |                                                                     |                 |                     | 13,075            | 0.01               |
| <b>TOTAL INVESTMENTS</b>                                                                                                                 |                                                                     |                 |                     | <b>86,683,585</b> | <b>97.74</b>       |

<sup>§</sup> These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Global Income Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 5,811                             | Rheinmetall AG                                                            | DEU             | EUR                 | 2,961,791       | 1.64               |
| 164,995                           | BAE Systems plc                                                           | GBR             | GBP                 | 2,748,371       | 1.53               |
|                                   |                                                                           |                 |                     | 5,710,162       | 3.17               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 255,492                           | HDFC Bank Ltd.                                                            | IND             | INR                 | 5,161,130       | 2.87               |
| 24,390                            | JPMorgan Chase & Co.                                                      | USA             | USD                 | 4,933,121       | 2.74               |
| 65,000                            | Sumitomo Mitsui Financial Group, Inc.                                     | JPN             | JPY                 | 4,363,799       | 2.42               |
| 60,500                            | HSBC Holdings plc, ADR                                                    | GBR             | USD                 | 2,631,750       | 1.46               |
| 3,673,963                         | Lloyds Banking Group plc                                                  | GBR             | GBP                 | 2,534,091       | 1.41               |
|                                   |                                                                           |                 |                     | 19,623,891      | 10.90              |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 121,425                           | Britvic plc                                                               | GBR             | GBP                 | 1,813,960       | 1.01               |
|                                   |                                                                           |                 |                     | 1,813,960       | 1.01               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 13,305                            | Amazon.com, Inc.                                                          | USA             | USD                 | 2,571,191       | 1.43               |
|                                   |                                                                           |                 |                     | 2,571,191       | 1.43               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 14,131                            | Target Corp.                                                              | USA             | USD                 | 2,091,953       | 1.16               |
|                                   |                                                                           |                 |                     | 2,091,953       | 1.16               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 30,408                            | Crown Holdings, Inc.                                                      | USA             | USD                 | 2,262,051       | 1.26               |
|                                   |                                                                           |                 |                     | 2,262,051       | 1.26               |
|                                   | <b>Diversified Telecommunication Services</b>                             |                 |                     |                 |                    |
| 62,082                            | Verizon Communications, Inc.                                              | USA             | USD                 | 2,560,262       | 1.42               |
| 98,505                            | Deutsche Telekom AG                                                       | DEU             | EUR                 | 2,476,319       | 1.38               |
|                                   |                                                                           |                 |                     | 5,036,581       | 2.80               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 34,414                            | Danone SA                                                                 | FRA             | EUR                 | 2,108,145       | 1.17               |
|                                   |                                                                           |                 |                     | 2,108,145       | 1.17               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 28,300                            | Medtronic plc                                                             | USA             | USD                 | 2,227,493       | 1.24               |
|                                   |                                                                           |                 |                     | 2,227,493       | 1.24               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 4,388                             | UnitedHealth Group, Inc.                                                  | USA             | USD                 | 2,234,633       | 1.24               |
| 23,064                            | Fresenius Medical Care AG                                                 | DEU             | EUR                 | 881,555         | 0.49               |
|                                   |                                                                           |                 |                     | 3,116,188       | 1.73               |
|                                   | <b>Industrial Conglomerates</b>                                           |                 |                     |                 |                    |
| 16,726                            | Siemens AG                                                                | DEU             | EUR                 | 3,113,570       | 1.73               |
|                                   |                                                                           |                 |                     | 3,113,570       | 1.73               |
|                                   | <b>Interactive Media &amp; Services</b>                                   |                 |                     |                 |                    |
| 16,438                            | Alphabet, Inc. 'A'                                                        | USA             | USD                 | 2,994,182       | 1.66               |
| 4,793                             | Meta Platforms, Inc. 'A'                                                  | USA             | USD                 | 2,416,726       | 1.34               |
|                                   |                                                                           |                 |                     | 5,410,908       | 3.00               |
|                                   | <b>Machinery</b>                                                          |                 |                     |                 |                    |
| 81,000                            | Komatsu Ltd.                                                              | JPN             | JPY                 | 2,366,341       | 1.31               |
| 18,626                            | Stanley Black & Decker, Inc.                                              | USA             | USD                 | 1,488,031       | 0.83               |
|                                   |                                                                           |                 |                     | 3,854,372       | 2.14               |
|                                   | <b>Media</b>                                                              |                 |                     |                 |                    |
| 99,155                            | Metropole Television SA                                                   | FRA             | EUR                 | 1,243,492       | 0.69               |
|                                   |                                                                           |                 |                     | 1,243,492       | 0.69               |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 698,782                           | BP plc                                                                    | USA             | GBP                 | 4,207,377       | 2.34               |
| 50,569                            | TotalEnergies SE                                                          | FRA             | EUR                 | 3,386,259       | 1.88               |
|                                   |                                                                           |                 |                     | 7,593,636       | 4.22               |
|                                   | <b>Pharmaceuticals</b>                                                    |                 |                     |                 |                    |
| 23,719                            | AstraZeneca plc                                                           | GBR             | GBP                 | 3,691,606       | 2.05               |
| 23,648                            | Sanofi SA                                                                 | USA             | EUR                 | 2,281,006       | 1.27               |

**Templeton Global Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                  | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|--------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 84,185                            | Richter Gedeon Nyrt.                                         | HUN             | HUF                 | 2,186,831       | 1.21               |
|                                   |                                                              |                 |                     | 8,159,443       | 4.53               |
|                                   | <b>Semiconductors &amp; Semiconductor Equipment</b>          |                 |                     |                 |                    |
| 157,700                           | Taiwan Semiconductor Manufacturing Co. Ltd.                  | TWN             | TWD                 | 4,662,862       | 2.59               |
| 7,718                             | NXP Semiconductors NV                                        | CHN             | USD                 | 2,076,837       | 1.15               |
|                                   |                                                              |                 |                     | 6,739,699       | 3.74               |
|                                   | <b>Specialty Retail</b>                                      |                 |                     |                 |                    |
| 1,738,000                         | Topsports International Holdings Ltd., Reg. S, 144A          | CHN             | HKD                 | 922,880         | 0.51               |
|                                   |                                                              |                 |                     | 922,880         | 0.51               |
|                                   | <b>Technology Hardware, Storage &amp; Peripherals</b>        |                 |                     |                 |                    |
| 59,256                            | Samsung Electronics Co. Ltd.                                 | KOR             | KRW                 | 3,478,736       | 1.93               |
| 1,086,000                         | Lenovo Group Ltd.                                            | CHN             | HKD                 | 1,524,089       | 0.85               |
|                                   |                                                              |                 |                     | 5,002,825       | 2.78               |
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                  |                 |                     |                 |                    |
| 739,500                           | JNBY Design Ltd., Reg. S                                     | CHN             | HKD                 | 1,436,531       | 0.80               |
|                                   |                                                              |                 |                     | 1,436,531       | 0.80               |
|                                   | <b>Tobacco</b>                                               |                 |                     |                 |                    |
| 162,232                           | Imperial Brands plc                                          | GBR             | GBP                 | 4,151,491       | 2.31               |
|                                   |                                                              |                 |                     | 4,151,491       | 2.31               |
|                                   | <b>Wireless Telecommunication Services</b>                   |                 |                     |                 |                    |
| 283,700                           | SoftBank Corp.                                               | JPN             | JPY                 | 3,470,195       | 1.93               |
|                                   |                                                              |                 |                     | 3,470,195       | 1.93               |
|                                   | <b>TOTAL SHARES</b>                                          |                 |                     | 97,660,657      | 54.25              |
|                                   | <b>BONDS</b>                                                 |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                        |                 |                     |                 |                    |
| 233,900,000                       | Egypt Treasury Bill 0% 03/18/2025                            | EGY             | EGP                 | 4,126,024       | 2.29               |
| 171,200,000                       | Egypt Treasury Bill 0% 03/04/2025                            | EGY             | EGP                 | 3,045,565       | 1.69               |
| 110,506,035                       | Uruguay Government Bond 3.875% 07/02/2040                    | URY             | UYU                 | 2,981,354       | 1.66               |
| 3,350,000                         | US Treasury 3.625% 08/15/2043                                | USA             | USD                 | 2,911,883       | 1.62               |
| 16,780,000                        | Brazil Notas do Tesouro Nacional 10% 01/01/2027              | BRA             | BRL                 | 2,892,747       | 1.61               |
| 2,700,000                         | Kenya Government Bond, Reg. S 9.75% 02/16/2031               | KEN             | USD                 | 2,592,121       | 1.44               |
| 43,364,000,000                    | Indonesia Government Bond 5.125% 04/15/2027                  | IDN             | IDR                 | 2,545,968       | 1.41               |
| 1,067,500,000                     | Hungary Government Bond 4.75% 11/24/2032                     | HUN             | HUF                 | 2,526,528       | 1.40               |
| 204,300,000                       | India Government Bond 7.26% 08/22/2032                       | IND             | INR                 | 2,482,219       | 1.38               |
| 4,450,000                         | New South Wales Treasury Corp. 2% 03/08/2033                 | AUS             | AUD                 | 2,365,442       | 1.31               |
| 186,900,000                       | India Government Bond 7.1% 04/18/2029                        | IND             | INR                 | 2,249,175       | 1.25               |
| 47,420,000                        | South Africa Government Bond 8.875% 02/28/2035               | ZAF             | ZAR                 | 2,206,778       | 1.23               |
| 3,110,000                         | Romania Government Bond, Reg. S 2.875% 04/13/2042            | ROU             | EUR                 | 2,172,274       | 1.21               |
| 42,510,000                        | Mexican Bonos Desarr Fixed Rate 7.5% 05/26/2033              | MEX             | MXN                 | 2,001,598       | 1.11               |
| 11,141,000                        | Notas do Tesouro Nacional 10% 01/01/2029                     | BRA             | BRL                 | 1,858,599       | 1.03               |
| 943,140,000                       | Kazakhstan Government Bond 10.3% 03/17/2031                  | KAZ             | KZT                 | 1,780,892       | 0.99               |
| 601,700,000                       | Hungary Government Bond 1% 11/26/2025                        | HUN             | HUF                 | 1,514,104       | 0.84               |
| 1,550,000                         | Gabon Government Bond, Reg. S 6.95% 06/16/2025               | GAB             | USD                 | 1,424,440       | 0.79               |
| 1,660,000                         | US Treasury 3.375% 08/15/2042                                | USA             | USD                 | 1,402,570       | 0.78               |
| 4,955,400,000                     | Colombia Titulos De Tesoreria 13.25% 02/09/2033              | COL             | COP                 | 1,358,657       | 0.75               |
| 6,532,000,000                     | Colombia Titulos De Tesoreria 9.25% 05/28/2042               | COL             | COP                 | 1,313,153       | 0.73               |
| 2,590,000                         | Ecuador Government Bond, Reg. S 3.5% 07/31/2035              | ECU             | USD                 | 1,295,395       | 0.72               |
| 61,100,000                        | Egypt Government Bond 25.151% 04/16/2027                     | EGY             | EGP                 | 1,264,228       | 0.70               |
| 1,260,000                         | Panama Government Bond 6.7% 01/26/2036                       | PAN             | USD                 | 1,225,827       | 0.68               |
| 7,510,000                         | Brazil Notas do Tesouro Nacional 10% 01/01/2031              | BRA             | BRL                 | 1,215,798       | 0.68               |
| 96,000,000                        | India Government Bond 7.18% 08/14/2033                       | IND             | INR                 | 1,162,074       | 0.65               |
| 457,810,000                       | Kazakhstan Government Bond 15.3% 03/03/2029                  | KAZ             | KZT                 | 1,049,333       | 0.58               |
| 1,200,000                         | Mongolia Government Bond, Reg. S 4.45% 07/07/2031            | MNG             | USD                 | 1,013,400       | 0.56               |
| 1,890,000                         | Treasury Corp. of Victoria, Reg. S 2.25% 09/15/2033          | AUS             | AUD                 | 1,003,628       | 0.56               |
| 1,150,000                         | Dominican Republic Government Bond, Reg. S 5.875% 01/30/2060 | DOM             | USD                 | 978,572         | 0.54               |
| 6,026,000                         | Brazil Notas do Tesouro Nacional 10% 01/01/2033              | BRA             | BRL                 | 958,498         | 0.53               |
| 21,800,000                        | South Africa Government Bond 9% 01/31/2040                   | ZAF             | ZAR                 | 944,953         | 0.53               |
| 820,000                           | Panama Government Bond 6.875% 01/31/2036                     | PAN             | USD                 | 802,773         | 0.45               |
| 970,000                           | US Treasury 3.125% 02/15/2043                                | USA             | USD                 | 785,776         | 0.44               |
| 920,000                           | Dominican Republic Government Bond, Reg. S 5.3% 01/21/2041   | DOM             | USD                 | 782,856         | 0.43               |
| 850,000                           | US Treasury 3.75% 11/15/2043                                 | USA             | USD                 | 751,520         | 0.42               |
| 26,648,027                        | Uruguay Government Bond 3.7% 06/26/2037                      | URY             | UYU                 | 702,686         | 0.39               |
| 1,075,000                         | Ecuador Government Bond, Reg. S 6% 07/31/2030                | ECU             | USD                 | 683,590         | 0.38               |
| 13,730,000                        | South Africa Government Bond 8.5% 01/31/2037                 | ZAF             | ZAR                 | 593,978         | 0.33               |

## Templeton Global Income Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 3,097,000,000                     | Colombia Titulos De Tesoreria 7.25% 10/18/2034                                          | COL             | COP                 | 586,917         | 0.33               |
| 299,500,000                       | Kazakhstan Government Bond 7.68% 08/13/2029                                             | KAZ             | KZT                 | 519,952         | 0.29               |
| 200,100,000                       | Hungary Government Bond 3% 10/27/2027                                                   | HUN             | HUF                 | 485,147         | 0.27               |
| 9,530,000                         | Mexican Bonos Desarr Fixed Rate 7.75% 11/13/2042                                        | MEX             | MXN                 | 420,091         | 0.23               |
| 420,000                           | Dominican Republic Government Bond, Reg. S 6.4% 06/05/2049                              | DOM             | USD                 | 394,615         | 0.22               |
| 193,900,000                       | Kazakhstan Government Bond 9% 07/03/2027                                                | KAZ             | KZT                 | 373,219         | 0.21               |
| 410,000                           | Mongolia Government Bond, Reg. S 3.5% 07/07/2027                                        | MNG             | USD                 | 369,615         | 0.21               |
| 7,540,000                         | Mexican Bonos Desarr Fixed Rate 7.75% 11/23/2034                                        | MEX             | MXN                 | 355,015         | 0.20               |
| 6,800,000                         | Mexican Bonos Desarr Fixed Rate 8.5% 05/31/2029                                         | MEX             | MXN                 | 350,134         | 0.19               |
| 206,200,000                       | Kazakhstan Government Bond 5.5% 09/20/2028                                              | KAZ             | KZT                 | 338,496         | 0.19               |
| 550,000                           | Sri Lanka Government Bond, Reg. S 6.2% 05/11/2027 <sup>s</sup>                          | LKA             | USD                 | 324,194         | 0.18               |
| 3,450,000                         | Norway Government Bond, Reg. S, 144A 1.75% 03/13/2025                                   | NOR             | NOK                 | 317,296         | 0.18               |
| 310,000                           | Panama Government Bond 6.4% 02/14/2035                                                  | PAN             | USD                 | 294,463         | 0.16               |
| 400,000                           | Egypt Government Bond, Reg. S 7.5% 02/16/2061                                           | EGY             | USD                 | 269,056         | 0.15               |
| 115,930,000                       | Kazakhstan Government Bond 14% 05/12/2031                                               | KAZ             | KZT                 | 259,436         | 0.14               |
| 128,600,000                       | Kazakhstan Government Bond 10.4% 04/12/2028                                             | KAZ             | KZT                 | 253,439         | 0.14               |
| 4,420,000                         | Mexican Bonos Desarr Fixed Rate 8.5% 11/18/2038                                         | MEX             | MXN                 | 214,312         | 0.12               |
| 1,119,000,000                     | Colombia Titulos De Tesoreria 6.25% 07/09/2036                                          | COL             | COP                 | 186,171         | 0.10               |
| 84,700,000                        | Kazakhstan Government Bond 10.67% 01/21/2026                                            | KAZ             | KZT                 | 172,479         | 0.10               |
| 200,000                           | Egypt Government Bond, Reg. S 8.75% 09/30/2051                                          | EGY             | USD                 | 151,094         | 0.08               |
| 200,000                           | Gabon Government Bond, Reg. S 6.625% 02/06/2031                                         | GAB             | USD                 | 151,026         | 0.08               |
| 72,900,000                        | Kazakhstan Government Bond 11% 02/04/2030                                               | KAZ             | KZT                 | 143,943         | 0.08               |
| 2,420,000                         | Mexican Bonos Desarr Fixed Rate 10% 11/20/2036                                          | MEX             | MXN                 | 133,284         | 0.07               |
| 2,969,138                         | Ghana Government Bond 5% 02/16/2027                                                     | GHA             | GHS                 | 125,293         | 0.07               |
| 200,000                           | Sri Lanka Government Bond, Reg. S 7.85% 03/14/2029 <sup>s</sup>                         | LKA             | USD                 | 119,100         | 0.07               |
| 200,000                           | Sri Lanka Government Bond, Reg. S 6.75% 04/18/2028 <sup>s</sup>                         | LKA             | USD                 | 118,090         | 0.07               |
| 2,973,520                         | Ghana Government Bond 5% 02/15/2028                                                     | GHA             | GHS                 | 109,163         | 0.06               |
| 2,958,175                         | Ghana Government Bond 5% 02/13/2029                                                     | GHA             | GHS                 | 96,621          | 0.05               |
| 7,500,000                         | India Government Bond 7.26% 01/14/2029                                                  | IND             | INR                 | 90,869          | 0.05               |
| 2,962,535                         | Ghana Government Bond 5% 02/12/2030                                                     | GHA             | GHS                 | 89,107          | 0.05               |
| 2,668,022                         | Ghana Government Bond 5% 02/11/2031                                                     | GHA             | GHS                 | 74,349          | 0.04               |
| 2,671,948                         | Ghana Government Bond 5% 02/10/2032                                                     | GHA             | GHS                 | 70,459          | 0.04               |
| 2,675,878                         | Ghana Government Bond 5% 02/08/2033                                                     | GHA             | GHS                 | 67,649          | 0.04               |
| 2,401,558                         | Ghana Government Bond 5% 02/07/2034                                                     | GHA             | GHS                 | 58,936          | 0.03               |
| 2,405,085                         | Ghana Government Bond 5% 02/06/2035                                                     | GHA             | GHS                 | 57,872          | 0.03               |
| 2,408,613                         | Ghana Government Bond 5% 02/05/2036                                                     | GHA             | GHS                 | 57,278          | 0.03               |
| 2,415,678                         | Ghana Government Bond 5% 02/02/2038                                                     | GHA             | GHS                 | 57,072          | 0.03               |
| 2,412,146                         | Ghana Government Bond 5% 02/03/2037                                                     | GHA             | GHS                 | 57,039          | 0.03               |
| 28,700,000                        | Kazakhstan Government Bond 10.55% 07/28/2029                                            | KAZ             | KZT                 | 55,764          | 0.03               |
| 14,400,000                        | Kazakhstan Government Bond 15.35% 11/18/2027                                            | KAZ             | KZT                 | 32,320          | 0.02               |
| 25,000                            | El Salvador Government Bond, Reg. S 7.65% 06/15/2035                                    | SLV             | USD                 | 18,195          | 0.01               |
| 56,000,000                        | Colombia Government Bond 9.85% 06/28/2027                                               | COL             | COP                 | 13,005          | 0.01               |
|                                   |                                                                                         |                 |                     | 73,398,551      | 40.77              |
|                                   | <b>Supranational</b>                                                                    |                 |                     |                 |                    |
| 8,877,000,000                     | Asian Development Bank 11.2% 01/31/2025                                                 | SP              | COP                 | 2,133,424       | 1.18               |
|                                   |                                                                                         |                 |                     | 2,133,424       | 1.18               |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 75,531,975      | 41.95              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 173,192,632     | 96.20              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                         |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                            |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                   |                 |                     |                 |                    |
| 2,160,000                         | FHLB 0% 07/01/2024                                                                      | USA             | USD                 | 2,159,064       | 1.20               |
| 2,320,000                         | Petroleos Mexicanos 6.84% 01/23/2030                                                    | MEX             | USD                 | 2,043,795       | 1.13               |
|                                   |                                                                                         |                 |                     | 4,202,859       | 2.33               |
|                                   | <b>TOTAL BONDS</b>                                                                      |                 |                     | 4,202,859       | 2.33               |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>           |                 |                     | 4,202,859       | 2.33               |

**Templeton Global Income Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET                |                 |                     |                    |                    |
|                                   | <b>SHARES</b>                                                                                                                            |                 |                     |                    |                    |
|                                   | <b>Broadline Retail</b>                                                                                                                  |                 |                     |                    |                    |
| 2,251,354                         | K2016470219 South Africa Ltd. 'A'*                                                                                                       | ZAF             | ZAR                 | —                  | —                  |
| 431,767                           | K2016470219 South Africa Ltd. 'B'*                                                                                                       | ZAF             | ZAR                 | —                  | —                  |
| 12,014                            | K2016470219 South Africa Ltd., Escrow Account 'D'*                                                                                       | ZAF             | ZAR                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | —                  | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                                      |                 |                     | —                  | —                  |
|                                   | <b>BONDS</b>                                                                                                                             |                 |                     |                    |                    |
|                                   | <b>Corporate Bonds</b>                                                                                                                   |                 |                     |                    |                    |
| 195,108                           | K2016470219 South Africa Ltd., Reg. S 3% 12/31/2022**§                                                                                   | ZAF             | USD                 | —                  | —                  |
| 443,374                           | K2016470219 South Africa Ltd., Reg. S 8% 02/28/2023**§                                                                                   | ZAF             | EUR                 | —                  | —                  |
| 165,632                           | K2016470260 South Africa Ltd., Reg. S 25% 02/28/2023**§                                                                                  | ZAF             | USD                 | —                  | —                  |
|                                   |                                                                                                                                          |                 |                     | —                  | —                  |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | —                  | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     |                    |                    |
|                                   |                                                                                                                                          |                 |                     | —                  | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>177,395,491</b> | <b>98.53</b>       |

§ These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Global Smaller Companies Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 188,553                           | Exide Industries Ltd.                                                     | IND             | INR                 | 1,276,150       | 1.29               |
| 132,544                           | Dometic Group AB, 144A                                                    | SWE             | SEK                 | 840,528         | 0.85               |
|                                   |                                                                           |                 |                     | 2,116,678       | 2.14               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 24,168                            | MGP Ingredients, Inc.                                                     | USA             | USD                 | 1,798,099       | 1.82               |
| 68,034                            | Fevertree Drinks plc                                                      | GBR             | GBP                 | 932,296         | 0.94               |
|                                   |                                                                           |                 |                     | 2,730,395       | 2.76               |
|                                   | <b>Building Products</b>                                                  |                 |                     |                 |                    |
| 5,818                             | Advanced Drainage Systems, Inc.                                           | USA             | USD                 | 933,149         | 0.94               |
| 42,261                            | Carel Industries SpA, Reg. S, 144A                                        | ITA             | EUR                 | 783,098         | 0.79               |
|                                   |                                                                           |                 |                     | 1,716,247       | 1.73               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 183,768                           | Rossari Biotech Ltd.                                                      | IND             | INR                 | 1,852,818       | 1.87               |
| 1,021,300                         | TOA Paint Thailand PCL                                                    | THA             | THB                 | 550,626         | 0.56               |
|                                   |                                                                           |                 |                     | 2,403,444       | 2.43               |
|                                   | <b>Commercial Services &amp; Supplies</b>                                 |                 |                     |                 |                    |
| 119,074                           | Healthcare Services Group, Inc.                                           | USA             | USD                 | 1,259,803       | 1.27               |
| 12,051                            | Mo-BRUK SA                                                                | POL             | PLN                 | 949,626         | 0.96               |
|                                   |                                                                           |                 |                     | 2,209,429       | 2.23               |
|                                   | <b>Containers &amp; Packaging</b>                                         |                 |                     |                 |                    |
| 80,190                            | TriMas Corp.                                                              | USA             | USD                 | 2,049,657       | 2.07               |
| 35,403                            | Huhtamaki OYJ                                                             | FIN             | EUR                 | 1,416,004       | 1.43               |
|                                   |                                                                           |                 |                     | 3,465,661       | 3.50               |
|                                   | <b>Diversified Consumer Services</b>                                      |                 |                     |                 |                    |
| 189,782                           | OneSpaWorld Holdings Ltd.                                                 | BHS             | USD                 | 2,916,949       | 2.94               |
| 65,500                            | Beauty Garage, Inc.                                                       | JPN             | JPY                 | 669,858         | 0.68               |
|                                   |                                                                           |                 |                     | 3,586,807       | 3.62               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 311,905                           | CESC Ltd.                                                                 | IND             | INR                 | 605,876         | 0.61               |
|                                   |                                                                           |                 |                     | 605,876         | 0.61               |
|                                   | <b>Electronic Equipment, Instruments &amp; Components</b>                 |                 |                     |                 |                    |
| 96,309                            | Knowles Corp.                                                             | USA             | USD                 | 1,662,293       | 1.68               |
| 72,800                            | ESPEC Corp.                                                               | JPN             | JPY                 | 1,445,591       | 1.46               |
| 73,835                            | Basler AG                                                                 | DEU             | EUR                 | 841,469         | 0.85               |
| 73,000                            | Tripod Technology Corp.                                                   | TWN             | TWD                 | 489,047         | 0.49               |
| 15,757                            | Jenoptik AG                                                               | DEU             | EUR                 | 455,255         | 0.46               |
|                                   |                                                                           |                 |                     | 4,893,655       | 4.94               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 7,970                             | PlayWay SA                                                                | POL             | PLN                 | 665,209         | 0.67               |
|                                   |                                                                           |                 |                     | 665,209         | 0.67               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 22,016                            | Freshpet, Inc.                                                            | USA             | USD                 | 2,848,650       | 2.87               |
| 140,137                           | Newlat Food SpA                                                           | ITA             | EUR                 | 1,840,235       | 1.86               |
| 7,528                             | Lancaster Colony Corp.                                                    | USA             | USD                 | 1,422,566       | 1.44               |
| 101,563                           | Kaveri Seed Co. Ltd.                                                      | IND             | INR                 | 1,137,665       | 1.15               |
| 26,800                            | Morinaga & Co. Ltd.                                                       | JPN             | JPY                 | 416,354         | 0.42               |
|                                   |                                                                           |                 |                     | 7,665,470       | 7.74               |
|                                   | <b>Ground Transportation</b>                                              |                 |                     |                 |                    |
| 253,355                           | Grupo Traxion SAB de CV, Reg. S, 144A                                     | MEX             | MXN                 | 377,132         | 0.38               |
|                                   |                                                                           |                 |                     | 377,132         | 0.38               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 23,324                            | Integer Holdings Corp.                                                    | USA             | USD                 | 2,700,686       | 2.73               |
| 75,000                            | Shofu, Inc.                                                               | JPN             | JPY                 | 2,181,675       | 2.20               |
| 54,292                            | Classys, Inc.                                                             | KOR             | KRW                 | 1,990,118       | 2.01               |
| 9,852                             | Medacta Group SA, Reg. S, 144A                                            | CHE             | CHF                 | 1,340,065       | 1.35               |
| 66,107                            | InBody Co. Ltd.                                                           | KOR             | KRW                 | 1,242,429       | 1.26               |
| 68,000                            | Pegavision Corp.                                                          | TWN             | TWD                 | 999,712         | 1.01               |
| 65,426                            | i-SENS, Inc.                                                              | KOR             | KRW                 | 895,020         | 0.90               |
|                                   |                                                                           |                 |                     | 11,349,705      | 11.46              |



**Templeton Global Smaller Companies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value                   | Description                             | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------------------------|-----------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Health Care Providers &amp; Services</b>         |                                         |                 |                     |                 |                    |
| 338,326                                             | Uniphar plc                             | IRL             | EUR                 | 878,774         | 0.89               |
| 114,000                                             | Universal Vision Biotechnology Co. Ltd. | TWN             | TWD                 | 873,748         | 0.88               |
| 146,699                                             | Summerset Group Holdings Ltd.           | NZL             | NZD                 | 848,833         | 0.86               |
|                                                     |                                         |                 |                     | 2,601,355       | 2.63               |
| <b>Hotels, Restaurants &amp; Leisure</b>            |                                         |                 |                     |                 |                    |
| 115,177                                             | Lindblad Expeditions Holdings, Inc.     | USA             | USD                 | 1,111,458       | 1.12               |
|                                                     |                                         |                 |                     | 1,111,458       | 1.12               |
| <b>Household Durables</b>                           |                                         |                 |                     |                 |                    |
| 103,972                                             | Sonos, Inc.                             | USA             | USD                 | 1,534,626       | 1.55               |
| 94,813                                              | Maytronics Ltd.                         | ISR             | ILS                 | 354,192         | 0.36               |
|                                                     |                                         |                 |                     | 1,888,818       | 1.91               |
| <b>Industrial Conglomerates</b>                     |                                         |                 |                     |                 |                    |
| 9,000                                               | MBB SE                                  | DEU             | EUR                 | 998,939         | 1.01               |
|                                                     |                                         |                 |                     | 998,939         | 1.01               |
| <b>Leisure Products</b>                             |                                         |                 |                     |                 |                    |
| 243,862                                             | Technogym SpA, Reg. S, 144A             | ITA             | EUR                 | 2,508,878       | 2.53               |
| 44,751                                              | Sanlorenzo SpA                          | ITA             | EUR                 | 1,853,315       | 1.87               |
| 56,453                                              | Thule Group AB, Reg. S, 144A            | SWE             | SEK                 | 1,474,759       | 1.49               |
| 286,048                                             | Ferretti SpA                            | ITA             | EUR                 | 852,752         | 0.86               |
|                                                     |                                         |                 |                     | 6,689,704       | 6.75               |
| <b>Life Sciences Tools &amp; Services</b>           |                                         |                 |                     |                 |                    |
| 2,462                                               | Siegfried Holding AG                    | CHE             | CHF                 | 2,553,611       | 2.58               |
|                                                     |                                         |                 |                     | 2,553,611       | 2.58               |
| <b>Machinery</b>                                    |                                         |                 |                     |                 |                    |
| 12,258                                              | Alamo Group, Inc.                       | USA             | USD                 | 2,120,634       | 2.14               |
| 20,295                                              | John Bean Technologies Corp.            | USA             | USD                 | 1,927,416       | 1.94               |
| 43,152                                              | Hillenbrand, Inc.                       | USA             | USD                 | 1,726,943       | 1.74               |
| 62,700                                              | CKD Corp.                               | JPN             | JPY                 | 1,244,348       | 1.26               |
| 93,300                                              | METAWATER Co. Ltd.                      | JPN             | JPY                 | 1,136,304       | 1.15               |
| 1,193                                               | Rational AG                             | DEU             | EUR                 | 989,279         | 1.00               |
| 34,208                                              | Turk Traktor ve Ziraat Makineleri A/S   | TUR             | TRY                 | 977,324         | 0.99               |
| 20,628                                              | Interpump Group SpA                     | ITA             | EUR                 | 915,334         | 0.92               |
| 2,238                                               | Bucher Industries AG                    | CHE             | CHF                 | 900,279         | 0.91               |
| 73,000                                              | Techtronic Industries Co. Ltd.          | HKG             | HKD                 | 832,192         | 0.84               |
| 224,000                                             | Haitian International Holdings Ltd.     | CHN             | HKD                 | 633,931         | 0.64               |
|                                                     |                                         |                 |                     | 13,403,984      | 13.53              |
| <b>Personal Care Products</b>                       |                                         |                 |                     |                 |                    |
| 67,299                                              | Intercos SpA                            | ITA             | EUR                 | 1,091,351       | 1.10               |
|                                                     |                                         |                 |                     | 1,091,351       | 1.10               |
| <b>Pharmaceuticals</b>                              |                                         |                 |                     |                 |                    |
| 73,900                                              | Tsumura & Co.                           | JPN             | JPY                 | 1,885,802       | 1.91               |
| 546,832                                             | Marksans Pharma Ltd.                    | IND             | INR                 | 1,041,700       | 1.05               |
|                                                     |                                         |                 |                     | 2,927,502       | 2.96               |
| <b>Professional Services</b>                        |                                         |                 |                     |                 |                    |
| 46,300                                              | TechnoPro Holdings, Inc.                | JPN             | JPY                 | 758,461         | 0.77               |
|                                                     |                                         |                 |                     | 758,461         | 0.77               |
| <b>Real Estate Management &amp; Development</b>     |                                         |                 |                     |                 |                    |
| 8,000                                               | Jones Lang LaSalle, Inc.                | USA             | USD                 | 1,642,240       | 1.66               |
| 41,028                                              | Savills plc                             | GBR             | GBP                 | 577,782         | 0.58               |
|                                                     |                                         |                 |                     | 2,220,022       | 2.24               |
| <b>Semiconductors &amp; Semiconductor Equipment</b> |                                         |                 |                     |                 |                    |
| 145,000                                             | King Yuan Electronics Co. Ltd.          | TWN             | TWD                 | 528,703         | 0.53               |
|                                                     |                                         |                 |                     | 528,703         | 0.53               |
| <b>Specialty Retail</b>                             |                                         |                 |                     |                 |                    |
| 21,991                                              | Academy Sports & Outdoors, Inc.         | USA             | USD                 | 1,171,021       | 1.18               |
| 194,358                                             | Rvrc Holding AB                         | SWE             | SEK                 | 838,756         | 0.85               |
|                                                     |                                         |                 |                     | 2,009,777       | 2.03               |
| <b>Textiles, Apparel &amp; Luxury Goods</b>         |                                         |                 |                     |                 |                    |
| 24,279                                              | Brunello Cucinelli SpA                  | ITA             | EUR                 | 2,423,531       | 2.45               |
| 156,400                                             | Asics Corp.                             | JPN             | JPY                 | 2,411,777       | 2.43               |
| 29,449                                              | Columbia Sportswear Co.                 | USA             | USD                 | 2,328,827       | 2.35               |
| 24,162                                              | Skechers USA, Inc. 'A'                  | USA             | USD                 | 1,670,077       | 1.69               |



**Templeton Global Smaller Companies Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value   | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-------------------|--------------------|
| 80,637                            | Levi Strauss & Co. 'A'                                                                  | USA             | USD                 | 1,554,681         | 1.57               |
| 883                               | Deckers Outdoor Corp.                                                                   | USA             | USD                 | 854,700           | 0.86               |
|                                   |                                                                                         |                 |                     | 11,243,593        | 11.35              |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 93,812,986        | 94.72              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 93,812,986        | 94.72              |
|                                   | UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br>INVESTMENT UNDERTAKINGS                |                 |                     |                   |                    |
|                                   | <b>EXCHANGE TRADED FUNDS</b>                                                            |                 |                     |                   |                    |
|                                   | <b>Financial Services</b>                                                               |                 |                     |                   |                    |
| 25,940                            | SPDR Russell 2000 U.S. Small Cap Fund                                                   | IRL             | USD                 | 1,512,016         | 1.53               |
|                                   |                                                                                         |                 |                     | 1,512,016         | 1.53               |
|                                   | <b>TOTAL EXCHANGE TRADED FUNDS</b>                                                      |                 |                     | 1,512,016         | 1.53               |
|                                   | <b>TOTAL UNITS OF AUTHORISED UCITS OR OTHER COLLECTIVE<br/>INVESTMENT UNDERTAKINGS</b>  |                 |                     | 1,512,016         | 1.53               |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <b>95,325,002</b> | <b>96.25</b>       |

## Schedule of Investments, June 30, 2024

## Templeton Global Total Return Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                              |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                     |                 |                     |                 |                    |
| 150,000,000,000                   | Korea Treasury Bond 3.25% 03/10/2029                                      | KOR             | KRW                 | 108,884,679     | 5.61               |
| 31,505,000,000                    | Hungary Government Bond 4.75% 11/24/2032                                  | HUN             | HUF                 | 74,565,119      | 3.84               |
| 77,380,000                        | US Treasury 3.625% 08/15/2043                                             | USA             | USD                 | 67,260,147      | 3.46               |
| 132,379,000                       | Ecuador Government Bond, Reg. S 3.5% 07/31/2035                           | ECU             | USD                 | 66,209,668      | 3.41               |
| 383,540,000                       | Brazil Notas do Tesouro Nacional 10% 01/01/2027                           | BRA             | BRL                 | 66,119,433      | 3.40               |
| 1,249,310,000                     | Mexican Bonos Desarr Fixed Rate 7.5% 05/26/2033                           | MEX             | MXN                 | 58,824,202      | 3.03               |
| 2,553,000,000                     | Egypt Treasury Bill 0% 03/18/2025                                         | EGY             | EGP                 | 45,035,229      | 2.32               |
| 256,098,000                       | Notas do Tesouro Nacional 10% 01/01/2029                                  | BRA             | BRL                 | 42,723,588      | 2.20               |
| 261,318,000                       | Brazil Notas do Tesouro Nacional 10% 01/01/2031                           | BRA             | BRL                 | 42,304,918      | 2.18               |
| 3,350,800,000                     | India Government Bond 7.26% 08/22/2032                                    | IND             | INR                 | 40,711,789      | 2.10               |
| 193,405,000,000                   | Colombia Titulos De Tesoreria 9.25% 05/28/2042                            | COL             | COP                 | 38,880,942      | 2.00               |
| 56,334,000                        | Ecuador Government Bond, Reg. S 6% 07/31/2030                             | ECU             | USD                 | 35,822,676      | 1.84               |
| 609,019,000,000                   | Indonesia Government Bond 5.125% 04/15/2027                               | IDN             | IDR                 | 35,756,458      | 1.84               |
| 1,868,200,000                     | Egypt Treasury Bill 0% 03/04/2025                                         | EGY             | EGP                 | 33,234,370      | 1.71               |
| 33,640,000                        | Panama Government Bond 6.7% 01/26/2036                                    | PAN             | USD                 | 32,727,630      | 1.69               |
| 38,460,000                        | US Treasury 3.375% 08/15/2042                                             | USA             | USD                 | 32,495,695      | 1.67               |
| 36,270,000                        | Dominican Republic Government Bond, Reg. S 5.875% 01/30/2060              | DOM             | USD                 | 30,863,314      | 1.59               |
| 1,471,400,000                     | Egypt Government Bond 25.151% 04/16/2027                                  | EGY             | EGP                 | 30,444,935      | 1.57               |
| 11,382,400,000                    | Hungary Government Bond 1% 11/26/2025                                     | HUN             | HUF                 | 28,642,405      | 1.47               |
| 462,797,000,000                   | Indonesia Government Bond 7% 02/15/2033                                   | IDN             | IDR                 | 28,143,710      | 1.45               |
| 41,000,000,000                    | Korea Treasury Bond 1.875% 06/10/2029                                     | KOR             | KRW                 | 27,907,726      | 1.44               |
| 48,440,000                        | Queensland Treasury Corp. 2% 08/22/2033                                   | AUS             | AUD                 | 25,313,392      | 1.30               |
| 29,150,000                        | Dominican Republic Government Bond, Reg. S 5.3% 01/21/2041                | DOM             | USD                 | 24,804,624      | 1.28               |
| 524,300,000                       | South Africa Government Bond 9% 01/31/2040                                | ZAF             | ZAR                 | 22,726,558      | 1.17               |
| 24,380,000                        | Mongolia Government Bond, Reg. S 4.45% 07/07/2031                         | MNG             | USD                 | 20,588,910      | 1.06               |
| 427,240,000                       | South Africa Government Bond 8.875% 02/28/2035                            | ZAF             | ZAR                 | 19,882,413      | 1.02               |
| 36,841,000                        | Treasury Corp. of Victoria, Reg. S 2.25% 09/15/2033                       | AUS             | AUD                 | 19,563,312      | 1.01               |
| 22,350,000                        | US Treasury 3.125% 02/15/2043                                             | USA             | USD                 | 18,105,246      | 0.93               |
| 19,690,000                        | US Treasury 3.75% 11/15/2043                                              | USA             | USD                 | 17,408,729      | 0.90               |
| 16,201,690                        | Germany Treasury Bill, Reg. S 0% 09/18/2024                               | DEU             | EUR                 | 17,227,319      | 0.89               |
| 79,025,000,000                    | Colombia Titulos De Tesoreria 7.25% 10/18/2034                            | COL             | COP                 | 14,976,144      | 0.77               |
| 15,110,000                        | Panama Government Bond 6.875% 01/31/2036                                  | PAN             | USD                 | 14,792,569      | 0.76               |
| 330,190,000                       | South Africa Government Bond 8.5% 01/31/2037                              | ZAF             | ZAR                 | 14,284,446      | 0.74               |
| 85,953,000                        | Brazil Notas do Tesouro Nacional 10% 01/01/2033                           | BRA             | BRL                 | 13,671,725      | 0.70               |
| 7,225,000,000                     | Kazakhstan Government Bond 7.68% 08/13/2029                               | KAZ             | KZT                 | 12,543,076      | 0.65               |
| 15,450,000                        | Egypt Government Bond, Reg. S 8.75% 09/30/2051                            | EGY             | USD                 | 11,671,992      | 0.60               |
| 250,670,000                       | Mexican Bonos Desarr Fixed Rate 7.75% 11/13/2042                          | MEX             | MXN                 | 11,049,763      | 0.57               |
| 170,017,000,000                   | Indonesia Government Bond 6.375% 04/15/2032                               | IDN             | IDR                 | 10,001,211      | 0.52               |
| 10,750,000                        | Mongolia Government Bond, Reg. S 3.5% 07/07/2027                          | MNG             | USD                 | 9,691,125       | 0.50               |
| 16,280,000                        | Sri Lanka Government Bond, Reg. S 6.2% 05/11/2027 <sup>s</sup>            | LKA             | USD                 | 9,596,152       | 0.49               |
| 197,410,000                       | Mexican Bonos Desarr Fixed Rate 7.75% 11/23/2034                          | MEX             | MXN                 | 9,294,904       | 0.48               |
| 4,676,900,000                     | Kazakhstan Government Bond 9% 07/03/2027                                  | KAZ             | KZT                 | 9,002,099       | 0.46               |
| 173,160,000                       | Mexican Bonos Desarr Fixed Rate 8.5% 05/31/2029                           | MEX             | MXN                 | 8,916,065       | 0.46               |
| 4,974,500,000                     | Kazakhstan Government Bond 5.5% 09/20/2028                                | KAZ             | KZT                 | 8,166,088       | 0.42               |
| 7,520,000                         | Panama Government Bond 6.4% 02/14/2035                                    | PAN             | USD                 | 7,143,109       | 0.37               |
| 42,009,000,000                    | Colombia Titulos De Tesoreria 6.25% 07/09/2036                            | COL             | COP                 | 6,989,153       | 0.36               |
| 9,620,000                         | Egypt Government Bond, Reg. S 7.5% 02/16/2061                             | EGY             | USD                 | 6,470,797       | 0.33               |
| 3,096,800,000                     | Kazakhstan Government Bond 12% 03/07/2030                                 | KAZ             | KZT                 | 6,336,436       | 0.33               |
| 496,000,000                       | India Government Bond 7.1% 04/18/2029                                     | IND             | INR                 | 5,968,917       | 0.31               |
| 86,407,000,000                    | Indonesia Government Bond 8.75% 05/15/2031                                | IDN             | IDR                 | 5,769,032       | 0.30               |
| 5,820,000                         | Mongolia Government Bond, Reg. S 5.125% 04/07/2026                        | MNG             | USD                 | 5,651,220       | 0.29               |
| 116,450,000                       | Mexican Bonos Desarr Fixed Rate 8.5% 11/18/2038                           | MEX             | MXN                 | 5,646,309       | 0.29               |
| 87,744,000,000                    | Indonesia Government Bond 7% 09/15/2030                                   | IDN             | IDR                 | 5,361,520       | 0.28               |
| 2,586,600,000                     | Kazakhstan Government Bond 10.55% 07/28/2029                              | KAZ             | KZT                 | 5,025,728       | 0.26               |
| 2,458,100,000                     | Kazakhstan Government Bond 5.49% 03/27/2027                               | KAZ             | KZT                 | 4,365,243       | 0.22               |
| 2,042,600,000                     | Kazakhstan Government Bond 10.67% 01/21/2026                              | KAZ             | KZT                 | 4,159,441       | 0.21               |
| 1,733,600,000                     | Kazakhstan Government Bond 15.3% 03/03/2029                               | KAZ             | KZT                 | 3,973,536       | 0.20               |
| 1,987,500,000                     | Kazakhstan Government Bond 10.3% 03/17/2031                               | KAZ             | KZT                 | 3,752,913       | 0.19               |
| 1,527,300,000                     | Hungary Government Bond 3% 10/27/2027                                     | HUN             | HUF                 | 3,702,970       | 0.19               |
| 60,565,000,000                    | Indonesia Government Bond 6.5% 02/15/2031                                 | IDN             | IDR                 | 3,584,688       | 0.18               |
| 63,520,000                        | Mexican Bonos Desarr Fixed Rate 10% 11/20/2036                            | MEX             | MXN                 | 3,498,419       | 0.18               |
| 5,880,000                         | Sri Lanka Government Bond, Reg. S 6.85% 11/03/2025 <sup>s</sup>           | LKA             | USD                 | 3,485,243       | 0.18               |

## Templeton Global Total Return Fund (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| 93,107,364                        | Ghana Government Bond 5% 02/15/2028                                                                                       | GHA             | GHS                 | 3,418,146       | 0.18               |
| 93,230,116                        | Ghana Government Bond 5% 02/13/2029                                                                                       | GHA             | GHS                 | 3,045,127       | 0.16               |
| 246,000,000                       | India Government Bond 7.18% 08/14/2033                                                                                    | IND             | INR                 | 2,977,816       | 0.15               |
| 93,367,504                        | Ghana Government Bond 5% 02/12/2030                                                                                       | GHA             | GHS                 | 2,808,320       | 0.14               |
| 2,840,000                         | Dominican Republic Government Bond, Reg. S 6.4% 06/05/2049                                                                | DOM             | USD                 | 2,668,349       | 0.14               |
| 58,657,050                        | Ghana Government Bond 5% 02/16/2027                                                                                       | GHA             | GHS                 | 2,475,232       | 0.13               |
| 10,539,000,000                    | Colombia Government Bond 9.85% 06/28/2027                                                                                 | COL             | COP                 | 2,447,429       | 0.13               |
| 83,138,263                        | Ghana Government Bond 5% 02/11/2031                                                                                       | GHA             | GHS                 | 2,316,779       | 0.12               |
| 83,260,601                        | Ghana Government Bond 5% 02/10/2032                                                                                       | GHA             | GHS                 | 2,195,573       | 0.11               |
| 83,383,028                        | Ghana Government Bond 5% 02/08/2033                                                                                       | GHA             | GHS                 | 2,107,997       | 0.11               |
| 83,300,220                        | Ghana Government Bond 5% 02/07/2034                                                                                       | GHA             | GHS                 | 2,044,253       | 0.11               |
| 83,422,526                        | Ghana Government Bond 5% 02/06/2035                                                                                       | GHA             | GHS                 | 2,007,326       | 0.10               |
| 83,544,921                        | Ghana Government Bond 5% 02/05/2036                                                                                       | GHA             | GHS                 | 1,986,744       | 0.10               |
| 83,789,981                        | Ghana Government Bond 5% 02/02/2038                                                                                       | GHA             | GHS                 | 1,979,588       | 0.10               |
| 83,667,405                        | Ghana Government Bond 5% 02/03/2037                                                                                       | GHA             | GHS                 | 1,978,465       | 0.10               |
| 1,968,000                         | Sri Lanka Government Bond, Reg. S 7.85% 03/14/2029 <sup>s</sup>                                                           | LKA             | USD                 | 1,171,940       | 0.06               |
| 416,100,000                       | Kazakhstan Government Bond 14% 05/12/2031                                                                                 | KAZ             | KZT                 | 931,176         | 0.05               |
| 1,400,000                         | Sri Lanka Government Bond, Reg. S 6.75% 04/18/2028 <sup>s</sup>                                                           | LKA             | USD                 | 826,631         | 0.04               |
| 346,700,000                       | Kazakhstan Government Bond 15.35% 11/18/2027                                                                              | KAZ             | KZT                 | 778,152         | 0.04               |
| 362,500,000                       | Kazakhstan Government Bond 11% 02/04/2030                                                                                 | KAZ             | KZT                 | 715,768         | 0.04               |
| 418,000                           | El Salvador Government Bond, Reg. S 7.65% 06/15/2035                                                                      | SLV             | USD                 | 304,222         | 0.02               |
|                                   |                                                                                                                           |                 |                     | 1,442,906,202   | 74.30              |
|                                   | <b>Supranational</b>                                                                                                      |                 |                     |                 |                    |
| 155,598,000,000                   | Asian Development Bank 11.75% 07/24/2024                                                                                  | SP              | COP                 | 37,499,614      | 1.93               |
| 100,371,000,000                   | Asian Development Bank 11.2% 01/31/2025                                                                                   | SP              | COP                 | 24,122,325      | 1.24               |
|                                   |                                                                                                                           |                 |                     | 61,621,939      | 3.17               |
|                                   | <b>TOTAL BONDS</b>                                                                                                        |                 |                     | 1,504,528,141   | 77.47              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b>                                   |                 |                     | 1,504,528,141   | 77.47              |
|                                   | TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br>REGULATED MARKET                                                           |                 |                     |                 |                    |
|                                   | <b>BONDS</b>                                                                                                              |                 |                     |                 |                    |
|                                   | <b>Government and Municipal Bonds</b>                                                                                     |                 |                     |                 |                    |
| 172,070,000                       | FHLB 0% 07/01/2024                                                                                                        | USA             | USD                 | 171,995,436     | 8.86               |
| 465,210,000                       | Malaysia Government Bond 3.899% 11/16/2027                                                                                | MYS             | MYR                 | 99,692,153      | 5.13               |
| 119,740,000                       | Malaysia Government Bond 3.502% 05/31/2027                                                                                | MYS             | MYR                 | 25,358,593      | 1.31               |
| 107,500,000                       | Malaysia Government Bond 4.059% 09/30/2024                                                                                | MYS             | MYR                 | 22,831,385      | 1.17               |
| 93,180,000                        | Malaysia Government Bond 3.882% 03/14/2025                                                                                | MYS             | MYR                 | 19,836,479      | 1.02               |
| 59,870,000                        | Malaysia Government Bond 3.9% 11/30/2026                                                                                  | MYS             | MYR                 | 12,829,502      | 0.66               |
| 35,127,000                        | Malaysia Government Bond 3.955% 09/15/2025                                                                                | MYS             | MYR                 | 7,503,837       | 0.39               |
| 29,720,000                        | Malaysia Government Bond 4.181% 07/15/2024                                                                                | MYS             | MYR                 | 6,301,861       | 0.32               |
| 21,390,000                        | Malaysia Government Bond 3.885% 08/15/2029                                                                                | MYS             | MYR                 | 4,581,318       | 0.24               |
| 1,860,000                         | Malaysia Government Bond 3.892% 03/15/2027                                                                                | MYS             | MYR                 | 398,054         | 0.02               |
|                                   |                                                                                                                           |                 |                     | 371,328,618     | 19.12              |
|                                   | <b>TOTAL BONDS</b>                                                                                                        |                 |                     | 371,328,618     | 19.12              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES DEALT IN ON ANOTHER<br/>REGULATED MARKET</b>                                             |                 |                     | 371,328,618     | 19.12              |
|                                   | TRANSFERABLE SECURITIES NOT ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING NOR DEALT IN ON ANOTHER<br>REGULATED MARKET |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                                                                             |                 |                     |                 |                    |
|                                   | <b>Broadline Retail</b>                                                                                                   |                 |                     |                 |                    |
| 610,224,365                       | K2016470219 South Africa Ltd. 'A'''                                                                                       | ZAF             | ZAR                 | —               | —                  |
| 63,241,285                        | K2016470219 South Africa Ltd. 'B'''                                                                                       | ZAF             | ZAR                 | —               | —                  |
| 3,015,384                         | K2016470219 South Africa Ltd., Escrow Account 'D'''                                                                       | ZAF             | ZAR                 | —               | —                  |
|                                   |                                                                                                                           |                 |                     | —               | —                  |
|                                   | <b>TOTAL SHARES</b>                                                                                                       |                 |                     | —               | —                  |
|                                   | <b>BONDS</b>                                                                                                              |                 |                     |                 |                    |
|                                   | <b>Corporate Bonds</b>                                                                                                    |                 |                     |                 |                    |
| 52,881,222                        | K2016470219 South Africa Ltd., Reg. S 3% 12/31/2022 <sup>ss</sup>                                                         | ZAF             | USD                 | —               | —                  |
| 5,373,990                         | K2016470219 South Africa Ltd., Reg. S 8% 02/28/2023 <sup>ss</sup>                                                         | ZAF             | EUR                 | —               | —                  |

**Templeton Global Total Return Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                                                                              | Country<br>code | Trading<br>currency | Market<br>value      | % of net<br>assets |
|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|-----------------|---------------------|----------------------|--------------------|
| 24,260,299                        | K2016470260 South Africa Ltd., Reg. S 25% 02/28/2023**§                                                                                  | ZAF             | USD                 | —                    | —                  |
|                                   |                                                                                                                                          |                 |                     | —                    | —                  |
|                                   | <b>TOTAL BONDS</b>                                                                                                                       |                 |                     | —                    | —                  |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES NOT ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING NOR DEALT IN ON<br/>ANOTHER REGULATED MARKET</b> |                 |                     | —                    | —                  |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                                                                 |                 |                     | <b>1,875,856,759</b> | <b>96.59</b>       |

§ These Bonds are currently in default

\*\*These securities are submitted to a Fair Valuation

## Schedule of Investments, June 30, 2024

## Templeton Growth (Euro) Fund

(Currency - EUR)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Aerospace &amp; Defense</b>                                            |                 |                     |                 |                    |
| 41,399,781                        | Rolls-Royce Holdings plc                                                  | GBR             | GBP                 | 221,994,493     | 2.91               |
| 11,602,480                        | BAE Systems plc                                                           | GBR             | GBP                 | 180,436,907     | 2.36               |
| 1,046,834                         | Thales SA                                                                 | FRA             | EUR                 | 156,365,996     | 2.05               |
| 1,050,717                         | Airbus SE                                                                 | FRA             | EUR                 | 134,653,768     | 1.76               |
|                                   |                                                                           |                 |                     | 693,451,164     | 9.08               |
|                                   | <b>Automobile Components</b>                                              |                 |                     |                 |                    |
| 1,685,664                         | Continental AG                                                            | DEU             | EUR                 | 89,146,337      | 1.17               |
| 5,419,550                         | Forvia SE                                                                 | FRA             | EUR                 | 60,381,436      | 0.79               |
|                                   |                                                                           |                 |                     | 149,527,773     | 1.96               |
|                                   | <b>Automobiles</b>                                                        |                 |                     |                 |                    |
| 8,820,264                         | Honda Motor Co. Ltd.                                                      | JPN             | JPY                 | 88,537,488      | 1.16               |
|                                   |                                                                           |                 |                     | 88,537,488      | 1.16               |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 5,717,912                         | Bank of America Corp.                                                     | USA             | USD                 | 212,306,384     | 2.78               |
| 1,333,957                         | PNC Financial Services Group, Inc. (The)                                  | USA             | USD                 | 193,636,114     | 2.54               |
| 194,846,396                       | Lloyds Banking Group plc                                                  | GBR             | GBP                 | 125,472,833     | 1.64               |
| 800,558                           | Royal Bank of Canada                                                      | CAN             | CAD                 | 79,565,299      | 1.04               |
|                                   |                                                                           |                 |                     | 610,980,630     | 8.00               |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 402,461                           | Anheuser-Busch InBev SA/NV                                                | BEL             | EUR                 | 21,817,242      | 0.29               |
|                                   |                                                                           |                 |                     | 21,817,242      | 0.29               |
|                                   | <b>Broadline Retail</b>                                                   |                 |                     |                 |                    |
| 1,057,501                         | Amazon.com, Inc.                                                          | USA             | USD                 | 190,796,448     | 2.50               |
|                                   |                                                                           |                 |                     | 190,796,448     | 2.50               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 685,237                           | Intercontinental Exchange, Inc.                                           | USA             | USD                 | 87,575,480      | 1.15               |
|                                   |                                                                           |                 |                     | 87,575,480      | 1.15               |
|                                   | <b>Chemicals</b>                                                          |                 |                     |                 |                    |
| 1,211,253                         | Albemarle Corp.                                                           | USA             | USD                 | 108,018,757     | 1.42               |
|                                   |                                                                           |                 |                     | 108,018,757     | 1.42               |
|                                   | <b>Construction Materials</b>                                             |                 |                     |                 |                    |
| 1,056,387                         | CRH plc                                                                   | USA             | USD                 | 73,950,051      | 0.97               |
|                                   |                                                                           |                 |                     | 73,950,051      | 0.97               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 1,554,197                         | Target Corp.                                                              | USA             | USD                 | 214,810,318     | 2.81               |
|                                   |                                                                           |                 |                     | 214,810,318     | 2.81               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 1,459,814                         | Orsted A/S, Reg. S, 144A                                                  | DNK             | DKK                 | 72,410,227      | 0.95               |
|                                   |                                                                           |                 |                     | 72,410,227      | 0.95               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 543,833                           | GE Vernova, Inc.                                                          | USA             | USD                 | 87,081,319      | 1.14               |
|                                   |                                                                           |                 |                     | 87,081,319      | 1.14               |
|                                   | <b>Entertainment</b>                                                      |                 |                     |                 |                    |
| 1,976,812                         | Walt Disney Co. (The)                                                     | USA             | USD                 | 183,248,689     | 2.40               |
|                                   |                                                                           |                 |                     | 183,248,689     | 2.40               |
|                                   | <b>Financial Services</b>                                                 |                 |                     |                 |                    |
| 354,173                           | Visa, Inc. 'A'                                                            | USA             | USD                 | 86,789,087      | 1.14               |
|                                   |                                                                           |                 |                     | 86,789,087      | 1.14               |
|                                   | <b>Food Products</b>                                                      |                 |                     |                 |                    |
| 1,928,049                         | Danone SA                                                                 | FRA             | EUR                 | 110,269,005     | 1.44               |
|                                   |                                                                           |                 |                     | 110,269,005     | 1.44               |
|                                   | <b>Ground Transportation</b>                                              |                 |                     |                 |                    |
| 900,917                           | Union Pacific Corp.                                                       | USA             | USD                 | 190,310,417     | 2.49               |
|                                   |                                                                           |                 |                     | 190,310,417     | 2.49               |
|                                   | <b>Health Care Equipment &amp; Supplies</b>                               |                 |                     |                 |                    |
| 2,152,438                         | Medtronic plc                                                             | USA             | USD                 | 158,172,347     | 2.07               |
|                                   |                                                                           |                 |                     | 158,172,347     | 2.07               |

**Templeton Growth (Euro) Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value                     | Description                                      | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-------------------------------------------------------|--------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
| <b>Health Care Providers &amp; Services</b>           |                                                  |                 |                     |                 |                    |
| 460,086                                               | UnitedHealth Group, Inc.                         | USA             | USD                 | 218,750,261     | 2.87               |
| 282,845                                               | HCA Healthcare, Inc.                             | USA             | USD                 | 84,840,299      | 1.11               |
|                                                       |                                                  |                 |                     | 303,590,560     | 3.98               |
| <b>Hotels, Restaurants &amp; Leisure</b>              |                                                  |                 |                     |                 |                    |
| 883,298                                               | Hyatt Hotels Corp. 'A'                           | USA             | USD                 | 125,283,014     | 1.64               |
| 27,330                                                | Booking Holdings, Inc.                           | USA             | USD                 | 101,080,944     | 1.32               |
| 2,615,130                                             | Aramark                                          | USA             | USD                 | 83,061,083      | 1.09               |
|                                                       |                                                  |                 |                     | 309,425,041     | 4.05               |
| <b>Household Durables</b>                             |                                                  |                 |                     |                 |                    |
| 8,575,351                                             | Barratt Developments plc                         | GBR             | GBP                 | 47,551,240      | 0.62               |
| 2,782,608                                             | Persimmon plc                                    | GBR             | GBP                 | 44,086,253      | 0.58               |
|                                                       |                                                  |                 |                     | 91,637,493      | 1.20               |
| <b>Industrial Conglomerates</b>                       |                                                  |                 |                     |                 |                    |
| 4,943,475                                             | Hitachi Ltd.                                     | JPN             | JPY                 | 103,936,317     | 1.36               |
| 381,517                                               | Honeywell International, Inc.                    | USA             | USD                 | 76,061,192      | 1.00               |
|                                                       |                                                  |                 |                     | 179,997,509     | 2.36               |
| <b>Interactive Media &amp; Services</b>               |                                                  |                 |                     |                 |                    |
| 1,437,596                                             | Alphabet, Inc. 'A'                               | USA             | USD                 | 244,475,885     | 3.20               |
|                                                       |                                                  |                 |                     | 244,475,885     | 3.20               |
| <b>Life Sciences Tools &amp; Services</b>             |                                                  |                 |                     |                 |                    |
| 290,024                                               | Thermo Fisher Scientific, Inc.                   | USA             | USD                 | 149,736,979     | 1.96               |
| 333,833                                               | ICON plc                                         | USA             | USD                 | 97,700,153      | 1.28               |
|                                                       |                                                  |                 |                     | 247,437,132     | 3.24               |
| <b>Machinery</b>                                      |                                                  |                 |                     |                 |                    |
| 14,687,490                                            | CNH Industrial NV                                | USA             | USD                 | 138,907,926     | 1.82               |
| 3,661,910                                             | Komatsu Ltd.                                     | JPN             | JPY                 | 99,878,011      | 1.31               |
|                                                       |                                                  |                 |                     | 238,785,937     | 3.13               |
| <b>Media</b>                                          |                                                  |                 |                     |                 |                    |
| 1,719,595                                             | Comcast Corp. 'A'                                | USA             | USD                 | 62,869,333      | 0.82               |
|                                                       |                                                  |                 |                     | 62,869,333      | 0.82               |
| <b>Oil, Gas &amp; Consumable Fuels</b>                |                                                  |                 |                     |                 |                    |
| 30,209,373                                            | BP plc                                           | USA             | GBP                 | 169,817,092     | 2.22               |
| 4,719,015                                             | Reliance Industries Ltd.                         | IND             | INR                 | 165,210,781     | 2.16               |
| 3,341,436                                             | Shell plc                                        | USA             | GBP                 | 111,899,337     | 1.47               |
|                                                       |                                                  |                 |                     | 446,927,210     | 5.85               |
| <b>Personal Care Products</b>                         |                                                  |                 |                     |                 |                    |
| 3,758,253                                             | Unilever plc                                     | GBR             | EUR                 | 192,505,417     | 2.52               |
|                                                       |                                                  |                 |                     | 192,505,417     | 2.52               |
| <b>Pharmaceuticals</b>                                |                                                  |                 |                     |                 |                    |
| 1,928,298                                             | AstraZeneca plc                                  | GBR             | GBP                 | 280,196,804     | 3.67               |
|                                                       |                                                  |                 |                     | 280,196,804     | 3.67               |
| <b>Professional Services</b>                          |                                                  |                 |                     |                 |                    |
| 1,873,343                                             | Adecco Group AG                                  | CHE             | CHF                 | 58,025,739      | 0.76               |
|                                                       |                                                  |                 |                     | 58,025,739      | 0.76               |
| <b>Semiconductors &amp; Semiconductor Equipment</b>   |                                                  |                 |                     |                 |                    |
| 2,132,888                                             | Micron Technology, Inc.                          | USA             | USD                 | 261,916,505     | 3.43               |
| 1,184,940                                             | Taiwan Semiconductor Manufacturing Co. Ltd., ADR | TWN             | USD                 | 192,283,100     | 2.52               |
| 3,917,216                                             | Infineon Technologies AG                         | DEU             | EUR                 | 134,238,767     | 1.76               |
|                                                       |                                                  |                 |                     | 588,438,372     | 7.71               |
| <b>Software</b>                                       |                                                  |                 |                     |                 |                    |
| 452,534                                               | Microsoft Corp.                                  | USA             | USD                 | 188,833,982     | 2.48               |
| 554,815                                               | SAP SE                                           | DEU             | EUR                 | 104,065,351     | 1.36               |
| 160,169                                               | Adobe, Inc.                                      | USA             | USD                 | 83,073,746      | 1.09               |
|                                                       |                                                  |                 |                     | 375,973,079     | 4.93               |
| <b>Specialty Retail</b>                               |                                                  |                 |                     |                 |                    |
| 2,020,302                                             | TJX Cos., Inc. (The)                             | USA             | USD                 | 207,669,926     | 2.72               |
|                                                       |                                                  |                 |                     | 207,669,926     | 2.72               |
| <b>Technology Hardware, Storage &amp; Peripherals</b> |                                                  |                 |                     |                 |                    |
| 3,793,580                                             | Samsung Electronics Co. Ltd.                     | KOR             | KRW                 | 207,925,782     | 2.72               |
|                                                       |                                                  |                 |                     | 207,925,782     | 2.72               |

**Templeton Growth (Euro) Fund** (continued)

(Currency - EUR)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value             | % of net<br>assets  |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|-----------------------------|---------------------|
|                                   | <b>Textiles, Apparel &amp; Luxury Goods</b>                                             |                 |                     |                             |                     |
| 110,431                           | LVMH Moet Hennessy Louis Vuitton SE                                                     | FRA             | EUR                 | 79,170,770                  | 1.04                |
| 38,135,000                        | Li Ning Co. Ltd.                                                                        | CHN             | HKD                 | 76,723,526                  | 1.00                |
|                                   |                                                                                         |                 |                     | <u>155,894,296</u>          | <u>2.04</u>         |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | <u>7,319,521,957</u>        | <u>95.87</u>        |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | <u>7,319,521,957</u>        | <u>95.87</u>        |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <u><b>7,319,521,957</b></u> | <u><b>95.87</b></u> |



## Schedule of Investments, June 30, 2024

## Templeton Latin America Fund

(Currency - USD)

| Number of shares<br>or face value | Description                                                               | Country<br>code | Trading<br>currency | Market<br>value | % of net<br>assets |
|-----------------------------------|---------------------------------------------------------------------------|-----------------|---------------------|-----------------|--------------------|
|                                   | TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL<br>STOCK EXCHANGE LISTING |                 |                     |                 |                    |
|                                   | <b>SHARES</b>                                                             |                 |                     |                 |                    |
|                                   | <b>Banks</b>                                                              |                 |                     |                 |                    |
| 20,249,999                        | Itaúsa SA Preference                                                      | BRA             | BRL                 | 35,571,116      | 6.25               |
| 3,450,584                         | Grupo Financiero Banorte SAB de CV 'O'                                    | MEX             | MXN                 | 26,890,975      | 4.73               |
| 4,247,184                         | Itaú Unibanco Holding SA, ADR Preference                                  | BRA             | USD                 | 24,803,555      | 4.36               |
| 713,386                           | Intercorp Financial Services, Inc.                                        | PER             | USD                 | 15,986,980      | 2.81               |
| 76,670                            | Credicorp Ltd.                                                            | PER             | USD                 | 12,369,171      | 2.17               |
|                                   |                                                                           |                 |                     | 115,621,797     | 20.32              |
|                                   | <b>Beverages</b>                                                          |                 |                     |                 |                    |
| 1,541,673                         | Fomento Economico Mexicano SAB de CV                                      | MEX             | MXN                 | 16,588,221      | 2.92               |
| 6,942,756                         | Ambev SA                                                                  | BRA             | BRL                 | 14,170,284      | 2.49               |
| 4,122,168                         | Embotelladora Andina SA 'A' Preference                                    | CHL             | CLP                 | 9,724,908       | 1.71               |
|                                   |                                                                           |                 |                     | 40,483,413      | 7.12               |
|                                   | <b>Capital Markets</b>                                                    |                 |                     |                 |                    |
| 13,171,151                        | Bolsa Mexicana de Valores SAB de CV                                       | MEX             | MXN                 | 22,305,984      | 3.92               |
| 9,532,788                         | B3 SA - Brasil Bolsa Balcao                                               | BRA             | BRL                 | 17,461,474      | 3.07               |
|                                   |                                                                           |                 |                     | 39,767,458      | 6.99               |
|                                   | <b>Consumer Staples Distribution &amp; Retail</b>                         |                 |                     |                 |                    |
| 7,073,454                         | Wal-Mart de Mexico SAB de CV                                              | MEX             | MXN                 | 24,074,479      | 4.23               |
| 4,709,924                         | Atacadao SA                                                               | BRA             | BRL                 | 7,599,438       | 1.34               |
|                                   |                                                                           |                 |                     | 31,673,917      | 5.57               |
|                                   | <b>Electric Utilities</b>                                                 |                 |                     |                 |                    |
| 4,607,142                         | Centrais Eletricas Brasileiras SA                                         | BRA             | BRL                 | 29,544,848      | 5.19               |
|                                   |                                                                           |                 |                     | 29,544,848      | 5.19               |
|                                   | <b>Electrical Equipment</b>                                               |                 |                     |                 |                    |
| 153,627                           | Sociedad Quimica y Minera de Chile SA 'B' Preference                      | CHL             | CLP                 | 6,207,931       | 1.09               |
|                                   |                                                                           |                 |                     | 6,207,931       | 1.09               |
|                                   | <b>Energy Equipment &amp; Services</b>                                    |                 |                     |                 |                    |
| 198,354                           | Tenaris SA, ADR                                                           | USA             | USD                 | 6,053,764       | 1.06               |
|                                   |                                                                           |                 |                     | 6,053,764       | 1.06               |
|                                   | <b>Ground Transportation</b>                                              |                 |                     |                 |                    |
| 2,617,482                         | Localiza Rent a Car SA                                                    | BRA             | BRL                 | 19,665,002      | 3.46               |
| 5,299,951                         | Rumo SA                                                                   | BRA             | BRL                 | 19,643,669      | 3.45               |
| 26,447                            | Localiza Rent a Car SA Rights                                             | BRA             | BRL                 | 42,577          | 0.01               |
|                                   |                                                                           |                 |                     | 39,351,248      | 6.92               |
|                                   | <b>Health Care Providers &amp; Services</b>                               |                 |                     |                 |                    |
| 1,213,367                         | Rede D'Or Sao Luiz SA, Reg. S, 144A                                       | BRA             | BRL                 | 5,903,670       | 1.04               |
|                                   |                                                                           |                 |                     | 5,903,670       | 1.04               |
|                                   | <b>Household Products</b>                                                 |                 |                     |                 |                    |
| 12,384,122                        | Kimberly-Clark de Mexico SAB de CV 'A'                                    | MEX             | MXN                 | 21,426,695      | 3.77               |
|                                   |                                                                           |                 |                     | 21,426,695      | 3.77               |
|                                   | <b>Metals &amp; Mining</b>                                                |                 |                     |                 |                    |
| 3,816,814                         | Vale SA                                                                   | BRA             | BRL                 | 42,480,733      | 7.47               |
| 6,410,748                         | Grupo Mexico SAB de CV                                                    | MEX             | MXN                 | 34,487,697      | 6.06               |
|                                   |                                                                           |                 |                     | 76,968,430      | 13.53              |
|                                   | <b>Oil, Gas &amp; Consumable Fuels</b>                                    |                 |                     |                 |                    |
| 7,700,731                         | Petroleo Brasileiro SA Preference                                         | BRA             | BRL                 | 52,414,038      | 9.21               |
|                                   |                                                                           |                 |                     | 52,414,038      | 9.21               |
|                                   | <b>Paper &amp; Forest Products</b>                                        |                 |                     |                 |                    |
| 918,436                           | Suzano SA                                                                 | BRA             | BRL                 | 9,366,147       | 1.65               |
| 4,718,634                         | Dexco SA                                                                  | BRA             | BRL                 | 5,537,084       | 0.97               |
|                                   |                                                                           |                 |                     | 14,903,231      | 2.62               |
|                                   | <b>Personal Care Products</b>                                             |                 |                     |                 |                    |
| 1,776,135                         | Natura & Co. Holding SA                                                   | BRA             | BRL                 | 4,937,283       | 0.87               |
|                                   |                                                                           |                 |                     | 4,937,283       | 0.87               |
|                                   | <b>Software</b>                                                           |                 |                     |                 |                    |
| 3,965,354                         | TOTVS SA                                                                  | BRA             | BRL                 | 21,584,645      | 3.79               |
|                                   |                                                                           |                 |                     | 21,584,645      | 3.79               |

**Templeton Latin America Fund** (continued)

(Currency - USD)

| Number of shares<br>or face value | Description                                                                             | Country<br>code | Trading<br>currency | Market<br>value    | % of net<br>assets |
|-----------------------------------|-----------------------------------------------------------------------------------------|-----------------|---------------------|--------------------|--------------------|
|                                   | <b>Specialty Retail</b>                                                                 |                 |                     |                    |                    |
| 1,979,366                         | Vibra Energia SA                                                                        | BRA             | BRL                 | 7,400,029          | 1.30               |
|                                   |                                                                                         |                 |                     | 7,400,029          | 1.30               |
|                                   | <b>Transportation Infrastructure</b>                                                    |                 |                     |                    |                    |
| 533,849                           | Grupo Aeroportuario del Pacifico SAB de CV 'B'                                          | MEX             | MXN                 | 8,351,682          | 1.47               |
| 764,173                           | Grupo Aeroportuario del Centro Norte SAB de CV 'B'                                      | MEX             | MXN                 | 6,481,682          | 1.14               |
| 2,491,245                         | CCR SA                                                                                  | BRA             | BRL                 | 5,187,169          | 0.91               |
|                                   |                                                                                         |                 |                     | 20,020,533         | 3.52               |
|                                   | <b>Water Utilities</b>                                                                  |                 |                     |                    |                    |
| 25,207,469                        | Aguas Andinas SA 'A'                                                                    | CHL             | CLP                 | 6,884,140          | 1.21               |
|                                   |                                                                                         |                 |                     | 6,884,140          | 1.21               |
|                                   | <b>TOTAL SHARES</b>                                                                     |                 |                     | 541,147,070        | 95.12              |
|                                   | <b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN<br/>OFFICIAL STOCK EXCHANGE LISTING</b> |                 |                     | 541,147,070        | 95.12              |
|                                   | <b>TOTAL INVESTMENTS</b>                                                                |                 |                     | <b>541,147,070</b> | <b>95.12</b>       |

## Additional Information - Unaudited

### Investment Managers

#### FRANKLIN ADVISERS, INC.

One Franklin Parkway  
San Mateo, CA 94403-1906, U.S.A.

#### FRANKLIN MUTUAL ADVISERS, LLC

101 John F. Kennedy Parkway  
Short Hills, NJ 07078-2789, U.S.A.

#### FRANKLIN TEMPLETON INSTITUTIONAL LLC

280 Park Avenue,  
New York, NY 10017, U.S.A.

#### FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

8A, rue Albert Borschette, L-1246 Luxembourg  
Grand Duchy of Luxembourg

#### FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

Cannon Place, 78 Cannon Street  
London EC4N 6HL, United Kingdom

#### FRANKLIN TEMPLETON INVESTIMENTOS (Brasil) Ltda.

Avenue Brigadeiro Faria Lima 3311, 5o andar,  
São Paulo 04538-133, Brazil

#### FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED

17/F, Chater House  
8 Connaught Road Central  
Hong Kong

#### FRANKLIN TEMPLETON INVESTMENTS CORP.

200 King Street West, Suite 1500,  
Toronto, Ontario M5H 3T4, Canada

#### K2/D&S MANAGEMENT CO., LLC

300 Atlantic Street, 12th Floor  
Stamford, CT 06901, U.S.A.

#### JENNISON ASSOCIATES LLC

466 Lexington Avenue  
New York, NY 10017, U.S.A.

#### LAZARD ASSET MANAGEMENT LLC

30 Rockefeller Plaza  
New York, NY 10112, U.S.A.

#### GRAHAM CAPITAL MANAGEMENT L.P.

40 Highland Avenue  
Rowayton, CT 06853, U.S.A.

#### APOLLO SA MANAGEMENT, LLC

9 West 57th Street, Suite 4800  
New York, NY 10019, U.S.A.

#### BARDIN HILL ARBITRAGE UCITS MANAGEMENT LP

477 Madison Avenue, 8th Floor  
New York, NY 10022, U.S.A.

#### RBC GLOBAL ASSET MANAGEMENT (UK) LIMITED

77 Grosvenor Street, London, W1K 3JR  
United Kingdom

#### ELECTRON CAPITAL PARTNERS, LLC

10 East 53rd Street, 19th Floor, New York,  
NY 10022, U.S.A.

#### FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

The Gate, East Wing, Level 2,  
Dubai International Financial Centre,  
P.O. Box 506613, Dubai, United Arab Emirates

#### TEMPLETON ASSET MANAGEMENT LTD.

7 Temasek Boulevard  
# 38-03 Suntec Tower One  
Singapore 038987

#### TEMPLETON GLOBAL ADVISORS LIMITED

P.O. Box N-7759  
Lyford Cay, Nassau, Bahamas

#### TEMPLETON INVESTMENT COUNSEL, LLC

300 S.E. 2nd Street  
Fort Lauderdale, FL 33301, U.S.A.

#### BRANDYWINE GLOBAL INVESTMENT MANAGEMENT, LLC

1735 Market Street, Suite 1800  
Philadelphia, PA 19103  
USA

#### MARTIN CURRIE INVESTMENT MANAGEMENT LTD

20 Castle Terrace, Edinburgh EH1 2ES, Midlothian  
United Kingdom

#### CAPITAL FUND MANAGEMENT S.A.

23, rue de l'Université,  
75007 Paris, France

#### FRANKLIN TEMPLETON SEALAND FUND MANAGEMENT CO., LTD.

9F, Block B, IFC Shanghai, No.8 Century Avenue,  
Shanghai Pudong New District,  
Republic of China

#### ACTUSRAYPARTNERS LIMITED

Room 3, 42/F Lee Garden One  
33 Hysan Avenue, Causeway Bay  
Hong Kong

## Investment Managers (continued)

### Changes to the Investment Manager's structure of the Company during the period under review

With effect July 1, 2023

Portland Hill Asset Management Limited has been removed from the management structure of Franklin K2 Alternative Strategies Fund.

With effect September 25, 2023

Templeton Global Total Return II Fund has been closed.

With effect October 1, 2023

Franklin NextStep Balanced Growth Fund previously managed by Franklin Templeton Investments (Asia) Limited as lead investment manager and Franklin Advisers, Inc. as sub-investment manager has changed its management structure by removing FTIAL and appointing Franklin Advisers, Inc. as a sole investment manager.

Franklin NextStep Dynamic Growth Fund previously managed by Franklin Templeton Investments (Asia) Limited as lead investment manager and Franklin Advisers, Inc. as sub-investment manager has changed its management structure by removing FTIAL and appointing Franklin Advisers, Inc. as a sole investment manager.

Franklin NextStep Stable Growth Fund previously managed by Franklin Templeton Investments (Asia) Limited as lead investment manager and Franklin Advisers, Inc. as sub-investment manager has changed its management structure by removing FTIAL and appointing Franklin Advisers, Inc. as a sole investment manager.

With effect November 27, 2023

Franklin NextStep Dynamic Growth Fund and Franklin NextStep Stable Growth Fund have been closed.

With effect December 31, 2023

Templeton Global Advisors Limited has been removed from the management structure of Templeton Global Climate Change Fund.

With effect January 15, 2024

Franklin Global Aggregate Bond Fund has been closed.

With effect March 31, 2024

Chilton Investment Company, Inc, P. Schoenfeld Asset Management L.P., Loomis Sayles & Company, L.P., One River Asset Management, L.L.C, RV Capital Management Private, Ltd and DLD Asset Management, LP have been removed from the management structure of Franklin K2 Alternative Strategies Fund.

Templeton Asset Management Limited has been appointed as additional sub-investment manager of Templeton Global Fund and Templeton Growth (Euro) Fund.

With effect June 17, 2024

ActusRay Partners LLC has been appointed as additional sub-investment manager of Franklin K2 Alternative Strategies Fund.

With effect March 25, 2024

Templeton European Dividend Fund has been renamed to Templeton European Sustainability Improvers Fund.

With effect April 15, 2024

Franklin Emerging Market Sovereign Debt Hard Currency Fund has been closed.

## Investment Managers (continued)

### Investment Managers per Fund as at June 30, 2024

#### Franklin Biotechnology Discovery Fund

FRANKLIN ADVISERS, INC.

#### Franklin Disruptive Commerce Fund

FRANKLIN ADVISERS, INC.

#### Franklin Diversified Balanced Fund

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

#### Franklin Diversified Conservative Fund

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

#### Franklin Diversified Dynamic Fund

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

#### Franklin Emerging Market Corporate Debt Fund

Co-Investment Managers

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

#### Franklin Emerging Market Sovereign Debt Hard Currency Fund\*

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

#### Franklin Emerging Markets Debt Opportunities Hard Currency Fund

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

#### Franklin Euro Government Bond Fund

Co-Investment Managers

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

FRANKLIN ADVISERS, INC.

#### Franklin Euro High Yield Fund

Co-Investment Managers

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

FRANKLIN ADVISERS, INC.

#### Franklin Euro Short Duration Bond Fund

Co-Investment Managers

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

FRANKLIN ADVISERS, INC.

#### Franklin European Corporate Bond Fund

Co-Investment Managers

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

FRANKLIN TEMPLETON INSTITUTIONAL, LLC

#### Franklin European Social Leaders Bond Fund

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

#### Franklin European Total Return Fund

Co-Investment Managers

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

FRANKLIN ADVISERS, INC.

#### Franklin Flexible Alpha Bond Fund

FRANKLIN ADVISERS, INC.

#### Franklin Genomic Advancements Fund

FRANKLIN ADVISERS, INC.

#### Franklin Global Aggregate Bond Fund\*

Co-Investment Managers

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

FRANKLIN ADVISERS, INC.

#### Franklin Global Convertible Securities Fund

FRANKLIN ADVISERS, INC.

#### Franklin Global Corporate Investment Grade Bond Fund

Co-Investment Managers

FRANKLIN TEMPLETON INSTITUTIONAL, LLC

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

#### Franklin Global Fundamental Strategies Fund

Lead Investment Manager

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

Sub-Investment Managers

FRANKLIN ADVISERS, INC.

TEMPLETON GLOBAL ADVISORS LIMITED

BRANDYWINE GLOBAL INVESTMENT MANAGEMENT LLC

#### Franklin Global Green Bond Fund

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

#### Franklin Global Growth Fund

FRANKLIN TEMPLETON INSTITUTIONAL, LLC

#### Franklin Global Income Fund

FRANKLIN ADVISERS, INC.

#### Franklin Global Multi-Asset Income Fund

Lead Investment Manager

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

Investment Co-Managers

FRANKLIN ADVISERS, INC.

FRANKLIN TEMPLETON INSTITUTIONAL, LLC

#### Franklin Global Real Estate Fund

FRANKLIN TEMPLETON INSTITUTIONAL, LLC

#### Franklin Gold and Precious Metals Fund

FRANKLIN ADVISERS, INC.

#### Franklin Gulf Wealth Bond Fund

FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

#### Franklin High Yield Fund

FRANKLIN ADVISERS, INC.

#### Franklin Income Fund

FRANKLIN ADVISERS, INC.

#### Franklin India Fund

TEMPLETON ASSET MANAGEMENT LTD.

## Investment Managers (continued)

### Franklin Innovation Fund

FRANKLIN ADVISERS, INC.

### Franklin Intelligent Machines Fund

FRANKLIN ADVISERS, INC.

### Franklin Japan Fund

TEMPLETON ASSET MANAGEMENT LIMITED

FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED

### Franklin K2 Alternative Strategies Fund

Lead Investment Manager

K2/D&S MANAGEMENT CO., LLC

Sub-Investment Managers

JENNISON ASSOCIATES LLC

LAZARD ASSET MANAGEMENT LLC

GRAHAM CAPITAL MANAGEMENT L.P.

APOLLO SA MANAGEMENT, LLC

BARDIN HILL ARBITRAGE UCITS MANAGEMENT LP

RBC GLOBAL ASSET MANAGEMENT (UK) LIMITED

ELECTRON CAPITAL PARTNERS, LLC

CAPITAL FUND MANAGEMENT S.A.

ACTUSRAY PARTNERS LLC

### Franklin MENA Fund

FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

### Franklin Mutual European Fund

FRANKLIN MUTUAL ADVISERS, LLC

### Franklin Mutual Global Discovery Fund

FRANKLIN MUTUAL ADVISERS, LLC

### Franklin Mutual U.S. Value Fund

FRANKLIN MUTUAL ADVISERS, LLC

### Franklin Natural Resources Fund

FRANKLIN ADVISERS, INC.

### Franklin NextStep Balanced Growth Fund

FRANKLIN ADVISERS, INC.

### Franklin NextStep Conservative Fund

Co-Investment Managers

FRANKLIN ADVISERS, INC.

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

### Franklin NextStep Dynamic Growth Fund\*

Lead Investment Manager

FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED

Sub-Investment Manager

FRANKLIN ADVISERS, INC.

### Franklin NextStep Growth Fund

Co-Investment Managers

FRANKLIN ADVISERS, INC.

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

### Franklin NextStep Moderate Fund

Co-Investment Managers

FRANKLIN ADVISERS, INC.

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

### Franklin NextStep Stable Growth Fund\*

Lead Investment Manager

FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED

Sub-Investment Manager

FRANKLIN ADVISERS, INC.

### Franklin Sealand China A-Shares Fund

FRANKLIN TEMPLETON SEALAND FUND MANAGEMENT CO., LTD.

### Franklin Strategic Income Fund

FRANKLIN ADVISERS, INC.

### Franklin Technology Fund

FRANKLIN ADVISERS, INC.

### Franklin U.S. Dollar Short-Term Money Market Fund

FRANKLIN ADVISERS, INC.

### Franklin U.S. Government Fund

FRANKLIN ADVISERS, INC.

### Franklin U.S. Low Duration Fund

FRANKLIN ADVISERS, INC.

### Franklin U.S. Opportunities Fund

FRANKLIN ADVISERS, INC.

### Martin Currie UK Equity Income Fund

(previously named Franklin UK Equity Income Fund)

MARTIN CURRIE INVESTMENT MANAGEMENT LTD

### Templeton All China Equity Fund

Co-Investment Managers

TEMPLETON ASSET MANAGEMENT LIMITED

TEMPLETON INVESTMENT COUNSEL LLC

### Templeton Asia Equity Total Return Fund

TEMPLETON ASSET MANAGEMENT LTD.

### Templeton Asian Bond Fund

Lead Investment Manager

FRANKLIN ADVISERS, INC.

Sub-Investment Manager

TEMPLETON ASSET MANAGEMENT LTD.

### Templeton Asian Growth Fund

TEMPLETON ASSET MANAGEMENT LTD.

### Templeton Asian Smaller Companies Fund

Co-Investment Managers

TEMPLETON ASSET MANAGEMENT LTD.

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

## Investment Managers (continued)

### Templeton BRIC Fund

Lead Investment Manager  
FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED  
Sub-Investment Manager  
TEMPLETON ASSET MANAGEMENT LTD.

### Templeton China A-Shares Fund

Co-Investment Managers  
TEMPLETON ASSET MANAGEMENT LIMITED  
TEMPLETON INVESTMENT COUNSEL LLC

### Templeton China Fund

TEMPLETON ASSET MANAGEMENT LTD.

### Templeton Eastern Europe Fund

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.  
TEMPLETON ASSET MANAGEMENT LIMITED

### Templeton Emerging Markets Bond Fund

FRANKLIN ADVISERS, INC.

### Templeton Emerging Markets Dynamic Income Fund

Lead Investment Manager  
FRANKLIN ADVISERS, INC.  
Sub-Investment Manager  
TEMPLETON ASSET MANAGEMENT LTD.

### Templeton Emerging Markets Fund

Co-Investment Managers  
TEMPLETON ASSET MANAGEMENT LTD.  
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

### Templeton Emerging Markets Local Currency Bond Fund

FRANKLIN ADVISERS, INC.  
TEMPLETON ASSET MANAGEMENT LIMITED

### Templeton Emerging Markets Smaller Companies Fund

Co-Investment Managers  
TEMPLETON ASSET MANAGEMENT LTD.  
FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.

### Templeton Emerging Markets Sustainability Fund

Co-Investment Managers  
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED  
TEMPLETON ASSET MANAGEMENT LIMITED

### Templeton Euroland Fund

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

### Templeton European Sustainability Improvers Fund (previously named Templeton European Dividend Fund)

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

### Templeton European Opportunities Fund

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

### Templeton European Small-Mid Cap Fund

FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED

### Templeton Frontier Markets Fund

Lead Investment Manager  
FRANKLIN TEMPLETON INVESTMENTS (ASIA) LIMITED  
Sub-Investment Manager  
FRANKLIN TEMPLETON INVESTMENTS (ME) LIMITED

### Templeton Global Balanced Fund

Co-Investment Managers  
FRANKLIN ADVISERS, INC.  
TEMPLETON INVESTMENT COUNSEL, LLC.

### Templeton Global Bond (Euro) Fund

FRANKLIN ADVISERS, INC.

### Templeton Global Bond Fund

FRANKLIN ADVISERS, INC.

### Templeton Global Climate Change Fund

Lead Investment Manager  
FRANKLIN TEMPLETON INVESTMENT MANAGEMENT LIMITED  
Sub-Investment Manager  
FRANKLIN TEMPLETON INVESTMENTS CORP.

### Templeton Global Equity Income Fund

TEMPLETON INVESTMENT COUNSEL, LLC.

### Templeton Global Fund

TEMPLETON ASSET MANAGEMENT LIMITED  
TEMPLETON GLOBAL ADVISORS LIMITED

### Templeton Global High Yield Fund

FRANKLIN ADVISERS, INC.

### Templeton Global Income Fund

Co-Investment Managers  
FRANKLIN ADVISERS, INC.  
TEMPLETON INVESTMENT COUNSEL, LLC

### Templeton Global Smaller Companies Fund

Lead Investment Manager  
TEMPLETON INVESTMENT COUNSEL, LLC  
Sub-Investment Manager  
FRANKLIN TEMPLETON INVESTMENTS CORP.

### Templeton Global Total Return Fund

FRANKLIN ADVISERS, INC.

### Templeton Global Total Return II Fund\*

FRANKLIN ADVISERS, INC.

### Templeton Growth (Euro) Fund

TEMPLETON ASSET MANAGEMENT LIMITED  
TEMPLETON GLOBAL ADVISORS LIMITED

### Templeton Latin America Fund

Lead Investment Manager  
FRANKLIN ADVISERS, INC.  
Sub-Investment Manager  
FRANKLIN TEMPLETON INVESTIMENTOS (Brasil) Ltd.

\*Please refer Note 1 for fund events.



## Calculation Method of the Risk Exposure

### Global exposure using the VaR approach

| Fund                                    | Market risk  | Limit          | Regulatory VaR limit utilisation |         |         | Reference portfolio                                                                                                                                                                                                                                                                                                    | Model type                              | Confidence interval | Holding period | Observation period           | Leverage* |
|-----------------------------------------|--------------|----------------|----------------------------------|---------|---------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|---------------------|----------------|------------------------------|-----------|
|                                         |              |                | Lowest                           | Highest | Average |                                                                                                                                                                                                                                                                                                                        |                                         |                     |                |                              |           |
| Franklin Diversified Balanced Fund      | Absolute VaR | 20% (or 0.2X)  | 25.55%                           | 32.41%  | 28.60%  | N/A                                                                                                                                                                                                                                                                                                                    | Monte Carlo Simulation (MSCI Barra)     | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 75.24%    |
| Franklin Diversified Conservative Fund  | Absolute VaR | 20% (or 0.2X)  | 12.53%                           | 22.99%  | 18.66%  | N/A                                                                                                                                                                                                                                                                                                                    | Monte Carlo Simulation (MSCI Barra)     | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 77.24%    |
| Franklin Diversified Dynamic Fund       | Absolute VaR | 20% (or 0.2X)  | 34.14%                           | 43.88%  | 37.62%  | N/A                                                                                                                                                                                                                                                                                                                    | Monte Carlo Simulation (MSCI Barra)     | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 71.33%    |
| Franklin Flexible Alpha Bond Fund       | Absolute VaR | 20% (or 0.2X)  | 4.95%                            | 8.33%   | 7.28%   | N/A                                                                                                                                                                                                                                                                                                                    | Monte Carlo Simulation (Bloomberg PORT) | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 186.75%   |
| Franklin Global Multi-Asset Income Fund | Absolute VaR | 20% (or 0.2X)  | 17.02%                           | 34.21%  | 26.68%  | N/A                                                                                                                                                                                                                                                                                                                    | Monte Carlo Simulation (MSCI Barra)     | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 98.67%    |
| Franklin K2 Alternative Strategies Fund | Absolute VaR | 20% (or 0.2X)  | 10.35%                           | 24.48%  | 16.21%  | N/A                                                                                                                                                                                                                                                                                                                    | Monte Carlo Simulation (Hedgemark)      | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 393.21%   |
| Franklin Strategic Income Fund          | Relative VaR | 200% (or 2.0X) | 35.50%                           | 41.50%  | 38.50%  | Bloomberg Index components: US High Yield (10%), US Mortgage-Backed (10%), US Government (10%), US Credit (Corporates) (10%), US Commercial Mortgage-Backed (5%), Global Treasury ex-US (10%), US Dollar Emerging Markets Sovereign (10%), Emerging Market Local Currency Government (10%) and Global High Yield (25%) |                                         | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 19.81%    |
| Franklin U.S. Low Duration Fund         | Absolute VaR | 20% (or 0.2X)  | 7.18%                            | 8.67%   | 8.02%   | N/A                                                                                                                                                                                                                                                                                                                    | Monte Carlo Simulation (Bloomberg PORT) | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 48.44%    |

## Calculation Method of the Risk Exposure (continued)

### Global exposure using the VaR approach (continued)

| Fund                                                | Market risk  | Limit          | Regulatory VaR limit utilisation |         |         | Reference portfolio                                                                                                                                                                                    | Model type                              | Confidence interval | Holding period | Observation period           | Leverage* |
|-----------------------------------------------------|--------------|----------------|----------------------------------|---------|---------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|---------------------|----------------|------------------------------|-----------|
|                                                     |              |                | Lowest                           | Highest | Average |                                                                                                                                                                                                        |                                         |                     |                |                              |           |
| Templeton Asian Bond Fund                           | Relative VaR | 200% (or 2.0X) | 75.50%                           | 84.50%  | 81.00%  | J.P. Morgan Government Bond Index-Emerging Markets Broad Diversified Asia Index (100%)                                                                                                                 | Monte Carlo Simulation (Bloomberg PORT) | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 52.48%    |
| Templeton Emerging Markets Bond Fund                | Relative VaR | 200% (or 2.0X) | 70.00%                           | 94.00%  | 82.50%  | J.P. Morgan Emerging Markets Bond Index Global (EMBIG) (50%) and the J.P. Morgan Government Bond Index-Emerging Markets (GBI-EM) (50%)                                                                 | Monte Carlo Simulation (Bloomberg PORT) | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 25.64%    |
| Templeton Emerging Markets Local Currency Bond Fund | Relative VaR | 200% (or 2.0X) | 47.00%                           | 58.50%  | 51.50%  | J.P. Morgan Government Bond Index EM Global Diversified Index                                                                                                                                          | Monte Carlo Simulation (Bloomberg PORT) | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 21.26%    |
| Templeton Global Bond Fund                          | Relative VaR | 200% (or 2.0X) | 77.00%                           | 88.00%  | 82.00%  | J.P. Morgan Government Bond Index Broad (JGBI Broad) (50%), the J.P. Morgan Emerging Markets Bond Index Global (EMBIG) (25%) and the J.P. Morgan Government Bond Index-Emerging Markets (GBI-EM) (25%) | Monte Carlo Simulation (Bloomberg PORT) | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 48.27%    |
| Templeton Global High Yield Fund                    | Relative VaR | 200% (or 2.0X) | 56.00%                           | 63.50%  | 59.50%  | J.P. Morgan Global High Yield Index (50%), the J.P. Morgan Emerging Markets Bond Index Global (EMBIG) (25%) and the J.P. Morgan Government Bond Index-Emerging Markets (GBI-EM) (25%)                  | Monte Carlo Simulation (Bloomberg PORT) | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 11.75%    |

## Calculation Method of the Risk Exposure (continued)

### Global exposure using the VaR approach (continued)

| Fund                               | Market risk  | Limit          | Regulatory VaR limit utilisation |         |         | Reference portfolio                                                                                                                                                                                                                                                     | Model type                              | Confidence interval | Holding period | Observation period           | Leverage* |
|------------------------------------|--------------|----------------|----------------------------------|---------|---------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|---------------------|----------------|------------------------------|-----------|
|                                    |              |                | Lowest                           | Highest | Average |                                                                                                                                                                                                                                                                         |                                         |                     |                |                              |           |
| Templeton Global Income Fund       | Relative VaR | 200% (or 2.0X) | 52.00%                           | 57.50%  | 54.50%  | MSCI All Country World Index (50%), the Bloomberg Multiverse Index (25%), the Bloomberg Global High-Yield Index (12.5%), the J.P. Morgan Emerging Markets Bond Index Global (EMBIG) (6.25%) and the J.P. Morgan Government Bond Index-Emerging Markets (GBI-EM) (6.25%) | Monte Carlo Simulation (Bloomberg PORT) | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 25.16%    |
| Templeton Global Total Return Fund | Relative VaR | 200% (or 2.0X) | 84.00%                           | 93.00%  | 88.50%  | Bloomberg Multiverse Index (50%), the Bloomberg Global High-Yield Index (25%) the J.P. Morgan Emerging Markets Bond Index Global (EMBIG) (12.5%) and the J.P. Morgan Government Bond Index-Emerging Markets (GBI-EM) (12.5%)                                            | Monte Carlo Simulation (Bloomberg PORT) | 99th Percentile     | 20-Day         | 01 July 2023 to 30 June 2024 | 52.98%    |

\*The level of leverage calculation method used is the sum of notional approach in line with CSSF Circular 11/512.

## Securities Financing Transactions (SFTs) and Total Return Swaps (TRS)

The Company engages in Securities Financing Transactions (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions) through its exposure on securities lending transactions and total return swap contracts during the year, in accordance with Article 13 of Regulation. Information on securities lending transactions and total return swaps are detailed below.

### Global data

| Fund                                              | Fund Currency | Securities lending                 |                                          | Gross Volume of TRS <sup>1</sup> | Total securities Lending and TRS in % of net assets |
|---------------------------------------------------|---------------|------------------------------------|------------------------------------------|----------------------------------|-----------------------------------------------------|
|                                                   |               | Market value of securities on loan | in % of lendable securities market value |                                  |                                                     |
| Franklin Diversified Balanced Fund                | EUR           | 398,832                            | 0.22                                     | 57,480                           | 0.25                                                |
| Franklin Diversified Conservative Fund            | EUR           | 61,719                             | 0.08                                     | 36,778                           | 0.13                                                |
| Franklin Diversified Dynamic Fund                 | EUR           | 729,949                            | 0.46                                     | 46,501                           | 0.47                                                |
| Franklin Euro High Yield Fund                     | EUR           | 6,774                              | —                                        | —                                | —                                                   |
| Franklin Flexible Alpha Bond Fund                 | USD           | —                                  | —                                        | 70,545                           | 0.14                                                |
| Franklin Global Multi-Asset Income Fund           | EUR           | 479,564                            | 0.39                                     | 36,920                           | 0.41                                                |
| Franklin Global Real Estate Fund                  | USD           | 832,820                            | 0.85                                     | —                                | 0.85                                                |
| Franklin Gold and Precious Metals Fund            | USD           | 16,188,568                         | 3.88                                     | —                                | 3.88                                                |
| Franklin Japan Fund                               | JPY           | 342,525,135                        | 1.77                                     | —                                | 1.68                                                |
| Franklin K2 Alternative Strategies Fund           | USD           | —                                  | —                                        | 1,478,604                        | 0.23                                                |
| Franklin Natural Resources Fund                   | USD           | 3,810,927                          | 1.42                                     | —                                | 1.42                                                |
| Franklin Strategic Income Fund                    | USD           | —                                  | —                                        | 751,181                          | 0.14                                                |
| Franklin Technology Fund                          | USD           | 7,358,270                          | 0.06                                     | —                                | 0.06                                                |
| Franklin U.S. Low Duration Fund                   | USD           | —                                  | —                                        | 450,172                          | 0.16                                                |
| Templeton Asian Growth Fund                       | USD           | 2,518,502                          | 0.14                                     | —                                | 0.14                                                |
| Templeton Asian Smaller Companies Fund            | USD           | 2,641,398                          | 0.26                                     | —                                | 0.25                                                |
| Templeton BRIC Fund                               | USD           | 142,130                            | 0.04                                     | —                                | 0.04                                                |
| Templeton China Fund                              | USD           | 1,310,034                          | 0.52                                     | —                                | 0.50                                                |
| Templeton Eastern Europe Fund                     | EUR           | 638,933                            | 0.49                                     | —                                | 0.48                                                |
| Templeton Emerging Markets Dynamic Income Fund    | USD           | 128,290                            | 0.12                                     | —                                | 0.12                                                |
| Templeton Emerging Markets Fund                   | USD           | 1,014,082                          | 0.14                                     | —                                | 0.14                                                |
| Templeton Emerging Markets Smaller Companies Fund | USD           | 773,588                            | 0.21                                     | —                                | 0.21                                                |
| Templeton European Opportunities Fund             | EUR           | 1,437,219                          | 2.01                                     | —                                | 1.91                                                |
| Templeton European Small-Mid Cap Fund             | EUR           | 1,088,653                          | 1.29                                     | —                                | 1.20                                                |
| Templeton Frontier Markets Fund                   | USD           | 186,044                            | 0.07                                     | —                                | 0.07                                                |
| Templeton Global Balanced Fund                    | USD           | 2,314,200                          | 0.48                                     | —                                | 0.47                                                |
| Templeton Global Income Fund                      | USD           | 874,350                            | 0.49                                     | —                                | 0.49                                                |
| Templeton Global Smaller Companies Fund           | USD           | 2,742,787                          | 2.88                                     | —                                | 2.77                                                |

<sup>(1)</sup> absolute value of the unrealised gains/(losses)

### Concentration Data

#### Securities lending, ten largest collateral issuers

| Fund                                    | Fund currency | Issuer                                     | Collateral value in Fund currency |
|-----------------------------------------|---------------|--------------------------------------------|-----------------------------------|
| Franklin Diversified Balanced Fund      | EUR           | Government of the United States of America | 455,754                           |
| Franklin Diversified Balanced Fund      | EUR           | Government of Belgium                      | 41                                |
| Franklin Diversified Conservative Fund  | EUR           | Government of the United States of America | 72,877                            |
| Franklin Diversified Conservative Fund  | EUR           | Government of Belgium                      | 9                                 |
| Franklin Diversified Dynamic Fund       | EUR           | Government of the United States of America | 856,783                           |
| Franklin Diversified Dynamic Fund       | EUR           | Government of Belgium                      | 105                               |
| Franklin Euro High Yield Fund           | EUR           | Government of Belgium                      | 13,910                            |
| Franklin Global Multi-Asset Income Fund | EUR           | Government of the United States of America | 371,336                           |

**Securities lending, ten largest collateral issuers (continued)**

| <b>Fund</b>                                       | <b>Fund<br/>currency</b> | <b>Issuer</b>                                        | <b>Collateral value<br/>in Fund currency</b> |
|---------------------------------------------------|--------------------------|------------------------------------------------------|----------------------------------------------|
| Franklin Global Multi-Asset Income Fund           | EUR                      | Government of Belgium                                | 400,156                                      |
| Franklin Global Real Estate Fund                  | USD                      | Government of the United States of America           | 872,708                                      |
| Franklin Gold and Precious Metals Fund            | USD                      | Government of France                                 | 9,746                                        |
| Franklin Gold and Precious Metals Fund            | USD                      | Government of the United States of America           | 10,534,816                                   |
| Franklin Gold and Precious Metals Fund            | USD                      | United Kingdom of Great Britain and Northern Ireland | 3,387,878                                    |
| Franklin Gold and Precious Metals Fund            | USD                      | Government of Canada                                 | 2,767,313                                    |
| Franklin Gold and Precious Metals Fund            | USD                      | Government of Belgium                                | 362,858                                      |
| Franklin Gold and Precious Metals Fund            | USD                      | Government of Austria                                | 679                                          |
| Franklin Gold and Precious Metals Fund            | USD                      | Government of Finland                                | 136                                          |
| Franklin Japan Fund                               | JPY                      | Government of the United States of America           | 362,291,095                                  |
| Franklin Natural Resources Fund                   | USD                      | Government of the United States of America           | 4,008,944                                    |
| Franklin Technology Fund                          | USD                      | Government of the Qatar                              | 7,709,951                                    |
| Templeton Asian Growth Fund                       | USD                      | Government of the United States of America           | 2,686,109                                    |
| Templeton Asian Growth Fund                       | USD                      | United Kingdom of Great Britain and Northern Ireland | 24                                           |
| Templeton Asian Smaller Companies Fund            | USD                      | Government of the United States of America           | 1,065,686                                    |
| Templeton Asian Smaller Companies Fund            | USD                      | United Kingdom of Great Britain and Northern Ireland | 1,580,167                                    |
| Templeton Asian Smaller Companies Fund            | USD                      | Government of Belgium                                | 313,446                                      |
| Templeton BRIC Fund                               | USD                      | Government of the United States of America           | 150,427                                      |
| Templeton China Fund                              | USD                      | Government of France                                 | 66,106                                       |
| Templeton China Fund                              | USD                      | Government of the United States of America           | 952,444                                      |
| Templeton China Fund                              | USD                      | United Kingdom of Great Britain and Northern Ireland | 94,040                                       |
| Templeton China Fund                              | USD                      | Government of Belgium                                | 442,082                                      |
| Templeton China Fund                              | USD                      | Government of Austria                                | 8,604                                        |
| Templeton China Fund                              | USD                      | Government of Finland                                | 1,729                                        |
| Templeton Eastern Europe Fund                     | EUR                      | Government of the United States of America           | 678,375                                      |
| Templeton Eastern Europe Fund                     | EUR                      | United Kingdom of Great Britain and Northern Ireland | 6                                            |
| Templeton Emerging Markets Dynamic Income Fund    | USD                      | Government of the United States of America           | 136,292                                      |
| Templeton Emerging Markets Fund                   | USD                      | Government of the United States of America           | 1,075,236                                    |
| Templeton Emerging Markets Smaller Companies Fund | USD                      | Government of the United States of America           | 213,286                                      |
| Templeton Emerging Markets Smaller Companies Fund | USD                      | United Kingdom of Great Britain and Northern Ireland | 606,196                                      |
| Templeton European Opportunities Fund             | EUR                      | Government of the United States of America           | 1,570,426                                    |
| Templeton European Opportunities Fund             | EUR                      | United Kingdom of Great Britain and Northern Ireland | 13                                           |
| Templeton European Opportunities Fund             | EUR                      | Government of Belgium                                | 14                                           |
| Templeton European Small-Mid Cap Fund             | EUR                      | Government of the United States of America           | 798,660                                      |
| Templeton European Small-Mid Cap Fund             | EUR                      | United Kingdom of Great Britain and Northern Ireland | 6                                            |
| Templeton European Small-Mid Cap Fund             | EUR                      | Government of Belgium                                | 776,493                                      |
| Templeton Frontier Markets Fund                   | USD                      | Government of the United States of America           | 238,498                                      |
| Templeton Frontier Markets Fund                   | USD                      | Government of Belgium                                | 45                                           |
| Templeton Global Balanced Fund                    | USD                      | Government of France                                 | 491,448                                      |
| Templeton Global Balanced Fund                    | USD                      | United Kingdom of Great Britain and Northern Ireland | 700,726                                      |
| Templeton Global Balanced Fund                    | USD                      | Government of Belgium                                | 1,679,047                                    |
| Templeton Global Balanced Fund                    | USD                      | Government of Austria                                | 68,150                                       |
| Templeton Global Balanced Fund                    | USD                      | Government of Finland                                | 13,696                                       |
| Templeton Global Income Fund                      | USD                      | Government of France                                 | 229,191                                      |
| Templeton Global Income Fund                      | USD                      | United Kingdom of Great Britain and Northern Ireland | 326,789                                      |
| Templeton Global Income Fund                      | USD                      | Government of Belgium                                | 339,631                                      |
| Templeton Global Income Fund                      | USD                      | Government of Austria                                | 31,782                                       |
| Templeton Global Income Fund                      | USD                      | Government of Finland                                | 6,387                                        |
| Templeton Global Smaller Companies Fund           | USD                      | Government of the United States of America           | 1,321,093                                    |
| Templeton Global Smaller Companies Fund           | USD                      | United Kingdom of Great Britain and Northern Ireland | 1,689,286                                    |
| Templeton Global Smaller Companies Fund           | USD                      | Government of Belgium                                | 55                                           |

When the fund have more than ten counterparties, then only ten largest counterparties would be disclosed based on exposure.

**Total return swaps, ten largest collateral issuers**

| <b>Fund</b>                             | <b>Fund<br/>currency</b> | <b>Issuer</b> | <b>Collateral value<br/>in Fund currency</b> |
|-----------------------------------------|--------------------------|---------------|----------------------------------------------|
| Franklin K2 Alternative Strategies Fund | USD                      | U.S. Treasury | 292,616                                      |

When the fund have more than ten counterparties, then only ten largest counterparties would be disclosed based on exposure.

The above table does not include the collateral received in Cash.

**Securities Lending, ten largest counterparties**

All securities lending counterparties are disclosed in Note 13.

**Total return swaps, ten largest counterparties**

| <b>Fund</b>                             | <b>Fund Currency</b> | <b>Counterparties</b> | <b>Gross Volume of<br/>TRS<sup>1</sup><br/>in Fund currency</b> |
|-----------------------------------------|----------------------|-----------------------|-----------------------------------------------------------------|
| Franklin Diversified Balanced Fund      | EUR                  | Societe Generale      | 57,480                                                          |
| Franklin Diversified Conservative Fund  | EUR                  | Societe Generale      | 36,778                                                          |
| Franklin Diversified Dynamic Fund       | EUR                  | Societe Generale      | 46,501                                                          |
| Franklin Flexible Alpha Bond Fund       | USD                  | Morgan Stanley        | 43,991                                                          |
| Franklin Flexible Alpha Bond Fund       | USD                  | BNP Paribas           | 26,554                                                          |
| Franklin Global Multi-Asset Income Fund | EUR                  | Societe Generale      | 36,920                                                          |
| Franklin K2 Alternative Strategies Fund | USD                  | Goldman Sachs         | 18,228                                                          |
| Franklin K2 Alternative Strategies Fund | USD                  | Citigroup             | 345,536                                                         |
| Franklin K2 Alternative Strategies Fund | USD                  | Citibank              | 255,986                                                         |
| Franklin K2 Alternative Strategies Fund | USD                  | Deutsche Bank         | 820,402                                                         |
| Franklin K2 Alternative Strategies Fund | USD                  | J.P. Morgan           | 38,452                                                          |
| Franklin Strategic Income Fund          | USD                  | BNP Paribas           | 751,181                                                         |
| Franklin U.S. Low Duration Fund         | USD                  | BNP Paribas           | 450,172                                                         |

<sup>(1)</sup> absolute value of the unrealised gains/(losses)

When the fund have more than ten counterparties, then only ten largest counterparties would be disclosed based on exposure.

**Aggregate Transaction Data****Securities lending, type and quality of collateral**

| <b>Fund</b>                                       | <b>Fund<br/>currency</b> | <b>Type of<br/>collateral</b> | <b>Maturity</b>  | <b>Collateral<br/>currency</b> | <b>Collateral<br/>Value in<br/>Fund currency</b> |
|---------------------------------------------------|--------------------------|-------------------------------|------------------|--------------------------------|--------------------------------------------------|
| Franklin Diversified Balanced Fund                | EUR                      | Sovereigns                    | more than 1 year | EUR                            | 41                                               |
| Franklin Diversified Balanced Fund                | EUR                      | Treasury Bonds                | more than 1 year | USD                            | 214,628                                          |
| Franklin Diversified Balanced Fund                | EUR                      | Treasury Notes                | more than 1 year | USD                            | 241,126                                          |
| Franklin Diversified Conservative Fund            | EUR                      | Sovereigns                    | more than 1 year | EUR                            | 9                                                |
| Franklin Diversified Conservative Fund            | EUR                      | Treasury Bonds                | more than 1 year | USD                            | 49,453                                           |
| Franklin Diversified Conservative Fund            | EUR                      | Treasury Notes                | more than 1 year | USD                            | 23,424                                           |
| Franklin Diversified Dynamic Fund                 | EUR                      | Sovereigns                    | more than 1 year | EUR                            | 105                                              |
| Franklin Diversified Dynamic Fund                 | EUR                      | Treasury Bonds                | more than 1 year | USD                            | 549,520                                          |
| Franklin Diversified Dynamic Fund                 | EUR                      | Treasury Notes                | more than 1 year | USD                            | 307,263                                          |
| Franklin Euro High Yield Fund                     | EUR                      | Sovereigns                    | more than 1 year | EUR                            | 13,910                                           |
| Franklin Global Multi-Asset Income Fund           | EUR                      | Sovereigns                    | more than 1 year | EUR                            | 400,156                                          |
| Franklin Global Multi-Asset Income Fund           | EUR                      | Treasury Bonds                | more than 1 year | USD                            | 371,336                                          |
| Franklin Global Real Estate Fund                  | USD                      | Treasury Notes                | more than 1 year | USD                            | 872,708                                          |
| Franklin Gold and Precious Metals Fund            | USD                      | Sovereigns                    | more than 1 year | CAD                            | 2,767,313                                        |
| Franklin Gold and Precious Metals Fund            | USD                      | Sovereigns                    | more than 1 year | EUR                            | 372,437                                          |
| Franklin Gold and Precious Metals Fund            | USD                      | Sovereigns                    | more than 1 year | GBP                            | 3,387,878                                        |
| Franklin Gold and Precious Metals Fund            | USD                      | Treasury Bonds                | more than 1 year | USD                            | 1,038,414                                        |
| Franklin Gold and Precious Metals Fund            | USD                      | Treasury Notes                | more than 1 year | USD                            | 7,858,225                                        |
| Franklin Gold and Precious Metals Fund            | USD                      | Sovereigns                    | 1 to 3 months    | EUR                            | 136                                              |
| Franklin Gold and Precious Metals Fund            | USD                      | Treasury Bills                | 1 to 3 months    | USD                            | 512                                              |
| Franklin Gold and Precious Metals Fund            | USD                      | Treasury Notes                | 1 to 3 months    | USD                            | 8,865                                            |
| Franklin Gold and Precious Metals Fund            | USD                      | Sovereigns                    | 3 to 12 months   | EUR                            | 846                                              |
| Franklin Gold and Precious Metals Fund            | USD                      | Treasury Bills                | 3 to 12 months   | USD                            | 5                                                |
| Franklin Gold and Precious Metals Fund            | USD                      | Treasury Notes                | 3 to 12 months   | USD                            | 1,622,639                                        |
| Franklin Gold and Precious Metals Fund            | USD                      | Treasury Bills                | 1 to 4 weeks     | USD                            | 6,156                                            |
| Franklin Japan Fund                               | JPY                      | Treasury Notes                | more than 1 year | USD                            | 362,291,095                                      |
| Franklin Natural Resources Fund                   | USD                      | Treasury Notes                | more than 1 year | USD                            | 4,008,944                                        |
| Franklin Technology Fund                          | USD                      | Sovereigns                    | more than 1 year | USD                            | 7,709,951                                        |
| Templeton Asian Growth Fund                       | USD                      | Sovereigns                    | more than 1 year | GBP                            | 24                                               |
| Templeton Asian Growth Fund                       | USD                      | Treasury Bonds                | more than 1 year | USD                            | 2,686,109                                        |
| Templeton Asian Smaller Companies Fund            | USD                      | Sovereigns                    | more than 1 year | EUR                            | 313,446                                          |
| Templeton Asian Smaller Companies Fund            | USD                      | Sovereigns                    | more than 1 year | GBP                            | 1,580,167                                        |
| Templeton Asian Smaller Companies Fund            | USD                      | Treasury Bonds                | more than 1 year | USD                            | 582,851                                          |
| Templeton Asian Smaller Companies Fund            | USD                      | Treasury Notes                | more than 1 year | USD                            | 475,823                                          |
| Templeton Asian Smaller Companies Fund            | USD                      | Treasury Notes                | 3 to 12 months   | USD                            | 7,012                                            |
| Templeton BRIC Fund                               | USD                      | Treasury Notes                | more than 1 year | USD                            | 150,427                                          |
| Templeton China Fund                              | USD                      | Sovereigns                    | more than 1 year | EUR                            | 506,068                                          |
| Templeton China Fund                              | USD                      | Sovereigns                    | more than 1 year | GBP                            | 94,040                                           |
| Templeton China Fund                              | USD                      | Treasury Bonds                | more than 1 year | USD                            | 497,594                                          |
| Templeton China Fund                              | USD                      | Treasury Notes                | more than 1 year | USD                            | 438,169                                          |
| Templeton China Fund                              | USD                      | Sovereigns                    | 1 to 3 months    | EUR                            | 1,729                                            |
| Templeton China Fund                              | USD                      | Treasury Bills                | 1 to 3 months    | USD                            | 428                                              |
| Templeton China Fund                              | USD                      | Treasury Notes                | 1 to 3 months    | USD                            | 7,420                                            |
| Templeton China Fund                              | USD                      | Sovereigns                    | 3 to 12 months   | EUR                            | 10,724                                           |
| Templeton China Fund                              | USD                      | Treasury Bills                | 3 to 12 months   | USD                            | 4                                                |
| Templeton China Fund                              | USD                      | Treasury Notes                | 3 to 12 months   | USD                            | 3,677                                            |
| Templeton China Fund                              | USD                      | Treasury Bills                | 1 to 4 weeks     | USD                            | 5,152                                            |
| Templeton Eastern Europe Fund                     | EUR                      | Sovereigns                    | more than 1 year | GBP                            | 6                                                |
| Templeton Eastern Europe Fund                     | EUR                      | Treasury Bonds                | more than 1 year | USD                            | 678,375                                          |
| Templeton Emerging Markets Dynamic Income Fund    | USD                      | Treasury Notes                | more than 1 year | USD                            | 124,315                                          |
| Templeton Emerging Markets Dynamic Income Fund    | USD                      | Treasury Notes                | 3 to 12 months   | USD                            | 11,977                                           |
| Templeton Emerging Markets Fund                   | USD                      | Treasury Notes                | more than 1 year | USD                            | 979,228                                          |
| Templeton Emerging Markets Fund                   | USD                      | Treasury Notes                | 3 to 12 months   | USD                            | 96,008                                           |
| Templeton Emerging Markets Smaller Companies Fund | USD                      | Sovereigns                    | more than 1 year | GBP                            | 606,196                                          |
| Templeton Emerging Markets Smaller Companies Fund | USD                      | Treasury Bonds                | more than 1 year | USD                            | 50,798                                           |
| Templeton Emerging Markets Smaller Companies Fund | USD                      | Treasury Notes                | more than 1 year | USD                            | 141,736                                          |
| Templeton Emerging Markets Smaller Companies Fund | USD                      | Treasury Notes                | 3 to 12 months   | USD                            | 20,752                                           |
| Templeton European Opportunities Fund             | EUR                      | Sovereigns                    | more than 1 year | EUR                            | 14                                               |
| Templeton European Opportunities Fund             | EUR                      | Sovereigns                    | more than 1 year | GBP                            | 13                                               |
| Templeton European Opportunities Fund             | EUR                      | Treasury Bonds                | more than 1 year | USD                            | 1,515,740                                        |
| Templeton European Opportunities Fund             | EUR                      | Treasury Notes                | more than 1 year | USD                            | 44,580                                           |



**Securities lending, type and quality of collateral (continued)**

| <b>Fund</b>                             | <b>Fund currency</b> | <b>Type of collateral</b> | <b>Maturity</b>  | <b>Collateral currency</b> | <b>Collateral Value in Fund currency</b> |
|-----------------------------------------|----------------------|---------------------------|------------------|----------------------------|------------------------------------------|
| Templeton European Opportunities Fund   | EUR                  | Treasury Notes            | 3 to 12 months   | USD                        | 10,106                                   |
| Templeton European Small-Mid Cap Fund   | EUR                  | Sovereigns                | more than 1 year | EUR                        | 776,493                                  |
| Templeton European Small-Mid Cap Fund   | EUR                  | Sovereigns                | more than 1 year | GBP                        | 6                                        |
| Templeton European Small-Mid Cap Fund   | EUR                  | Treasury Bonds            | more than 1 year | USD                        | 798,660                                  |
| Templeton Frontier Markets Fund         | USD                  | Sovereigns                | more than 1 year | EUR                        | 45                                       |
| Templeton Frontier Markets Fund         | USD                  | Treasury Bonds            | more than 1 year | USD                        | 238,498                                  |
| Templeton Global Balanced Fund          | USD                  | Sovereigns                | more than 1 year | EUR                        | 2,153,704                                |
| Templeton Global Balanced Fund          | USD                  | Sovereigns                | more than 1 year | GBP                        | 700,726                                  |
| Templeton Global Balanced Fund          | USD                  | Sovereigns                | 1 to 3 months    | EUR                        | 13,696                                   |
| Templeton Global Balanced Fund          | USD                  | Sovereigns                | 3 to 12 months   | EUR                        | 84,941                                   |
| Templeton Global Income Fund            | USD                  | Sovereigns                | more than 1 year | EUR                        | 560,991                                  |
| Templeton Global Income Fund            | USD                  | Sovereigns                | more than 1 year | GBP                        | 326,789                                  |
| Templeton Global Income Fund            | USD                  | Sovereigns                | 1 to 3 months    | EUR                        | 6,387                                    |
| Templeton Global Income Fund            | USD                  | Sovereigns                | 3 to 12 months   | EUR                        | 39,613                                   |
| Templeton Global Smaller Companies Fund | USD                  | Sovereigns                | more than 1 year | EUR                        | 55                                       |
| Templeton Global Smaller Companies Fund | USD                  | Sovereigns                | more than 1 year | GBP                        | 1,689,286                                |
| Templeton Global Smaller Companies Fund | USD                  | Treasury Bonds            | more than 1 year | USD                        | 613,494                                  |
| Templeton Global Smaller Companies Fund | USD                  | Treasury Notes            | more than 1 year | USD                        | 707,599                                  |

Collaterals received by the Funds in respect of securities lending as at the reporting date are in the form of debt securities having investment grade credit rating.

**Securities lending, maturity tenor and country of incorporation**

| <b>Fund</b>                                       | <b>Fund Currency</b> | <b>Maturity</b> | <b>Country of incorporation of the Counterparty</b> | <b>Gross Volume of Securities lending in Fund currency</b> |
|---------------------------------------------------|----------------------|-----------------|-----------------------------------------------------|------------------------------------------------------------|
| Franklin Diversified Balanced Fund                | EUR                  | open maturity   | United Kingdom                                      | 170,857                                                    |
| Franklin Diversified Balanced Fund                | EUR                  | open maturity   | United States of America                            | 227,975                                                    |
| Franklin Diversified Conservative Fund            | EUR                  | open maturity   | United States of America                            | 22,146                                                     |
| Franklin Diversified Conservative Fund            | EUR                  | open maturity   | United Kingdom                                      | 39,573                                                     |
| Franklin Diversified Dynamic Fund                 | EUR                  | open maturity   | United States of America                            | 290,505                                                    |
| Franklin Diversified Dynamic Fund                 | EUR                  | open maturity   | United Kingdom                                      | 439,444                                                    |
| Franklin Euro High Yield Fund                     | EUR                  | open maturity   | Switzerland                                         | 6,774                                                      |
| Franklin Global Multi-Asset Income Fund           | EUR                  | open maturity   | United Kingdom                                      | 295,112                                                    |
| Franklin Global Multi-Asset Income Fund           | EUR                  | open maturity   | Switzerland                                         | 184,452                                                    |
| Franklin Global Real Estate Fund                  | USD                  | open maturity   | United States of America                            | 832,820                                                    |
| Franklin Gold and Precious Metals Fund            | USD                  | open maturity   | United States of America                            | 13,197,730                                                 |
| Franklin Gold and Precious Metals Fund            | USD                  | open maturity   | Canada                                              | 2,801,910                                                  |
| Franklin Gold and Precious Metals Fund            | USD                  | open maturity   | Switzerland                                         | 188,928                                                    |
| Franklin Japan Fund                               | JPY                  | open maturity   | United States of America                            | 342,525,135                                                |
| Franklin Natural Resources Fund                   | USD                  | open maturity   | United States of America                            | 3,810,927                                                  |
| Franklin Technology Fund                          | USD                  | open maturity   | United Kingdom                                      | 7,358,270                                                  |
| Templeton Asian Growth Fund                       | USD                  | open maturity   | United States of America                            | 2,518,502                                                  |
| Templeton Asian Smaller Companies Fund            | USD                  | open maturity   | Switzerland                                         | 144,832                                                    |
| Templeton Asian Smaller Companies Fund            | USD                  | open maturity   | United States of America                            | 2,496,566                                                  |
| Templeton BRIC Fund                               | USD                  | open maturity   | United States of America                            | 142,130                                                    |
| Templeton China Fund                              | USD                  | open maturity   | United States of America                            | 905,448                                                    |
| Templeton China Fund                              | USD                  | open maturity   | Switzerland                                         | 404,586                                                    |
| Templeton Eastern Europe Fund                     | EUR                  | open maturity   | United States of America                            | 638,933                                                    |
| Templeton Emerging Markets Dynamic Income Fund    | USD                  | open maturity   | United States of America                            | 128,290                                                    |
| Templeton Emerging Markets Fund                   | USD                  | open maturity   | United States of America                            | 1,014,082                                                  |
| Templeton Emerging Markets Smaller Companies Fund | USD                  | open maturity   | United States of America                            | 773,588                                                    |
| Templeton European Opportunities Fund             | EUR                  | open maturity   | United Kingdom                                      | 57,687                                                     |
| Templeton European Opportunities Fund             | EUR                  | open maturity   | United States of America                            | 1,379,532                                                  |
| Templeton European Small-Mid Cap Fund             | EUR                  | open maturity   | United Kingdom                                      | 99,612                                                     |
| Templeton European Small-Mid Cap Fund             | EUR                  | open maturity   | United States of America                            | 624,378                                                    |
| Templeton European Small-Mid Cap Fund             | EUR                  | open maturity   | Switzerland                                         | 364,663                                                    |
| Templeton Frontier Markets Fund                   | USD                  | open maturity   | United Kingdom                                      | 186,044                                                    |
| Templeton Global Balanced Fund                    | USD                  | open maturity   | Switzerland                                         | 2,314,200                                                  |
| Templeton Global Income Fund                      | USD                  | open maturity   | Switzerland                                         | 874,350                                                    |
| Templeton Global Smaller Companies Fund           | USD                  | open maturity   | United Kingdom                                      | 229,340                                                    |
| Templeton Global Smaller Companies Fund           | USD                  | open maturity   | United States of America                            | 2,513,447                                                  |

All Funds engaged in securities lending utilise bi-lateral settlement and clearing with their respective counterparty.

#### Total return swaps, type of collateral and maturity tenor

| Fund                                    | Fund currency | Type of collateral | Maturity         | Collateral currency | Collateral Value in Fund currency |
|-----------------------------------------|---------------|--------------------|------------------|---------------------|-----------------------------------|
| Franklin Diversified Conservative Fund  | EUR           | cash               | Open maturity    | EUR                 | 8,000                             |
| Franklin Diversified Dynamic Fund       | EUR           | cash               | Open maturity    | EUR                 | 11,171                            |
| Franklin Flexible Alpha Bond Fund       | USD           | cash               | Open maturity    | USD                 | 20,000                            |
| Franklin K2 Alternative Strategies Fund | USD           | cash               | Open maturity    | USD                 | 60,000                            |
| Franklin K2 Alternative Strategies Fund | USD           | Sovereign          | more than 1 year | USD                 | 292,616                           |
| Franklin Strategic Income Fund          | USD           | cash               | Open maturity    | EUR                 | 511,997                           |
| Franklin U.S. Low Duration Fund         | USD           | cash               | Open maturity    | USD                 | 610,000                           |

Collateral amounts disclosed above include collateral received on OTC derivatives other than total return swaps. OTC derivative transactions entered into by each of the Funds under and ISDA master agreement are netted together for collateral purposes. Therefore, collateral disclosures provided above are in respect of all OTC derivative transactions and not just total return swaps.

#### Total return swaps, maturity tenor and country of incorporation

| Fund                                    | Fund Currency | Maturity       | Country of incorporation of the Counterparty | Gross Volume of TRS <sup>1</sup> in Fund currency |
|-----------------------------------------|---------------|----------------|----------------------------------------------|---------------------------------------------------|
| Franklin Diversified Balanced Fund      | EUR           | 3 to 12 months | France                                       | 57,480                                            |
| Franklin Diversified Conservative Fund  | EUR           | 3 to 12 months | France                                       | 36,778                                            |
| Franklin Diversified Dynamic Fund       | EUR           | 3 to 12 months | France                                       | 46,501                                            |
| Franklin Flexible Alpha Bond Fund       | USD           | 1 to 3 months  | United States of America                     | 43,991                                            |
| Franklin Flexible Alpha Bond Fund       | USD           | 1 to 3 months  | France                                       | 26,554                                            |
| Franklin Global Multi-Asset Income Fund | EUR           | 3 to 12 months | France                                       | 36,920                                            |
| Franklin K2 Alternative Strategies Fund | USD           | 3 to 12 months | United States of America                     | 33,918                                            |
| Franklin K2 Alternative Strategies Fund | USD           | 3 to 12 months | United States of America                     | 18,228                                            |
| Franklin K2 Alternative Strategies Fund | USD           | 2 to 6 days    | United States of America                     | 311,618                                           |
| Franklin K2 Alternative Strategies Fund | USD           | 2 to 6 days    | United States of America                     | 255,986                                           |
| Franklin K2 Alternative Strategies Fund | USD           | 2 to 6 days    | United States of America                     | 38,452                                            |
| Franklin K2 Alternative Strategies Fund | USD           | 2 to 6 days    | Germany                                      | 820,402                                           |
| Franklin Strategic Income Fund          | USD           | 1 to 3 months  | France                                       | 751,181                                           |
| Franklin U.S. Low Duration Fund         | USD           | 1 to 3 months  | France                                       | 450,172                                           |

<sup>(1)</sup> absolute value of the unrealised gains/(losses)

All Funds engaged in total return swap contracts utilise bi-lateral settlement and clearing with their respective counterparty.

#### Data on reuse of collateral

Collaterals received in relation to Securities lending and Total Return Swaps cannot be sold, re-invested or pledged.

#### Safekeeping of collateral

All the collateral received in relation to Securities Lending is in custody at Goldman Sachs International Bank and JPMorgan Chase Bank, N.A., London Branch. As at the reporting date, there was no collateral granted with respect to securities lending transactions.

All the collateral received in relation to Total Return Swaps is in custody at J.P. Morgan SE, Luxembourg Branch.

#### Data on return

The total income earned from the securities lending programme is detailed in Note 13.

The return from total return swap contracts is accrued to the Funds.

## Collateral

The following table reports the collateral held as at June 30, 2024 to reduce counterparty exposure on OTC derivatives.

| Fund                                                            | Counterparty   | Collateral currency | Cash held as collateral | Sovereign Bonds held as collateral |
|-----------------------------------------------------------------|----------------|---------------------|-------------------------|------------------------------------|
| Franklin Diversified Conservative Fund                          | Morgan Stanley | EUR                 | 8,000                   | —                                  |
| Franklin Diversified Dynamic Fund                               | Morgan Stanley | EUR                 | 11,171                  | —                                  |
| Franklin Emerging Markets Debt Opportunities Hard Currency Fund | Citibank       | USD                 | 370,000                 | —                                  |
| Franklin Flexible Alpha Bond Fund                               | Goldman Sachs  | USD                 | 20,000                  | —                                  |
| Franklin Global Fundamental Strategies Fund                     | J.P. Morgan    | USD                 | 390,000                 | —                                  |
| Franklin Global Fundamental Strategies Fund                     | Morgan Stanley | USD                 | 260,000                 | —                                  |
| Franklin Japan Fund                                             | J.P. Morgan    | USD                 | —                       | 274,963                            |
| Franklin K2 Alternative Strategies Fund                         | Citibank       | USD                 | 60,000                  | —                                  |
| Franklin K2 Alternative Strategies Fund                         | J.P. Morgan    | USD                 | —                       | 292,616                            |
| Franklin Strategic Income Fund                                  | BNP Paribas    | EUR                 | 478,000                 | —                                  |
| Franklin U.S. Low Duration Fund                                 | BNP Paribas    | USD                 | 310,000                 | —                                  |
| Franklin U.S. Low Duration Fund                                 | Citibank       | USD                 | 300,000                 | —                                  |
| Templeton Global Climate Change Fund                            | J.P. Morgan    | EUR                 | 553,000                 | —                                  |

## Distressed Securities

In line with the prospectus definition, distressed securities are to be understood as including defaulted securities, and securities that are being rated CCC or below by at least 2 ratings agencies, or if unrated, their equivalent and have a credit spread above 1,000 bps. However, with respect to securities with a credit spread higher than 1000 bps (irrespective of their credit rating), the Investment Manager will proceed to additional analyses and verifications notably based on the evolution of the security's credit spread and the rating provided by other credit agencies in order to assess whether this security should be requalified as a distressed security. This procedure is further described in the Management Company's risk management process.

The exposure to distressed securities as at June 30, 2024 is as follows:

| Fund                                                 | Exposure in % of Net Assets |
|------------------------------------------------------|-----------------------------|
| Franklin Emerging Market Corporate Debt Fund         | 1.41                        |
| Franklin Global Corporate Investment Grade Bond Fund | 0.41                        |
| Franklin Global Fundamental Strategies Fund          | 0.14                        |
| Franklin Global Income Fund                          | 0.85                        |
| Franklin High Yield Fund                             | 1.23                        |
| Franklin Income Fund                                 | 1.48                        |
| Franklin Strategic Income Fund                       | 0.53                        |
| Franklin U.S. Low Duration Fund                      | 0.12                        |
| Templeton Emerging Markets Bond Fund                 | 1.27                        |
| Templeton Global High Yield Fund                     | 0.95                        |

## Portfolio Turnover Ratio

The portfolio turnover ratio, expressed as a percentage, is equal to the total of purchases and sales of securities netted against the total value of subscriptions and redemptions, over average net assets of the Fund for the 12 months period. It is effectively a measure of how frequently a Fund buys or sells securities.

The portfolio turnover ratio calculation is not applicable to Liquid Reserve and Money Market Funds, as such a ratio is not relevant to such Funds due to the short-term nature of the investments.

| Fund                                                            | Portfolio Turnover Ratio |
|-----------------------------------------------------------------|--------------------------|
| Franklin Biotechnology Discovery Fund                           | 6.57%                    |
| Franklin Disruptive Commerce Fund                               | 7.49%                    |
| Franklin Diversified Balanced Fund                              | 64.71%                   |
| Franklin Diversified Conservative Fund                          | 36.29%                   |
| Franklin Diversified Dynamic Fund                               | 86.41%                   |
| Franklin Emerging Market Corporate Debt Fund                    | (41.25)%                 |
| Franklin Emerging Markets Debt Opportunities Hard Currency Fund | 11.79%                   |
| Franklin Euro Government Bond Fund                              | 99.25%                   |
| Franklin Euro High Yield Fund                                   | 90.99%                   |
| Franklin Euro Short Duration Bond Fund                          | (2.56)%                  |
| Franklin European Corporate Bond Fund                           | 95.65%                   |

## Portfolio Turnover Ratio (continued)

| Fund                                                 | Portfolio Turnover Ratio |
|------------------------------------------------------|--------------------------|
| Franklin European Social Leaders Bond Fund           | 51.11%                   |
| Franklin European Total Return Fund                  | 81.12%                   |
| Franklin Flexible Alpha Bond Fund                    | 180.12%                  |
| Franklin Genomic Advancements Fund                   | 39.97%                   |
| Franklin Global Convertible Securities Fund          | 63.44%                   |
| Franklin Global Corporate Investment Grade Bond Fund | 80.75%                   |
| Franklin Global Fundamental Strategies Fund          | 64.77%                   |
| Franklin Global Green Bond Fund                      | 105.06%                  |
| Franklin Global Growth Fund                          | 36.54%                   |
| Franklin Global Income Fund                          | 73.96%                   |
| Franklin Global Multi-Asset Income Fund              | 66.85%                   |
| Franklin Global Real Estate Fund                     | 31.15%                   |
| Franklin Gold and Precious Metals Fund               | (38.43)%                 |
| Franklin Gulf Wealth Bond Fund                       | 0.91%                    |
| Franklin High Yield Fund                             | 37.51%                   |
| Franklin Income Fund                                 | (69.92)%                 |
| Franklin India Fund                                  | (31.38)%                 |
| Franklin Innovation Fund                             | 9.22%                    |
| Franklin Intelligent Machines Fund                   | (7.98)%                  |
| Franklin Japan Fund                                  | (69.11)%                 |
| Franklin K2 Alternative Strategies Fund              | 166.88%                  |
| Franklin MENA Fund                                   | 21.84%                   |
| Franklin Mutual European Fund                        | 34.88%                   |
| Franklin Mutual Global Discovery Fund                | 41.20%                   |
| Franklin Mutual U.S. Value Fund                      | 44.77%                   |
| Franklin Natural Resources Fund                      | (76.71)%                 |
| Franklin NextStep Balanced Growth Fund               | 81.30%                   |
| Franklin NextStep Conservative Fund                  | 56.35%                   |
| Franklin NextStep Growth Fund                        | 43.85%                   |
| Franklin NextStep Moderate Fund                      | 48.84%                   |
| Franklin Sealand China A-Shares Fund                 | 82.65%                   |
| Franklin Strategic Income Fund                       | (12.31)%                 |
| Franklin Technology Fund                             | (23.14)%                 |
| Franklin U.S. Dollar Short-Term Money Market Fund    | N/A                      |
| Franklin U.S. Government Fund                        | (42.01)%                 |
| Franklin U.S. Low Duration Fund                      | 56.83%                   |
| Franklin U.S. Opportunities Fund                     | (5.05)%                  |
| Martin Currie UK Equity Income Fund*                 | (4.22)%                  |
| Templeton All China Equity Fund                      | 61.64%                   |
| Templeton Asia Equity Total Return Fund              | 149.38%                  |
| Templeton Asian Bond Fund                            | 42.70%                   |
| Templeton Asian Growth Fund                          | 12.69%                   |
| Templeton Asian Smaller Companies Fund               | (35.09)%                 |
| Templeton BRIC Fund                                  | 14.45%                   |
| Templeton China A-Shares Fund                        | 41.17%                   |
| Templeton China Fund                                 | 28.14%                   |
| Templeton Eastern Europe Fund                        | (34.09)%                 |
| Templeton Emerging Markets Bond Fund                 | 86.31%                   |
| Templeton Emerging Markets Dynamic Income Fund       | 42.83%                   |
| Templeton Emerging Markets Fund                      | 4.62%                    |
| Templeton Emerging Markets Local Currency Bond Fund  | 118.68%                  |
| Templeton Emerging Markets Smaller Companies Fund    | (2.80)%                  |
| Templeton Emerging Markets Sustainability Fund       | 5.25%                    |
| Templeton Euroland Fund                              | 1.67%                    |
| Templeton European Opportunities Fund                | 76.94%                   |
| Templeton European Small-Mid Cap Fund                | 24.65%                   |
| Templeton European Sustainability Improvers Fund*    | 79.96%                   |
| Templeton Frontier Markets Fund                      | (7.10)%                  |
| Templeton Global Balanced Fund                       | 87.09%                   |
| Templeton Global Bond (Euro) Fund                    | 47.86%                   |
| Templeton Global Bond Fund                           | 24.64%                   |
| Templeton Global Climate Change Fund                 | 21.17%                   |
| Templeton Global Equity Income Fund                  | 8.69%                    |
| Templeton Global Fund                                | 70.36%                   |
| Templeton Global High Yield Fund                     | (11.21)%                 |
| Templeton Global Income Fund                         | 62.76%                   |
| Templeton Global Smaller Companies Fund              | 82.86%                   |

## Portfolio Turnover Ratio (continued)

| Fund                               | Portfolio Turnover Ratio |
|------------------------------------|--------------------------|
| Templeton Global Total Return Fund | 53.95%                   |
| Templeton Growth (Euro) Fund       | 67.70%                   |
| Templeton Latin America Fund       | (33.26)%                 |

\*Please refer Note 1 for fund events.

## Remuneration

Franklin Templeton International Services S.à r.l. ("FTIS"), as UCITS licensed management company (the "Management Company") has a remuneration policy (the "Policy") in place which applies to all UCITS funds (each a "UCITS" and together the "UCITS") under its management. The Policy has been designed to discourage excessive risk taking, integrating in its performance management systems risk criteria specific to the business units it covers. The policy has a governance structure aimed at preventing internal conflicts of interest.

There are defined procedures in place for the creation, update, review and approval of the Policy as well as for communication and implementation of the Policy. Senior Management, Human Resources, Compliance and other functions are all involved in this process and the Policy is approved by Senior Management and the Board of Directors of the Management Company.

Fixed remuneration is defined as base salary plus other benefits which may include pension contributions, life assurance premiums or private medical insurance premiums. Levels of fixed remuneration are set with reference to job complexity, level of responsibility, performance and market benchmarking data. These levels are reviewed on a regular basis.

Variable remuneration is defined as annual bonuses, long term awards in the form of performance share grants or sales bonus payments. Levels of variable remuneration are set with reference to overall corporate and business unit performance as well as individual performance.

The full Policy is available at the registered office of the Management Company. Quantitative information relevant to the Franklin Templeton Investment Funds is outlined below.

|                                                                                                                                                                         |              |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|
| Total amount of fixed remuneration paid by FTIS and its delegates during the year ended September 30, 2023*, **, ***                                                    | € 39,119,018 |
| Total amount of variable remuneration paid by FTIS and its delegates during the year ended September 30, 2023*, **, ***                                                 | € 31,718,728 |
| Number of staff of FTIS and in its delegates as at September 30, 2023                                                                                                   | 601          |
| Total amount of compensation paid by FTIS and its delegates to Senior managers during the year ended September 30, 2023*, **, ***                                       | € 19,827,601 |
| Total amount paid by FTIS and its delegates to other members of staff who have a material impact on the profile of UCITS during year ended September 30, 2023*, **, *** | € –          |

\*The total amount of compensation paid by FTIS has been allocated to UCITS based on its pro rata share of the average month end total net assets of the funds under management of FTIS for the year ended September 30, 2023.

\*\*The total amount of compensation paid by the FTIS delegates has been allocated to UCITS based on its pro rata share of the average month end total net assets of the funds under management of the FTIS delegates for the year ended September 30, 2023.

\*\*\*Delegates are Investment Management entities which are subject to regulatory requirements that are equally as effective as those under Article 69(3)(a) of the UCITS Directive.

## Audited annual report and unaudited semi-annual reports

The audited annual reports and unaudited semi-annual reports will be available on the local Franklin Templeton website, [www.franklintempleton.lu](http://www.franklintempleton.lu) or may be obtained, free of charge, on request at the registered office of the Company; they are only distributed to registered shareholders in those countries where local regulation so requires. The complete audited annual reports and unaudited semi-annual reports are available at the registered office of the Company.

## Appendix: Sustainable Finance Disclosure Regulation (unaudited)

### **Transparency of the promotion of environmental or social characteristics and of sustainable investment objectives in periodic reports**

The Sustainable Finance Disclosure Regulation ((EU) 2019/2088, the “SFDR”) requires the Company to include a description in its periodic reports of the extent to which any Fund classified pursuant to Article 8 of the SFDR (an “Article 8 Fund”) has met its environmental or social characteristics or classified pursuant to Article 9 of the SFDR (an “Article 9 Fund”) has met its sustainable investment objective. The SFDR also empowers the European Banking Authority, the European Insurance and Occupational Pensions Authority and the European Securities and Markets Authority (collectively “ESAs”) to develop draft regulatory technical standards (“RTS”) to specify the information and presentation format in the periodic reports. The following SFDR Article 8 Fund’s and Article 9 Fund’s periodic disclosures have been prepared using the common set of sustainability disclosures or reporting requirements of the RTS which came into effect on 1 January 2023. The asset classifications in the following disclosures are based upon MSCI and may differ to the classification of the securities in the Schedule of Investments.

The disclosures for each classification are outlined as follows:

| <b>Sub-Fund Name</b>                                 | <b>SFDR Classification</b> |
|------------------------------------------------------|----------------------------|
| Franklin Biotechnology Discovery Fund                | Article 8                  |
| Franklin Disruptive Commerce Fund                    | Article 8                  |
| Franklin Diversified Balanced Fund                   | Article 8                  |
| Franklin Diversified Conservative Fund               | Article 8                  |
| Franklin Diversified Dynamic Fund                    | Article 8                  |
| Franklin Emerging Market Corporate Debt Fund         | Article 8                  |
| Franklin Euro Government Bond Fund                   | Article 8                  |
| Franklin Euro High Yield Fund                        | Article 8                  |
| Franklin Euro Short Duration Bond Fund               | Article 8                  |
| Franklin European Corporate Bond Fund                | Article 8                  |
| Franklin European Social Leaders Bond Fund           | Article 9                  |
| Franklin European Total Return Fund                  | Article 8                  |
| Franklin Genomic Advancements Fund                   | Article 8                  |
| Franklin Global Aggregate Bond Fund                  | Article 8                  |
| Franklin Global Corporate Investment Grade Bond Fund | Article 8                  |
| Franklin Global Green Bond Fund                      | Article 9                  |
| Franklin Global Multi-Asset Income Fund              | Article 8                  |
| Franklin India Fund                                  | Article 8                  |
| Franklin Innovation Fund                             | Article 8                  |
| Franklin Intelligent Machines Fund                   | Article 8                  |
| Franklin K2 Alternative Strategies Fund              | Article 8                  |
| Franklin Mutual European Fund                        | Article 8                  |
| Franklin Mutual Global Discovery Fund                | Article 8                  |
| Franklin Technology Fund                             | Article 8                  |
| Franklin U.S. Opportunities Fund                     | Article 8                  |

| <b>Sub-Fund Name</b>                                | <b>SFDR Classification</b> |
|-----------------------------------------------------|----------------------------|
| Templeton All China Equity Fund                     | Article 8                  |
| Templeton Asian Bond Fund                           | Article 8                  |
| Templeton Asian Growth Fund                         | Article 8                  |
| Templeton Asian Smaller Companies Fund              | Article 8                  |
| Templeton China A-Shares Fund                       | Article 8                  |
| Templeton China Fund                                | Article 8                  |
| Templeton Emerging Markets Bond Fund                | Article 8                  |
| Templeton Emerging Markets Fund                     | Article 8                  |
| Templeton Emerging Markets Local Currency Bond Fund | Article 8                  |
| Templeton Emerging Markets Smaller Companies Fund   | Article 8                  |
| Templeton Emerging Markets Sustainability Fund      | Article 9                  |
| Templeton European Opportunities Fund               | Article 8                  |
| Templeton European Small-Mid Cap Fund               | Article 8                  |
| Templeton European Sustainability Improvers Fund    | Article 8                  |
| Templeton Global Bond (Euro) Fund                   | Article 8                  |
| Templeton Global Bond Fund                          | Article 8                  |
| Templeton Global Climate Change Fund                | Article 9                  |
| Templeton Global Fund                               | Article 8                  |
| Templeton Growth (Euro) Fund                        | Article 8                  |



# Franklin Biotechnology Discovery Fund (the "Fund")

Legal Entity Identifier: 5493008KHPRSWVRJG60



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social ("E/S") characteristics promoted by the Fund were specific to each company and industry in which the Fund operated. These characteristics consisted of inter alia, drug affordability and pricing, diversity and inclusion, employee satisfaction/well-being and/or environmental-related aspects (e.g., reduction of greenhouse gas ("GHG") emissions). Franklin Advisers, Inc. (the Investment Manager) sought to attain these characteristics by excluding certain issuers and sectors considered by the Investment Manager as harmful for the society while favouring issuers with a good environmental, social and governance (the "ESG") profile, as captured by its proprietary ESG methodology.

The Fund allocated 99.20% of its assets to investments aligned with the E/S characteristics.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

The Fund successfully met the E/S characteristics it promoted by not owning companies rated B under the Investment Manager's proprietary criteria, as well as avoiding excluded companies as identified through the Investment Manager's analysis.

| Sustainability KPI Name                                         | Value  |
|-----------------------------------------------------------------|--------|
| The share of companies rated AAA by proprietary ESG methodology | 3.39%  |
| The share of companies rated AA by proprietary ESG methodology  | 36.98% |
| The share of companies rated A by proprietary ESG methodology   | 59.63% |
| The share of companies rated B by proprietary ESG methodology   | 0.00%  |

| Sustainability KPI Name                                                                             | Value |
|-----------------------------------------------------------------------------------------------------|-------|
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00% |

### ... And compared to previous periods?

The performance of the sustainability indicators was consistent with the prior period.

In the prior periodic reporting of the Fund, the companies 'rated B' were labeled as 'not rated'. The label has now been updated in the table below.

| Sustainability KPI Name                                                                             | Sustainability KPI historical comparison |        |
|-----------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                     | 2024                                     | 2023   |
| Sustainability KPI Name                                                                             | Value                                    | Value  |
| The share of companies rated AAA by proprietary ESG methodology                                     | 3.39%                                    | 0.76%  |
| The share of companies rated AA by proprietary ESG methodology                                      | 36.98%                                   | 38.56% |
| The share of companies rated A by proprietary ESG methodology                                       | 59.63%                                   | 57.72% |
| The share of companies rated B by proprietary ESG methodology                                       | 0.00%                                    | 2.96%  |
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00%                                    | 0.00%  |

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

Not applicable.

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

Not applicable.

#### How were the indicators for adverse impacts on sustainability factors taken into account?

Not applicable.

#### Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



### How did this financial product consider principal adverse impacts on sustainability factors?

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 greenhouse gas emissions;
- Scope 1+2 and material Scope 3 greenhouse gas emissions intensity; and
- Board gender diversity.

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs were applicable to the widest range of the Fund's investments and represented the largest opportunity set for engagement.

With regards to greenhouse gas emissions, the Investment Manager was committed to engage with the investee companies to ensure they were establishing and committing to greenhouse gas emissions reductions plans, that are in accord with science based long term goals of net-zero emissions by 2050. The Investment Manager worked with companies to move them up to the scale of committing to align with net zero targets, aligning their emissions with net zero, being aligned to achieve net zero, and reaching net zero emissions. While the Investment Manager understood that, in the short-term, absolute emissions may increase for some companies as they work on transition plans, therefore, the consideration of greenhouse gas emission intensity helped the Investment Manager to monitor that overall companies' greenhouse gas emissions were trending in a direction aligned with greenhouse gas emissions reductions over time.

With regards to board gender diversity, the Investment Manager was committed to engage with the investee companies to ensure their boards are representative of the customers they serve as the Investment Manager believed this helped them to better understand their consumer base, create better products, and ultimately be more efficient companies. Initially, the Investment Manager worked to identify companies that did not have board gender diversity and set time-based thresholds for drafting a plan to increase board gender diversity. The Investment Manager believed it is reasonable to increase the acceptable level of board gender diversity over time and engaged with companies that were laggards relative to their industry peers.

For the above PAIs, the Investment Manager initially baselined the portfolio and investee companies and looked to drive improvement on both fronts over time through engagement. The Fund was engaged with investee companies to set and follow science-based emissions reductions targets and sought to follow a portfolio coverage approach, with increasing weight in companies that have achieved net zero greenhouse gas emissions, were aligned with net zero or are aligning. The goal for the portfolio is to achieve 100% in these categories by 2040. For board gender diversity, the Fund engaged with all companies that lacked any gender diversity with an expectation for them to develop at minimum a plan to increase board gender diversity within 18 months. The Investment Manager intends to increase the expectations of board gender diversity over time. Consequences of a lack of improvement on these measures for investee companies eventually include divestment if the Investment Manager does not see a path for improvement.

Finally, the Fund excluded companies that produce or distribute controversial weapons or who failed to comply with the United Nations Global Compact Principles (the "UNGC Principles") without positive outlook for remediation.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                         | Sector      | % of Assets | Country        |
|---------------------------------------------|-------------|-------------|----------------|
| AMGEN INC.                                  | Health Care | 7.68%       | United States  |
| REGENERON PHARMACEUTICALS, INC.             | Health Care | 6.99%       | United States  |
| VERTEX PHARMACEUTICALS INCORPORATED         | Health Care | 6.15%       | United States  |
| BIOGEN INC.                                 | Health Care | 4.03%       | United States  |
| ASCENDIS PHARMA A/S                         | Health Care | 3.95%       | Denmark        |
| GILEAD SCIENCES, INC.                       | Health Care | 3.69%       | United States  |
| ASTRAZENECA PLC                             | Health Care | 3.39%       | United Kingdom |
| Intra-Cellular Therapies Inc                | Health Care | 3.04%       | United States  |
| JAZZ PHARMACEUTICALS PUBLIC LIMITED COMPANY | Health Care | 3.00%       | United States  |
| INSMED INCORPORATED                         | Health Care | 2.72%       | United States  |
| NEUROCRINE BIOSCIENCES, INC.                | Health Care | 2.56%       | United States  |
| argenx SE                                   | Health Care | 2.30%       | Netherlands    |
| Merus NV                                    | Health Care | 2.20%       | Netherlands    |
| Applied Therapeutics Inc                    | Health Care | 1.92%       | United States  |
| ILLUMINA, INC.                              | Health Care | 1.72%       | United States  |



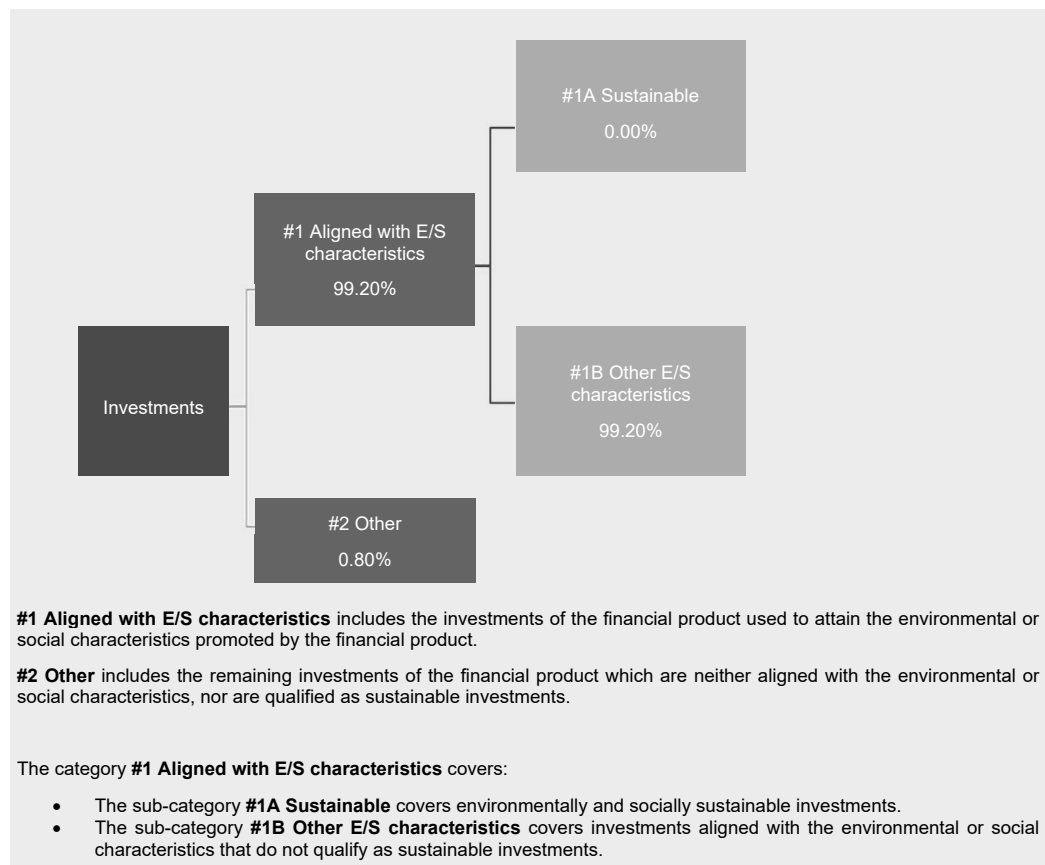
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

99.20% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (0.80%) was not aligned with the promoted characteristics and consisted primarily of liquid assets which were held for the purposes of servicing the day-to-day requirements of the Fund or issuers for which there was no ESG rating.



### In which economic sectors were the investments made?

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                       | % of Assets |
|----------------------------------|-------------|
| Health Care                      | 99.20%      |
| Top sub-sector                   | % of Assets |
| Biotechnology                    | 76.65%      |
| Pharmaceuticals                  | 16.95%      |
| Life Sciences Tools & Services   | 4.54%       |
| Health Care Providers & Services | 1.00%       |
| Health Care Technology           | 0.05%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

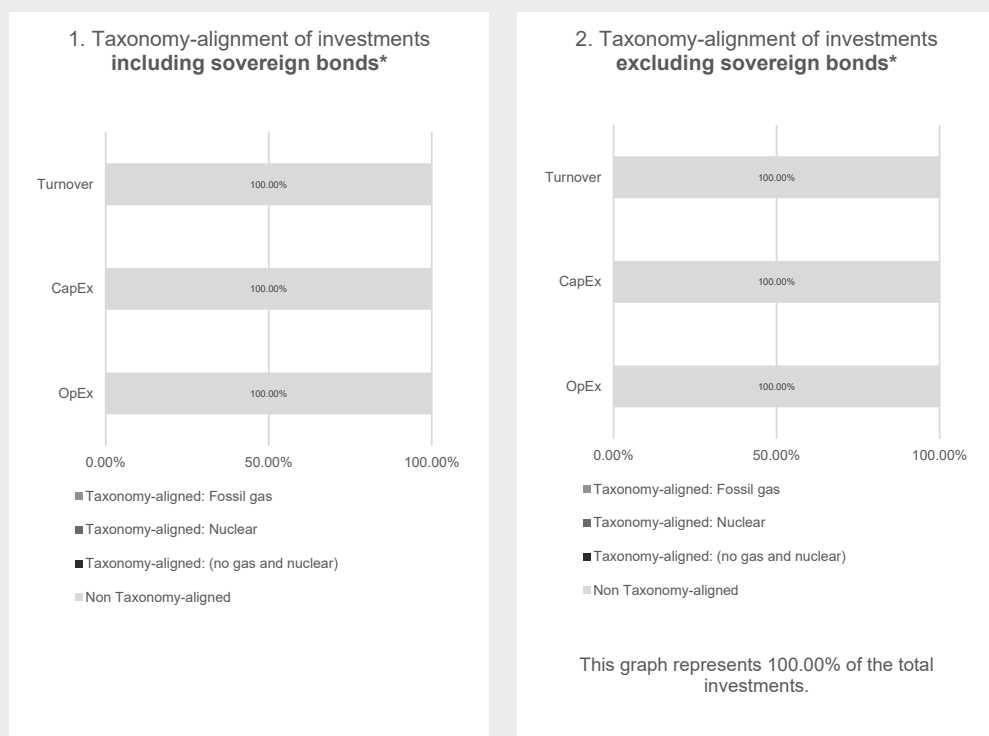
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 0.80% and included liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, for which there were no minimum environmental or social safeguards. It also included issuers for which there was no ESG rating.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

Through its ESG analysis, the Investment Manager identified companies that would be excluded under the binding criteria and avoided investing in them. The Fund did not invest in companies that, according to the Investment Manager’s analysis:

- Seriously violate the UNGC Principles (without positive perspective). For that purpose, the Fund did not invest in companies which the Investment Manager assessed as fail under the UNGC Principles;
- Generate more than 10% of revenue from the production and/or distribution of weapons;
- Are 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, cluster munitions and nuclear weapons);
- Manufacture tobacco or tobacco products or those that derive more than 5% of their revenue from such products;
- Generate more than 10% of their revenue from thermal coal extraction or coal-based power generation.

For companies where engagement was applicable related to specific PAIs the Investment Manager initiated engagements, encouraging, amongst others, companies to set targets for emissions reductions in line with the Paris Agreement or to improve the gender diversity of the board. The Investment Manager believes that given the timeframe from engagement companies should have additional time to begin implementing improvement plans before undertaking additional steps, including divestment.

Finally, the Investment Manager did make use of its proprietary ESG rating methodology. This rating assigned to issuers by the Investment Manager comprises four grades: AAA (best in class/very good), AA (good), A (fair) and B (needs improvement). Based on this proprietary framework, the Fund did not invest in companies that were rated B.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.



# Franklin Disruptive Commerce Fund (the "Fund")

Legal Entity Identifier: 25490026RAMGQGPEIA14



**FRANKLIN  
TEMPLETON**

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ **YES**

- ☐ It made **sustainable investments with an environmental objective: 0.00%**
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made **sustainable investments with a social objective: 0.00%**

☒ **NO**

- ☐ It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social ("E/S") characteristics promoted by the Fund were specific to each company and industry in which the Fund operated. These characteristics consisted of inter alia, cybersecurity and data privacy, support of human capital and/or environmental-related aspects (e.g., carbon emissions and water usage). Franklin Advisers, Inc. (the "Investment Manager") sought to attain these characteristics by excluding certain issuers and sectors considered by the Investment Manager as harmful for the society while favouring issuers with a good environmental, social and governance (the "ESG") profile, as captured by its proprietary ESG methodology.

The Fund allocated 99.52% of its assets to investments aligned with the E/S characteristics.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

The Fund successfully met the E/S characteristics it promoted by not owning companies rated B under the Investment Manager's proprietary criteria, as well as avoiding excluded companies as identified through the Investment Manager's analysis.

| Sustainability KPI Name                                         | Value  |
|-----------------------------------------------------------------|--------|
| The share of companies rated AAA by proprietary ESG methodology | 8.95%  |
| The share of companies rated AA by proprietary ESG methodology  | 31.61% |
| The share of companies rated A by proprietary ESG methodology   | 59.44% |
| The share of companies rated B by proprietary ESG methodology   | 0.00%  |

| Sustainability KPI Name                                                                             | Value |
|-----------------------------------------------------------------------------------------------------|-------|
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00% |

● **... And compared to previous periods?**

Not applicable.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 greenhouse gas emissions;
- Scope 1+2 and material Scope 3 greenhouse gas emissions intensity; and
- Board gender diversity.

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs were applicable to the widest range of the Fund's investments and represented the largest opportunity set for engagement.

With regards to greenhouse gas emissions, the Investment Manager was committed to engage with the investee companies to ensure they were establishing and committing to greenhouse gas emissions reductions plans, that are in accord with science based long term goals of net-zero emissions by 2050. The Investment Manager worked with companies to move them up to the scale of committing to align with net zero targets, aligning their emissions with net zero, being aligned to achieve net zero, and reaching net zero emissions. While the Investment Manager understood that, in the short-term, absolute emissions may increase for some companies as they work on transition plans, therefore, the consideration of greenhouse gas emission intensity helped the Investment Manager to monitor that overall companies' greenhouse gas emissions were trending in a direction aligned with greenhouse gas emissions reductions over time.

With regards to board gender diversity, the Investment Manager was committed to engage with the investee companies to ensure their boards are representative of the customers they serve as the Investment Manager believed this helped them to better understand their consumer base, create better products, and ultimately be more efficient companies. Initially, the Investment Manager worked to identify companies that did not have board gender diversity and set time-based thresholds for drafting a plan to increase board gender diversity. The Investment Manager believed it is reasonable to increase the acceptable level of board gender diversity over time and engaged with companies that were laggards relative to their industry peers.

For the above PAIs, the Investment Manager initially baselined the portfolio and investee companies and looked to drive improvement on both fronts over time through engagement. The Fund was engaged with investee companies to set and follow science-based emissions reductions targets and sought to follow a portfolio coverage approach, with increasing weight in companies that have achieved net zero greenhouse gas emissions, were aligned with net zero or are aligning. The goal for the portfolio is to achieve 100% in these categories by 2040. For board gender diversity, the Fund engaged with all companies that lacked any gender diversity with

an expectation for them to develop at minimum a plan to increase board gender diversity within 18 months. The Investment Manager intends to increase the expectations of board gender diversity over time. Consequences of a lack of improvement on these measures for investee companies eventually include divestment if the Investment Manager does not see a path for improvement.

Finally, the Fund excluded companies that produce or distribute controversial weapons or who failed to comply with the United Nations Global Compact Principles (the "UNGC Principles") without positive outlook for remediation.



The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is - 2024-03-25 - 2024-06-30.

## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

| Largest investments          | Sector                 | % of Assets | Country       |
|------------------------------|------------------------|-------------|---------------|
| AMAZON.COM, INC.             | Consumer Discretionary | 10.10%      | United States |
| UBER TECHNOLOGIES, INC.      | Industrials            | 7.43%       | United States |
| SHOPIFY INC.                 | Information Technology | 6.09%       | Canada        |
| MEDPACE HOLDINGS, INC.       | Health Care            | 6.04%       | United States |
| COSTCO WHOLESALE CORPORATION | Consumer Staples       | 5.56%       | United States |
| DOORDASH, INC.               | Consumer Discretionary | 5.31%       | United States |
| W.W. GRAINGER, INC.          | Industrials            | 5.05%       | United States |
| FASTENAL COMPANY             | Industrials            | 4.24%       | United States |
| MERCADOLIBRE, INC.           | Consumer Discretionary | 4.20%       | Brazil        |
| BOOKING HOLDINGS INC.        | Consumer Discretionary | 4.05%       | United States |
| COPART, INC.                 | Industrials            | 3.79%       | United States |
| MASTERCARD INCORPORATED.     | Financials             | 3.40%       | United States |
| VISA INC.                    | Financials             | 3.09%       | United States |
| MANHATTAN ASSOCIATES, INC.   | Information Technology | 2.97%       | United States |
| PDD Holdings Inc.            | Consumer Discretionary | 2.52%       | China         |



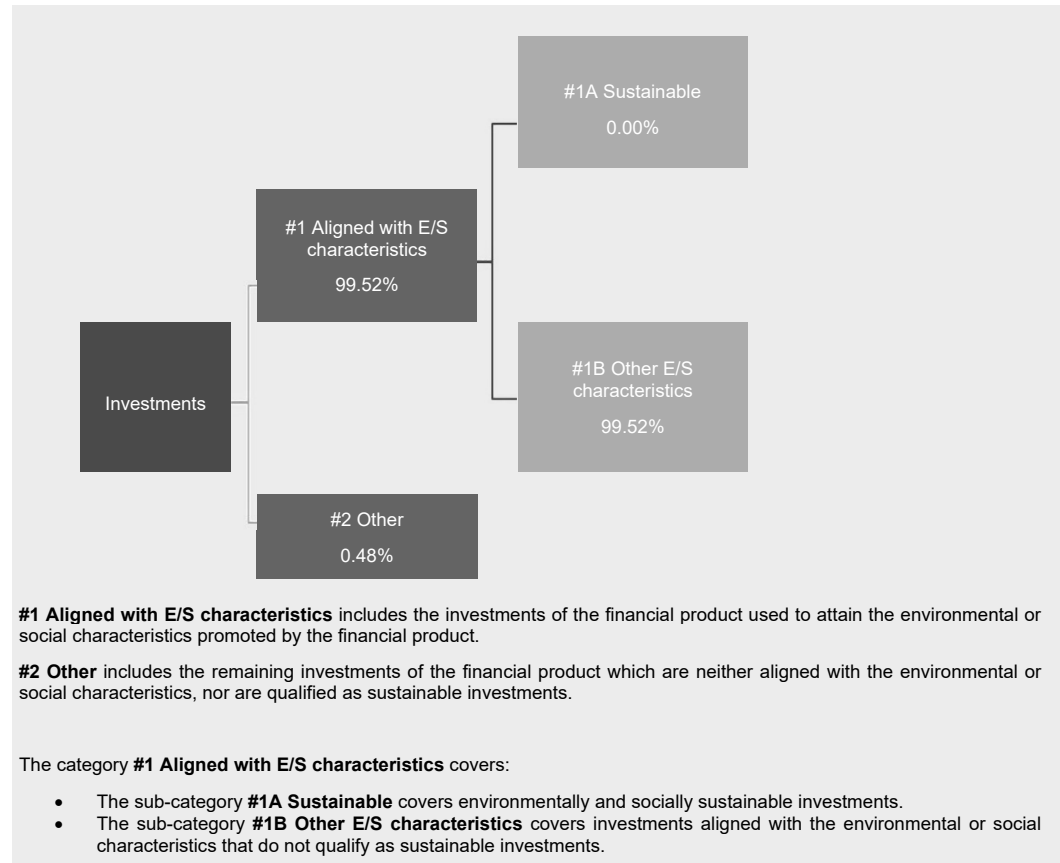
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

99.52% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (0.48%) was not aligned with the promoted characteristics and consisted primarily of liquid assets which were held for the purposes of servicing the day-to-day requirements of the Fund or issuers for which there was no ESG rating.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                             | % of Assets |
|----------------------------------------|-------------|
| Consumer Discretionary                 | 36.64%      |
| Industrials                            | 23.18%      |
| Information Technology                 | 13.37%      |
| Financials                             | 9.29%       |
| Communication Services                 | 7.34%       |
| Consumer Staples                       | 6.64%       |
| Real Estate                            | 1.65%       |
| Materials                              | 1.41%       |
| Top sub-sector                         | % of Assets |
| Broadline Retail                       | 22.25%      |
| Hotels, Restaurants & Leisure          | 14.27%      |
| Ground Transportation                  | 9.87%       |
| Financial Services                     | 9.29%       |
| Trading Companies & Distributors       | 9.28%       |
| Software                               | 7.29%       |
| IT Services                            | 6.09%       |
| Consumer Staples Distribution & Retail | 5.56%       |
| Commercial Services & Supplies         | 3.79%       |
| Entertainment                          | 3.41%       |
| Interactive Media & Services           | 3.25%       |
| Industrial REITs                       | 1.41%       |
| Containers & Packaging                 | 1.41%       |
| Food Products                          | 1.08%       |
| Media                                  | 0.67%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



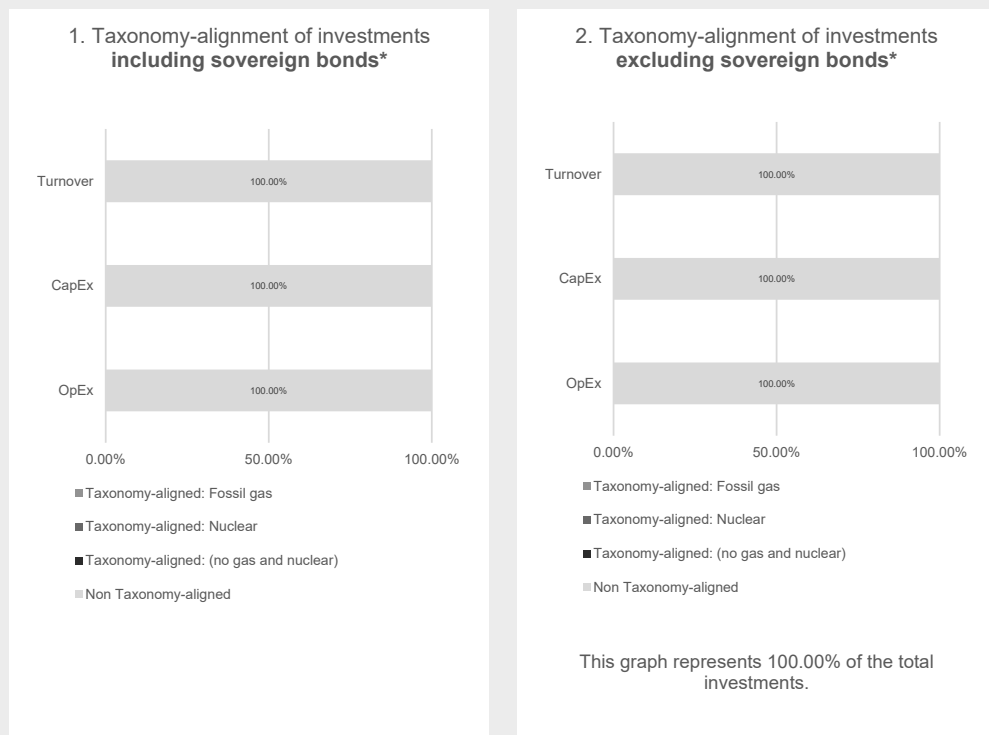
## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

- ☐ Yes
- ☐ In fossil gas ☐ In nuclear energy
- ☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 0.48% and included liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, for which there were no minimum environmental or social safeguards. It also included issuers for which there was no ESG rating.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

Through its ESG analysis, the Investment Manager identified companies that would be excluded under the binding criteria and avoided investing in them. The Fund did not invest in companies that, according to the Investment Manager’s analysis:

- Seriously violate the UNGC Principles (without positive perspective) - for that purpose, the Fund did not invest in companies which the Investment Manager assessed as fail under the UNGC Principles;
- Generate more than 10% of revenue from the production and/or distribution of weapons;
- Are 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, cluster munitions and nuclear weapons);
- Manufacture tobacco or tobacco products or those that derive more than 5% of their revenue from such products;
- Generate more than 10% of their revenue from thermal coal extraction or coal-based power generation.

For companies where engagement was applicable related to specific PAIs the Investment Manager initiated engagements, encouraging, amongst others, companies to set targets for emissions reductions in line with the Paris Agreement or to improve the gender diversity of the board. The Investment Manager believes that given the timeframe from engagement companies should have additional time to begin implementing improvement plans before undertaking additional steps, including divestment.

Finally, the Investment Manager did make use of its proprietary ESG rating methodology. This rating assigned to issuers by the Investment Manager comprises four grades: AAA (best in class/very good), AA (good), A (fair) and B (needs improvement). Based on this proprietary framework, the Fund did not invest in companies that were rated B.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.



# Franklin Diversified Balanced Fund (the "Fund")

Legal Entity Identifier: 549300JXYTI61NAIZV57



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund promoted the reduction of greenhouse gas ("GHG") emissions and increase in board gender diversity in the Fund's portfolio through engagement with poor performers and positively tilting the portfolio towards stronger performers in terms of these metrics.

The Fund does not use a reference benchmark to which it aligns the environmental and/or social characteristics promoted.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

Throughout the reference period, the Fund successfully met the environmental and social characteristics it promoted by adhering to the binding elements mentioned in the prospectus. The Fund's exclusions were also adhered to over the period.

On average, over the reference period:

- 75.81% of the in-scope equity and corporate credit positions held by the Fund were ranked in the top 50% of their respective industry peer group (within MSCI All Country World Index) in terms of lowest GHG emissions.
- 83.48% of the sovereign debt securities held by the Fund were ranked in the top 33% of countries out of the Bloomberg Global Aggregate Index ranked by lowest GHG intensity

During the reference period:

- There were 5 holdings identified as underperformers (bottom 10% within their industry peer group) in respect of their GHG emissions. Engagement discussions were initiated with all.
- There were 11 holdings identified as underperformers (less than 10% female board representation) in respect of their board diversity. Engagement discussions initiated with all.

| Sustainability KPI Name                                                                                                                                                                                            | Value  |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| Number of companies in the portfolio which are in top half of the Fund's corporate investment universe, defined by MSCI All Country World Index ("Fund's Corporate Investment Universe") in terms of GHG emissions | 141.00 |

| Sustainability KPI Name                                                                                                                                                                                                       | Value |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|
| Number of sovereigns in the portfolio which are in top third of the Fund's sovereign investment universe, defined as the Bloomberg Global Aggregate Index ("Fund's Sovereign Investment Universe"), in terms of GHG emissions | 10.00 |
| Number of companies in the portfolio which are in the worst decile of the Fund's Corporate Investment Universe, in terms of GHG emissions                                                                                     | 5.00  |
| Number of companies in the portfolio with female board representation below 10%                                                                                                                                               | 11.00 |
| Number of companies the Investment Managers have engaged with                                                                                                                                                                 | 15.00 |

● **... And compared to previous periods?**

Not applicable as there were no prior reference periods.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 GHG emissions (for equities and corporate credit positions)
- Board gender diversity
- GHG intensity (for sovereigns)

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs are applicable to the widest range of the Fund's investments and represent the largest opportunity set for engagement.

- GHG emissions - The Investment Manager engaged with companies which were ranked in the bottom 10% in their industry peer group (within MSCI All Country World Index) regarding their scope 1 and scope 2 GHG emissions. In the portfolio construction phase, the Investment Manager also favoured companies and sovereign issuers with lower GHG emissions relative to their industry peers.
- Board gender diversity - The Investment Manager engaged with the investee companies which had less than 10% female representation on the board of directors.
- For all engagements, if a company does not demonstrate meaningful commitment and/or improvement over two years in relation to emissions reduction, the Investment Manager will divest as soon as practicably possible, taking due account of the interests of the Shareholders.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                                           | Sector                 | % of Assets | Country        |
|-------------------------------------------------------------------------------|------------------------|-------------|----------------|
| FTAF-FRANKLIN K2 CAT BOND UCITS FUND                                          | Financials             | 2.90%       | Luxembourg     |
| Microsoft Corp COM USD0.001                                                   | Information Technology | 2.40%       | United States  |
| Alphabet Inc COM USD.001 CL A                                                 | Communication Services | 2.26%       | United States  |
| FTIF-FRANKLIN EMERGING MARKET CORPORATE DEBT FUND                             | Financials             | 2.22%       | Luxembourg     |
| United Kingdom Gilt 3.75% 10/22/2053 REG S                                    | Government bonds       | 1.91%       | United Kingdom |
| Apple Inc COM USD.00001                                                       | Information Technology | 1.90%       | United States  |
| Costco Wholesale Corp COM USD.005                                             | Consumer Staples       | 1.75%       | United States  |
| Home Depot Inc/The COM USD0.05                                                | Consumer Discretionary | 1.33%       | United States  |
| FTIF-FRANKLIN EURO SHORT DURATION BOND FUND                                   | Financials             | 1.33%       | Luxembourg     |
| Booking Holdings Inc COM USD.008                                              | Consumer Discretionary | 1.29%       | United States  |
| Fortive Corp COM USD.01                                                       | Industrials            | 1.13%       | United States  |
| Toronto-Dominion Bank/The 3.75% 01/02/2024 TD                                 | Financials             | 1.09%       | Canada         |
| DR Horton Inc COM USD0.01                                                     | Consumer Discretionary | 1.03%       | United States  |
| UBS Lux Fund Solutions - MSCI China ESG Universal Low Carbon Select UCITS ETF | Financials             | 1.03%       | China          |
| UNITED STATES TREASURY NOTE/BOND 2.375% 08/15/2024                            | Government bonds       | 1.01%       | United States  |



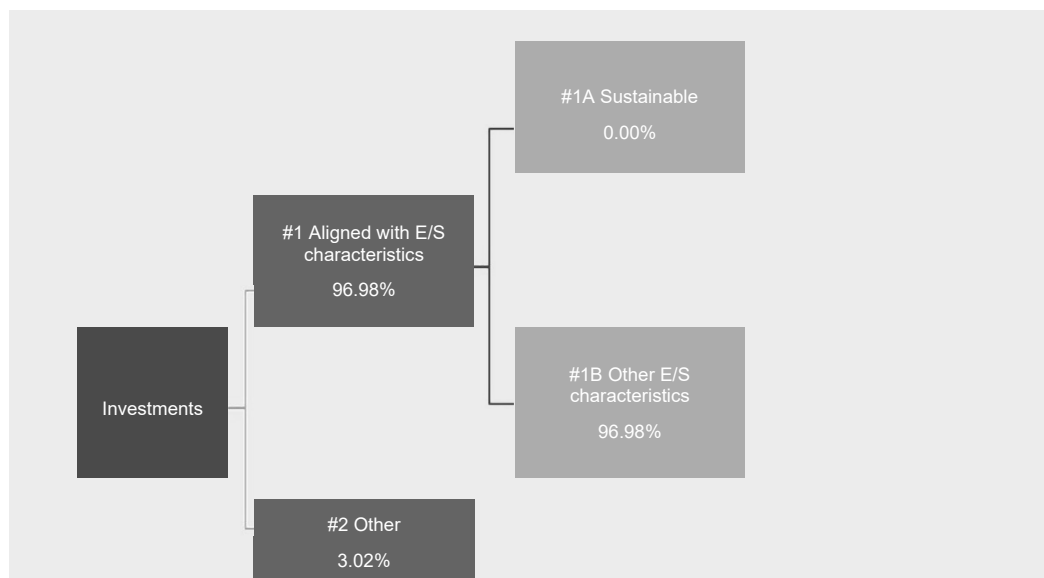
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

During the reference period, 96.98% of the Fund's portfolio based on market value was aligned with the E/S characteristics promoted by the Fund. The remaining portion (3.02%) was not aligned with the promoted characteristics and consisted primarily of liquid assets, index derivatives, certain collective investment management schemes and securities issued by private companies on which PAI data is not available which are held for the purposes of investment and servicing the day-to-day requirements of the Fund.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                                 | % of Assets |
|--------------------------------------------|-------------|
| Financials                                 | 27.81%      |
| Government bonds                           | 15.54%      |
| Information Technology                     | 13.45%      |
| Industrials                                | 6.30%       |
| Health Care                                | 5.98%       |
| Consumer Discretionary                     | 5.95%       |
| Communication Services                     | 5.18%       |
| Consumer Staples                           | 4.79%       |
| Utilities                                  | 3.67%       |
| Energy                                     | 3.34%       |
| Materials                                  | 2.60%       |
| Real Estate                                | 2.35%       |
| Top sub-sector                             | % of Assets |
| Government bonds                           | 15.54%      |
| Financial Services                         | 13.50%      |
| Banks                                      | 8.77%       |
| Semiconductors & Semiconductor Equipment   | 6.01%       |
| Capital Markets                            | 3.10%       |
| Oil, Gas & Consumable Fuels                | 3.08%       |
| Software                                   | 2.88%       |
| Pharmaceuticals                            | 2.71%       |
| Electric Utilities                         | 2.64%       |
| Interactive Media & Services               | 2.47%       |
| Insurance                                  | 2.45%       |
| Machinery                                  | 2.15%       |
| Real Estate Management & Development       | 1.98%       |
| Technology Hardware, Storage & Peripherals | 1.93%       |
| Diversified Telecommunication Services     | 1.78%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



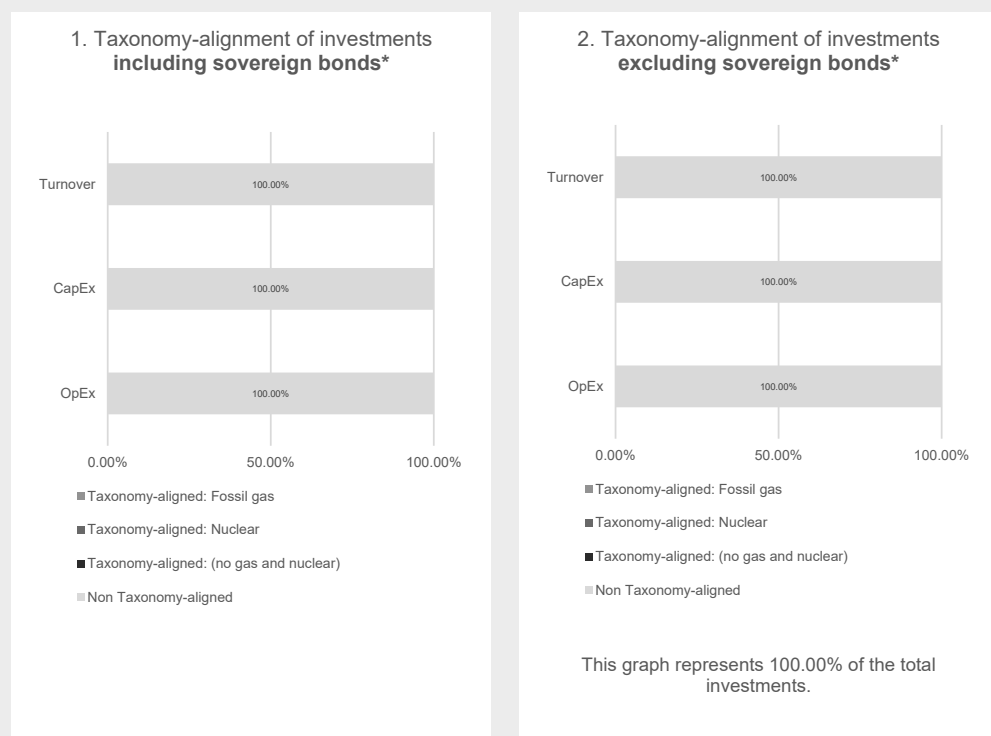
## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

- ☐ Yes  
☐ In fossil gas ☐ In nuclear energy  
☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The portion of investments under “#2 Other” was 3.02% during the reference period and comprised of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds), collective investment schemes and securities issued by private companies on which PAI data is not available which are held for the purposes of investment and servicing the day-to-day requirements of the Fund. These may also include derivatives that were not linked to a single stock or bond and are not used to attain environmental or social characteristics promoted by the Fund. No minimum environmental and/or social safeguards were put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

To meet the environmental and social characteristics promoted by the Fund, the Investment Manager:

- Positively tilted the portfolio towards stronger performers in terms lowest GHG emissions (equities, corporate credit and sovereign positions). The binding elements of the investment strategy were met throughout the reference period.
- Engaged with issuers that were considered underperformers in respect of the PAIs outlined in the binding elements of the investment strategy (PAI 1 – Scope 1 & 2 GHG Emissions, PAI 13 – Board Gender Diversity). 4 engagements focused on initiatives to reduce GHG emissions, 10 engagements focused on strengthening board gender diversity and 1 engagement covered both issues.
- Adhered to the exclusions as set out in the prospectus regarding UNGC violations, controversial weapons, and all other business activities for which exclusions are in place.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.



# Franklin Diversified Conservative Fund (the "Fund")

Legal Entity Identifier: 5493006BH1R540WJNR89



**FRANKLIN  
TEMPLETON**

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ **YES**

- ☐ It made **sustainable investments with an environmental objective: 0.00%**
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made **sustainable investments with a social objective: 0.00%**

☒ **NO**

- ☐ It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund promoted the reduction of greenhouse gas ("GHG") emissions and increase in board gender diversity in the Fund's portfolio through engagement with poor performers and positively tilting the portfolio towards stronger performers in terms of these metrics.

The Fund does not use a reference benchmark to which it aligns the environmental and/or social characteristics promoted.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

Throughout the reference period, the Fund successfully met the environmental and social characteristics it promoted by adhering to the binding elements mentioned in the prospectus. The Fund's exclusions were also adhered to over the period.

On average, over the reference period:

- 79.94% of the in-scope equity and corporate credit positions held by the Fund were ranked in the top 50% of their respective industry peer group (within MSCI All Country World Index) in terms of lowest GHG emissions.
- 95.25% of the sovereign debt securities held by the Fund were ranked in the top 33% of countries out of the Bloomberg Global Aggregate Index ranked by lowest GHG intensity

During the reference period:

- There were 5 holdings identified as underperformers (bottom 10% within their industry peer group) in respect of their GHG emissions. Engagement discussions were initiated with all.
- There were 11 holdings identified as underperformers (less than 10% female board representation) in respect of their board diversity. Engagement discussions initiated with all.

| Sustainability KPI Name                                                                                                                                                                                            | Value  |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| Number of companies in the portfolio which are in top half of the Fund's corporate investment universe, defined by MSCI All Country World Index ("Fund's Corporate Investment Universe") in terms of GHG emissions | 141.00 |

| Sustainability KPI Name                                                                                                                                                                                                       | Value |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|
| Number of sovereigns in the portfolio which are in top third of the Fund's sovereign investment universe, defined as the Bloomberg Global Aggregate Index ("Fund's Sovereign Investment Universe"), in terms of GHG emissions | 10.00 |
| Number of companies in the portfolio which are in the worst decile of the Fund's Corporate Investment Universe, in terms of GHG emissions                                                                                     | 5.00  |
| Number of companies in the portfolio with female board representation below 10%                                                                                                                                               | 11.00 |
| Number of companies the Investment Managers have engaged with                                                                                                                                                                 | 15.00 |

● **... And compared to previous periods?**

Not applicable as there were no prior reference periods.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 GHG emissions (for equities and corporate credit positions)
- Board gender diversity
- GHG intensity (for sovereigns)

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs are applicable to the widest range of the Fund's investments and represent the largest opportunity set for engagement.

- GHG emissions - The Investment Manager engaged with companies which were ranked in the bottom 10% in their industry peer group (within MSCI All Country World Index) regarding their scope 1 and scope 2 GHG emissions. In the portfolio construction phase, the Investment Manager also favoured companies and sovereign issuers with lower GHG emissions relative to their industry peers.
- Board gender diversity - The Investment Manager engaged with the investee companies which had less than 10% female representation on the board of directors.
- For all engagements, if a company does not demonstrate meaningful commitment and/or improvement over two years in relation to emissions reduction, the Investment Manager will divest as soon as practicably possible, taking due account of the interests of the Shareholders.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                              | Sector           | % of Assets | Country        |
|------------------------------------------------------------------|------------------|-------------|----------------|
| FTAF-FRANKLIN K2 CAT BOND UCITS FUND                             | Financials       | 3.65%       | Luxembourg     |
| United Kingdom Gilt 3.75% 10/22/2053 REG S                       | Government bonds | 2.68%       | United Kingdom |
| Bundesrepublik Deutschland Bundesanleihe 4.25% 07/04/2039 REGS   | Government bonds | 1.92%       | Germany        |
| French Republic Government Bond OAT 2.75% 10/25/2027 144A REGS   | Government bonds | 1.66%       | France         |
| Portugal Obrigacoes Do Tesouro OT 2.875% 07/21/2026 144A REG S   | Government bonds | 1.45%       | Portugal       |
| Bundesrepublik Deutschland Bundesanleihe 0.25% 02/15/2027 REG S  | Government bonds | 1.32%       | Germany        |
| Spain Government Bond 1.4% 07/30/2028 REG S                      | Government bonds | 1.31%       | Spain          |
| French Republic Government Bond OAT 05/25/2032 144A REG S        | Government bonds | 1.31%       | France         |
| Spain Government Bond 1.95% 07/30/2030 REG S                     | Government bonds | 1.31%       | Spain          |
| Spain Government Bond 4.20% 01/31/2037 REG S 144A                | Government bonds | 1.27%       | Spain          |
| Bundesrepublik Deutschland Bundesanleihe 5.625% 01/04/2028 REG S | Government bonds | 1.25%       | Germany        |
| French Republic Government Bond OAT 5.50% 04/25/2029 144A REG S  | Government bonds | 1.25%       | France         |
| Bundesrepublik Deutschland Bundesanleihe 5.50% 01/04/2031 REG S  | Government bonds | 1.25%       | Germany        |
| Bundesrepublik Deutschland Bundesanleihe 6.25% 01/04/2030        | Government bonds | 1.24%       | Germany        |
| Spain Government Bond 1.95% 04/30/2026 REG S                     | Government bonds | 1.08%       | Spain          |



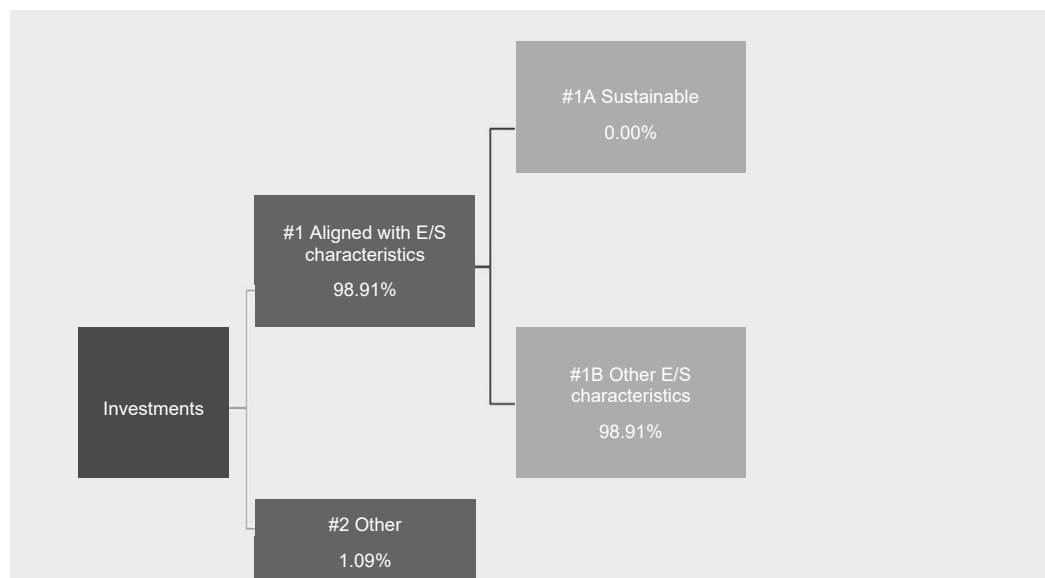
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

During the reference period, 98.91% of the Fund's portfolio based on market value was aligned with the E/S characteristics promoted by the Fund. The remaining portion (1.09%) was not aligned with the promoted characteristics and consisted primarily of liquid assets, index derivatives, certain collective investment management schemes and securities issued by private companies on which PAI data is not available which are held for the purposes of investment and servicing the day-to-day requirements of the Fund.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                               | % of Assets |
|------------------------------------------|-------------|
| Government bonds                         | 41.90%      |
| Financials                               | 25.73%      |
| Information Technology                   | 4.76%       |
| Industrials                              | 4.55%       |
| Communication Services                   | 4.27%       |
| Utilities                                | 3.76%       |
| Health Care                              | 2.65%       |
| Energy                                   | 2.53%       |
| Real Estate                              | 2.48%       |
| Consumer Discretionary                   | 2.42%       |
| Materials                                | 2.34%       |
| Consumer Staples                         | 1.54%       |
| Top sub-sector                           | % of Assets |
| Government bonds                         | 41.90%      |
| Financial Services                       | 10.84%      |
| Banks                                    | 9.53%       |
| Electric Utilities                       | 3.12%       |
| Insurance                                | 2.74%       |
| Capital Markets                          | 2.61%       |
| Diversified Telecommunication Services   | 2.46%       |
| Oil, Gas & Consumable Fuels              | 2.07%       |
| Real Estate Management & Development     | 1.84%       |
| Semiconductors & Semiconductor Equipment | 1.82%       |
| Pharmaceuticals                          | 1.70%       |
| Chemicals                                | 1.40%       |
| Air Freight & Logistics                  | 1.17%       |
| Entertainment                            | 1.03%       |
| Transportation Infrastructure            | 0.99%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

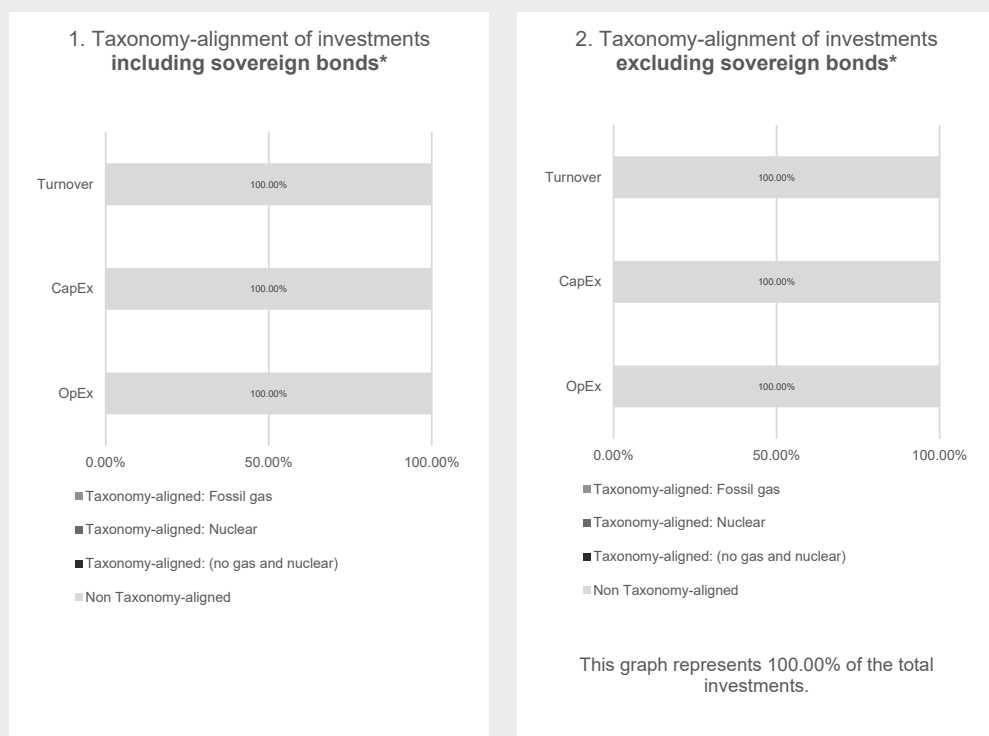
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The portion of investments under “#2 Other” was 1.09% during the reference period and comprised of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds), collective investment schemes and securities issued by private companies on which PAI data is not available which are held for the purposes of investment and servicing the day-to-day requirements of the Fund. These may also include derivatives that were not linked to a single stock or bond and are not used to attain environmental or social characteristics promoted by the Fund. No minimum environmental and/or social safeguards were put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

To meet the environmental and social characteristics promoted by the Fund, the Investment Manager:

- Positively tilted the portfolio towards stronger performers in terms lowest GHG emissions (equities, corporate credit and sovereign positions). The binding elements of the investment strategy were met throughout the reference period.
- Engaged with issuers that were considered underperformers in respect of the PAIs outlined in the binding elements of the investment strategy (PAI 1 – Scope 1 & 2 GHG Emissions, PAI 13 – Board Gender Diversity). 4 engagements focused on initiatives to reduce GHG emissions, 10 engagements focused on strengthening board gender diversity and 1 engagement covered both issues.
- Adhered to the exclusions as set out in the prospectus regarding UNGC violations, controversial weapons, and all other business activities for which exclusions are in place.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.



# Franklin Diversified Dynamic Fund (the "Fund")

Legal Entity Identifier: 549300ZIW4AJ7HC8UX68



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund promoted the reduction of greenhouse gas ("GHG") emissions and increase in board gender diversity in the Fund's portfolio through engagement with poor performers and positively tilting the portfolio towards stronger performers in terms of these metrics.

The Fund does not use a reference benchmark to which it aligns the environmental and/or social characteristics promoted.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

Throughout the reference period, the Fund successfully met the environmental and social characteristics it promoted by adhering to the binding elements mentioned in the prospectus. The Fund's exclusions were also adhered to over the period.

On average, during the reference period:

- 74.26% of the in-scope equity and corporate credit positions held by the Fund were ranked in the top 50% of their respective industry peer group (within MSCI All Country World Index) in terms of lowest GHG emissions.
- 92.56% of the sovereign debt securities held by the Fund were ranked in the top 33% of countries out of the Bloomberg Global Aggregate Index ranked by lowest GHG intensity

Over the reference period:

- There were 5 holdings identified as underperformers (bottom 10% within their industry peer group) in respect of their GHG emissions. Engagement discussions were initiated with all.
- There were 11 holdings identified as underperformers (less than 10% female board representation) in respect of their board diversity. Engagement discussions initiated with all.

| Sustainability KPI Name                                                                                                                                                                                            | Value  |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| Number of companies in the portfolio which are in top half of the Fund's corporate investment universe, defined by MSCI All Country World Index ("Fund's Corporate Investment Universe") in terms of GHG emissions | 141.00 |

| Sustainability KPI Name                                                                                                                                                                                                       | Value |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|
| Number of sovereigns in the portfolio which are in top third of the Fund's sovereign investment universe, defined as the Bloomberg Global Aggregate Index ("Fund's Sovereign Investment Universe"), in terms of GHG emissions | 10.00 |
| Number of companies in the portfolio which are in the worst decile of the Fund's Corporate Investment Universe, in terms of GHG emissions                                                                                     | 5.00  |
| Number of companies in the portfolio with female board representation below 10%                                                                                                                                               | 11.00 |
| Number of companies the Investment Managers have engaged with                                                                                                                                                                 | 15.00 |

● **... And compared to previous periods?**

Not applicable as there were no prior reference periods.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 GHG emissions (for equities and corporate credit positions)
- Board gender diversity
- GHG intensity (for sovereigns)

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs are applicable to the widest range of the Fund's investments and represent the largest opportunity set for engagement.

- GHG emissions - The Investment Manager engaged with companies which were ranked in the bottom 10% in their industry peer group (within MSCI All Country World Index) regarding their scope 1 and scope 2 GHG emissions. In the portfolio construction phase, the Investment Manager also favoured companies and sovereign issuers with lower GHG emissions relative to their industry peers.
- Board gender diversity - The Investment Manager engaged with the investee companies which had less than 10% female representation on the board of directors.
- For all engagements, if a company does not demonstrate meaningful commitment and/or improvement over two years in relation to emissions reduction, the Investment Manager will divest as soon as practicably possible, taking due account of the interests of the Shareholders.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                                           | Sector                 | % of Assets | Country       |
|-------------------------------------------------------------------------------|------------------------|-------------|---------------|
| Microsoft Corp COM USD0.001                                                   | Information Technology | 3.45%       | United States |
| Alphabet Inc COM USD.001 CL A                                                 | Communication Services | 3.25%       | United States |
| Apple Inc COM USD.00001                                                       | Information Technology | 2.74%       | United States |
| Costco Wholesale Corp COM USD.005                                             | Consumer Staples       | 2.51%       | United States |
| FTAF-FRANKLIN K2 CAT BOND UCITS FUND                                          | Financials             | 2.51%       | Luxembourg    |
| Home Depot Inc/The COM USD0.05                                                | Consumer Discretionary | 1.92%       | United States |
| Booking Holdings Inc COM USD.008                                              | Consumer Discretionary | 1.85%       | United States |
| Fortive Corp COM USD.01                                                       | Industrials            | 1.63%       | United States |
| DR Horton Inc COM USD0.01                                                     | Consumer Discretionary | 1.49%       | United States |
| UBS Lux Fund Solutions - MSCI China ESG Universal Low Carbon Select UCITS ETF | Financials             | 1.47%       | China         |
| S&P Global Inc COM USD1                                                       | Financials             | 1.25%       | United States |
| CBRE Group Inc COM USD1                                                       | Real Estate            | 1.23%       | United States |
| Bank of America Corp COM USD.01                                               | Financials             | 1.18%       | United States |
| Procter & Gamble Co/The COM NPV                                               | Consumer Staples       | 1.16%       | United States |
| JPMorgan Chase & Co COM USD1                                                  | Financials             | 1.16%       | United States |



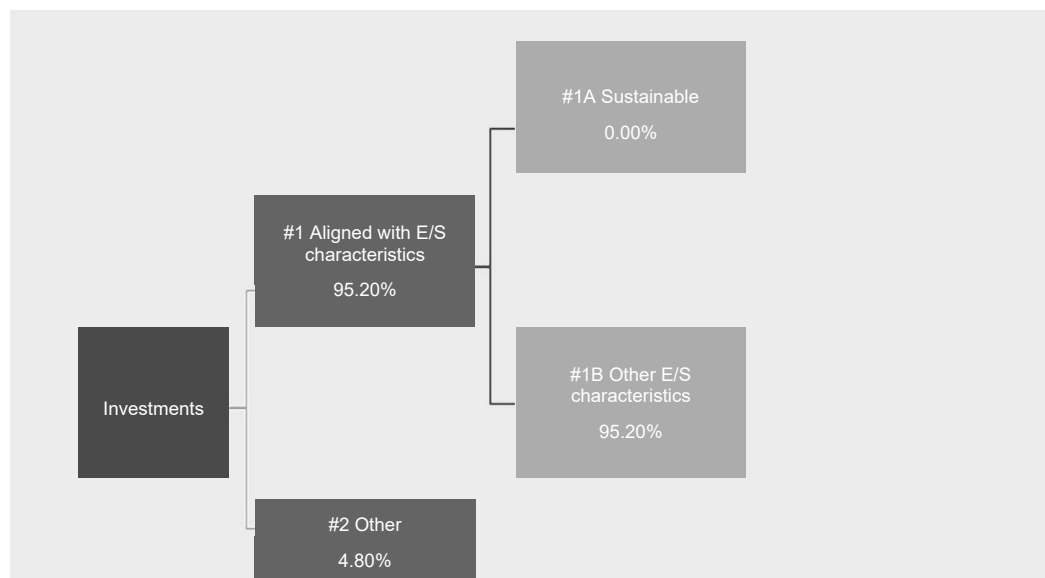
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

During the reference period, 95.20% of the Fund's portfolio based on market value was aligned with the E/S characteristics promoted by the Fund. The remaining portion (4.80%) was not aligned with the promoted characteristics and consisted primarily of liquid assets, index derivatives, certain collective investment management schemes and securities issued by private companies on which PAI data is not available which are held for the purposes of investment and servicing the day-to-day requirements of the Fund.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                               | % of Assets |
|------------------------------------------|-------------|
| Financials                               | 22.87%      |
| Information Technology                   | 18.45%      |
| Government bonds                         | 8.61%       |
| Consumer Discretionary                   | 7.81%       |
| Health Care                              | 7.75%       |
| Industrials                              | 6.85%       |
| Consumer Staples                         | 6.33%       |
| Communication Services                   | 5.28%       |
| Energy                                   | 3.58%       |
| Utilities                                | 3.17%       |
| Materials                                | 2.48%       |
| Real Estate                              | 2.01%       |
| Top sub-sector                           | % of Assets |
| Government bonds                         | 41.90%      |
| Financial Services                       | 10.84%      |
| Banks                                    | 9.53%       |
| Electric Utilities                       | 3.12%       |
| Insurance                                | 2.74%       |
| Capital Markets                          | 2.61%       |
| Diversified Telecommunication Services   | 2.46%       |
| Oil, Gas & Consumable Fuels              | 2.07%       |
| Real Estate Management & Development     | 1.84%       |
| Semiconductors & Semiconductor Equipment | 1.82%       |
| Pharmaceuticals                          | 1.70%       |
| Chemicals                                | 1.40%       |
| Air Freight & Logistics                  | 1.17%       |
| Entertainment                            | 1.03%       |
| Transportation Infrastructure            | 0.99%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

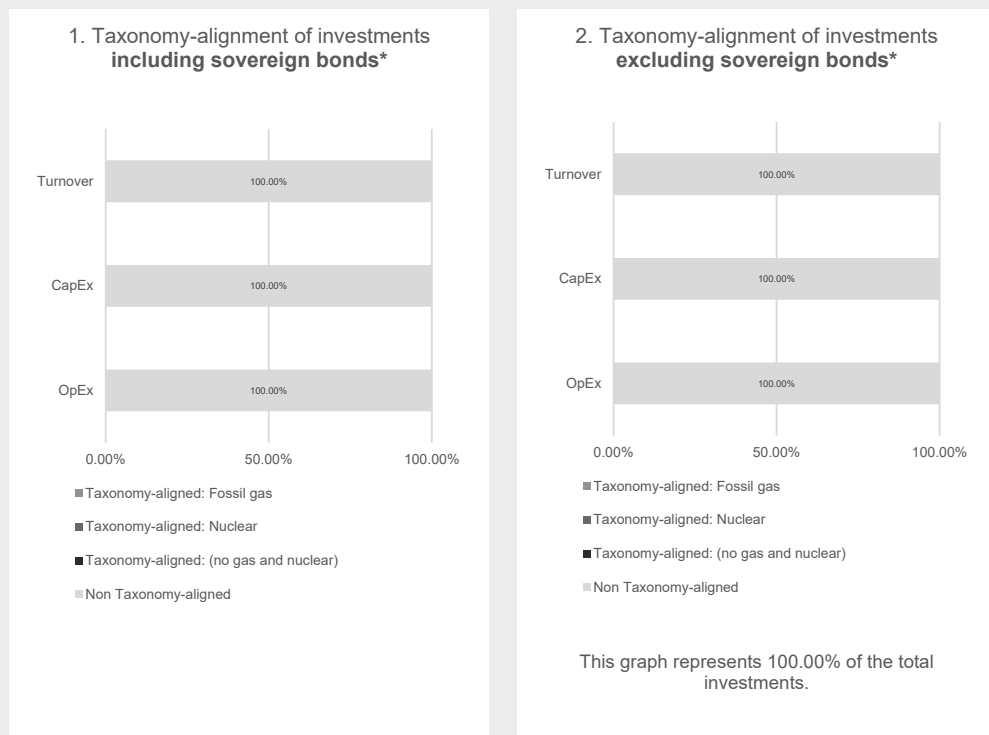
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The portion of investments under “#2 Other” was 4.80% during the reference period and comprised of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds), collective investment schemes and securities issued by private companies on which PAI data is not available which are held for the purposes of investment and servicing the day-to-day requirements of the Fund. These may also include derivatives that were not linked to a single stock or bond and are not used to attain environmental or social characteristics promoted by the Fund. No minimum environmental and/or social safeguards were put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

To meet the environmental and social characteristics promoted by the Fund, the Investment Manager:

- Positively tilted the portfolio towards stronger performers in terms lowest GHG emissions (equities, corporate credit and sovereign positions). The binding elements of the investment strategy were met throughout the reference period.
- Engaged with issuers that were considered underperformers in respect of the PAIs outlined in the binding elements of the investment strategy (PAI 1 – Scope 1 & 2 GHG Emissions, PAI 13 – Board Gender Diversity). 4 engagements focused on initiatives to reduce GHG emissions, 10 engagements focused on strengthening board gender diversity and 1 engagement covered both issues.
- Adhered to the exclusions as set out in the prospectus regarding UNGC violations, controversial weapons, and all other business activities for which exclusions are in place.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.



# Franklin Emerging Market Corporate Debt Fund (the “Fund”)



FRANKLIN  
TEMPLETON

Legal Entity Identifier: 549300F1TXCRMFE8M59

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

### Did this financial product have a sustainable investment objective?

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
- ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 11.07% of sustainable investments
- ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund has been successful in promoting all set environmental and social characteristics. The below presents the degree of success for each of the following characteristics:

- Reduction of GHG emissions and facilitation of the development of sustainability-oriented financial markets in emerging economies, especially promoting transparent disclosure practices and issuance of securities with robust sustainability attributes:

In order to promote the reduction of GHG emissions, the Fund committed to engage with the issuers falling within the bottom 20% of their peer group, as determined by the proprietary tools, as measured by their greenhouse gas emissions and greenhouse gas intensity. As a part of this commitment, the Investment Managers initiated the engagement process with 19 issuers by e-mails and online meetings. During the engagement process the Investment Managers monitored the engaged position's emissions status and their efforts in meeting the presented targets. In addition, the Fund refrained from investing in issuers where exposure to fossil fuel extraction exceeded the Investment Managers' acceptable limit, as described in the Fund's pre-contractual disclosure: any company, which derives more than 5% of its revenue from thermal coal production is deemed not investable.

Additionally, the Fund invested in ESG themed bonds, which drives the demand for these instruments, influencing the development of sustainability-oriented financial markets in emerging economies. The Investment Managers dispatched written communications to issuers on a quarterly basis, encouraging them to voluntarily report Principal Adverse Impact indicators. Such reporting translates into increased market transparency, which is especially important in jurisdictions with weaker regulatory reporting requirements.

- Fair and sound labour practices:

The Investment Managers observed the issuers against repeated and serious violations of the United Nations Global Compact principles, OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, by monitoring factors including labour practices and responsible corporate governance. In addition, Investment Managers monitored child labour violations. There were no issuers identified within the Fund that were potentially involved in such violations.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

## ● **How did the sustainability indicators perform?**

The sustainability indicators used to measure the attainment of the E/S characteristics promoted performed as follows:

| Sustainability KPI Name                                                                                                          | Value |
|----------------------------------------------------------------------------------------------------------------------------------|-------|
| Percentage of the Fund's net assets invested in green bonds                                                                      | 9.12% |
| Percentage of the Fund's net assets invested in social bonds                                                                     | 0.00% |
| Percentage of the Fund's net assets invested in sustainability bonds                                                             | 1.95% |
| Percentage of the Fund's net assets invested in sustainability-linked bonds, or Sustainable Development Goals (the "SDGs") bonds | 7.71% |
| Percentage of the Fund's net assets invested in issuers falling under ESG exclusions                                             | 0.00% |
| The number of issuers with which the Investment Managers engage                                                                  | 93.00 |

## ● **... And compared to previous periods?**

Not applicable as there were no prior reference periods.

## ● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The objective of the sustainable investments was, amongst others, to fund and promote either:

- The efficient use of energy, raw materials, water, and land;
- The production of renewable energy;
- The reduction of waste, and greenhouse gas emissions, impact on biodiversity; or
- The development of a circular economy.

This was achieved by investing in bonds labelled "Green" or in any other securities whose:

- Proceeds were used on eligible environmental projects;
- Framework adhered to international standards, as further described in the pre-contractual disclosure of the Fund; and
- Issuers that did not significantly harm other environmental and social objectives while demonstrating good governance practices.

An example of financing greenhouse gas (GHG) reduction efforts is the Fund's investment in a green bond issued by Georgian Railway JSC. The achievements in this area are detailed in the Green Bond and Impact Allocation report published in November 2023. The primary focus of this framework is the development of railway infrastructure to support clean transportation objectives. The projects include modernizing rail infrastructure through the Railway Modernization Project, which aims to fully electrify the railway system. Construction is currently underway in central Georgia and is nearing completion. Another example is the Freight and Passenger Rolling Stock project. Lastly, the Railway Line project seeks to extend existing railway lines and maintain the current infrastructure. These projects are expected to result in benefits such as reduced electricity consumption, lower GHG emissions, decreased air pollution, and enhanced safety levels - according to the 2023 Impact report, thanks to the project developments, approximately 43,000 tonnes of CO2 emissions were avoided in 2022.

## ● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Investment Managers used proprietary data tools and qualitative research to ensure alignment with the Do No Significant Harm (the "DNSH") principles across the portfolio.

All issuers were monitored using the Principal Adverse Impact Risk App (the "PAI Risk App"). The PAI Risk App used data from various third-party providers to identify issuers involved in harmful economic activities and/or controversies and excluded such issuers from the investment universe.

A second proprietary tool, the Energy and Environmental Transition Index (the "EETI"), ranked the remaining (quasi- and sub-sovereign) issuers in the universe according to their greenhouse gas emissions and intensity. Another tool, ESG Credit App ranked corporate issuers by their greenhouse gasses emissions and greenhouse gas intensity using various references such as Scope 1 and 2 greenhouse gas emission, the emitters historic trajectories, SBTi targets, etc.

Additionally, quasi- and sub-sovereign issuers were subjected to tests based on their political liberties and/or corruption.

The investment universe was defined as primarily fixed and floating rate debt securities and debt obligations which were located in emerging market countries and/or deriving a significant proportion of their economic activity from developing countries.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

When deploying funds to sustainable investments, the Investment Managers applied additional qualitative assessment (based on internal research or on external third-party opinion) of the issuer's and of the projects' DNSH eligibility.

### **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Managers as proxies for adverse impact. The Investment Managers performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments.

While assessing eligible green and social bonds, the Investment Managers reviewed and documented the materiality of the relevant PAIs for the project and how the project's implementation affected the issuer's overall PAIs outlook.

For example, while investing in a green bond whose use of proceeds targeted development of renewable energy sources, (e.g., solar/PV panels), the Investment Managers ascertained that financed projects reduce exposure to PAIs linked to greenhouse gas emissions.

### **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

For bonds issued by quasi- and sub-sovereign entities, the Organization for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights were not applicable to such investments.

For bonds issued by corporate issuers, the sustainable investments were aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

Alignment was monitored using data from MSCI and ISS. Breaches identified by these service providers were flagged in the investment compliance system for subsequent investigation by the Investment Managers. Where due diligence proved that the issuer was not aligned with OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, it was deemed un-investible.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

PAI indicators were considered for the purpose of:

- Guiding thematic engagement; and
- Implementing exclusions.

#### **Guiding thematic engagement**

The Investment Managers are on target with their commitment to engage with corporate issuers actively held by the Fund, which were considered as laggards and scored in the bottom 20% of the investment universe within their sector in terms of greenhouse gas emission and greenhouse gas intensity metrics, with the aim to improve the risk-management they apply in these areas. In addition, the Investment Managers are on target with their commitment to engage with issuers that were failing to disclose mandatory PAIs indicators by sending quarterly written requests.

#### **Applying exclusions**

The Fund considered UNGC violations and exposure to controversial weapons for the purpose of applying specific ESG exclusions as detailed in the pre-contractual disclosure of the Fund.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                                  | Sector                 | % of Assets | Country       |
|----------------------------------------------------------------------|------------------------|-------------|---------------|
| International Container Terminal Services Inc 4.75% 06/17/2030 REG S | Industrials            | 1.78%       | Philippines   |
| Kazmunaygas National Co JSC 5.75% 04/19/2047 REG S                   | Energy                 | 1.76%       | Kazakhstan    |
| Chile Electricity PEC Spa ZERO 01/25/2028 REG S                      | Financials             | 1.72%       | Chile         |
| Federal Home Loan Bank Discount Notes 10/02/2023 AGCD                | Government bonds       | 1.61%       | United States |
| Banca Transilvania SA 8.875% 04/27/2027 *FIXED TO FLOAT* REG S       | Financials             | 1.57%       | Romania       |
| Tupy Overseas SA 4.5% 02/16/2031 REG S                               | Materials              | 1.56%       | Brazil        |
| Khazanah Capital Ltd 4.876% 06/01/2033 REG S                         | Financials             | 1.53%       | Malaysia      |
| Frigorifico Concepcion SA 7.7% 07/21/2028 REG S                      | Consumer Staples       | 1.51%       | Paraguay      |
| Inretail Consumer 3.25% 03/22/2028 REG S                             | Real Estate            | 1.47%       | Peru          |
| PROVINCIA DEL CHUBUT ARGENTINA 7.75% 07/26/2030 REG S                | Government bonds       | 1.47%       | Argentina     |
| Power Finance Corp Ltd 3.75% 12/06/2027 REG S                        | Financials             | 1.47%       | India         |
| Adani Electricity Mumbai Ltd 3.867% 07/22/2031 REG S                 | Utilities              | 1.43%       | India         |
| America Movil SAB De CV 7.125% 12/09/2024                            | Communication Services | 1.42%       | Mexico        |
| Energo-Pro AS 8.5% 02/04/2027 REG S                                  | Utilities              | 1.38%       | Czechia       |
| Federal Home Loan Bank Discount Notes 01/02/2024 AGCD                | Government bonds       | 1.37%       | United States |



## What was the proportion of sustainability-related investments?

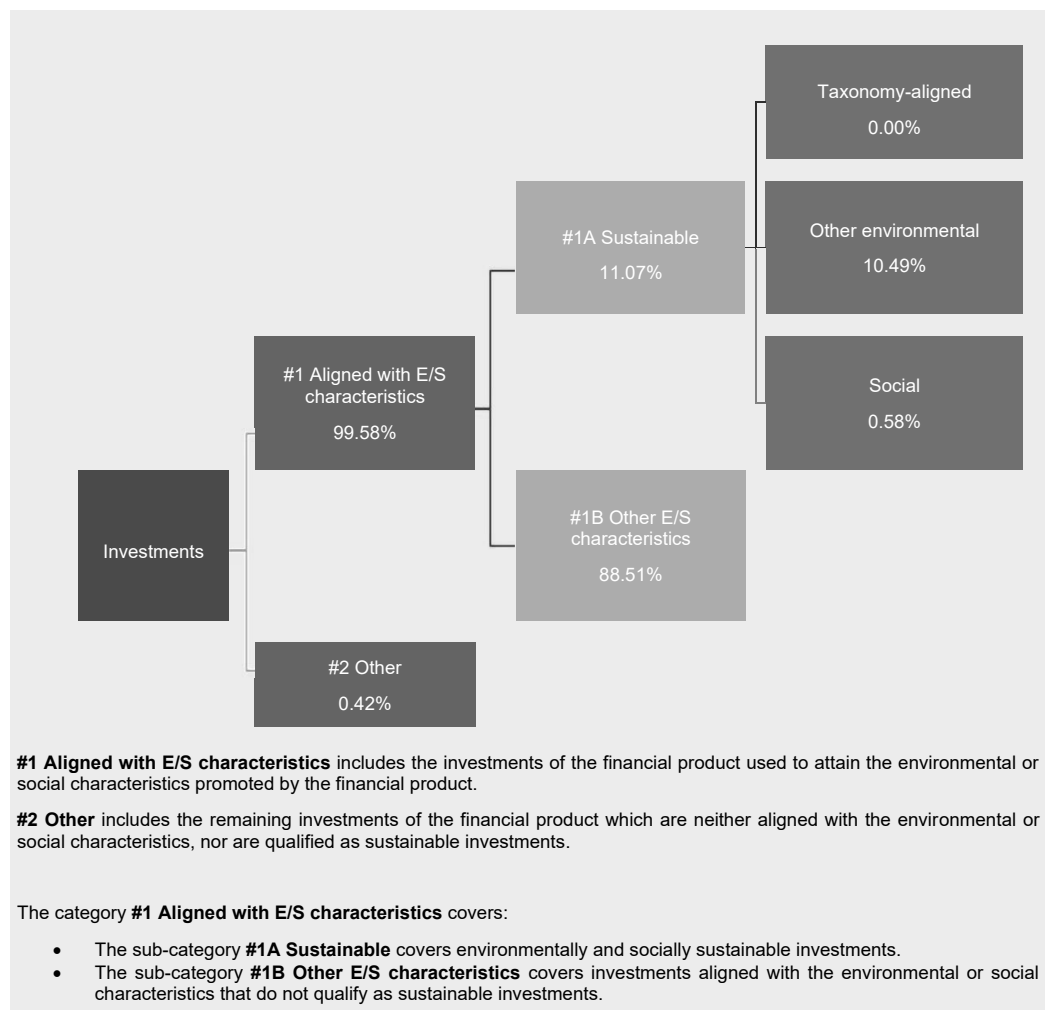
The proportion of sustainable investments was 11.07%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

99.58% of the Fund's portfolio was aligned with the environmental and/or social characteristics promoted by the Fund. The remaining portion (0.42%) was not aligned with the promoted characteristics and consisted of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for the purposes of servicing the day-to-day requirements of the Fund, as well as derivatives held for hedging, efficient portfolio management or, on an ancillary basis, for investment purposes. For the avoidance of doubt, certain money market instruments, such as government T-Bills, were included in 88.51% portion, where the Investment Managers has confirmed that such instruments were aligned with environmental and/or social characteristics promoted by the Fund.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 11.07% of its portfolio in sustainable investments.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                          | % of Assets |
|-----------------------------------------------------|-------------|
| Financials                                          | 25.49%      |
| Government bonds                                    | 17.62%      |
| Utilities                                           | 11.88%      |
| Materials                                           | 10.42%      |
| Industrials                                         | 9.18%       |
| Energy                                              | 9.06%       |
| Communication Services                              | 5.86%       |
| Consumer Staples                                    | 4.93%       |
| Consumer Discretionary                              | 2.66%       |
| Real Estate                                         | 1.76%       |
| Health Care                                         | 0.67%       |
| Top sub-sector                                      | % of Assets |
| Government bonds                                    | 17.62%      |
| Banks                                               | 16.55%      |
| Oil, Gas & Consumable Fuels                         | 9.06%       |
| Financial Services                                  | 8.94%       |
| Electric Utilities                                  | 7.54%       |
| Metals & Mining                                     | 4.57%       |
| Wireless Telecommunication Services                 | 3.96%       |
| Chemicals                                           | 3.76%       |
| Consumer Staples Distribution & Retail              | 2.59%       |
| Independent Power & Renewable Electricity Producers | 2.53%       |
| Transportation Infrastructure                       | 2.43%       |
| Ground Transportation                               | 2.31%       |
| Diversified Telecommunication Services              | 1.90%       |
| Construction & Engineering                          | 1.89%       |
| Diversified REITs                                   | 1.47%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

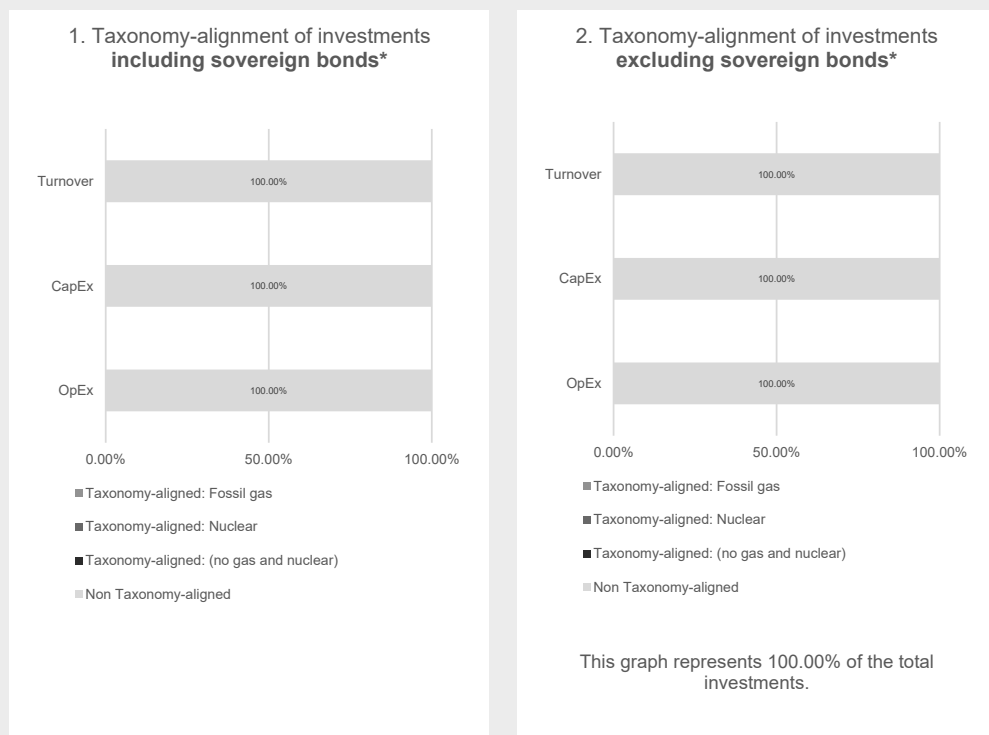
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective not aligned with the EU Taxonomy was 10.49%.

- **What was the share of socially sustainable investments?**

The share of socially sustainable investments was 0.58%

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 0.42% and included liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for the purposes of servicing the day-to day requirements of the Fund as well as derivatives held for hedging, efficient portfolio management or, on an ancillary basis, for investment purposes. For the avoidance of doubt, this did not include certain money market instruments, such as government T-Bills, where the Investment Managers have confirmed they were aligned with environmental and/or social characteristics promoted by the Fund. No minimum environmental and/or social safeguards have been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Investment Managers employed a variety of techniques to meet the environmental and social characteristics promoted by the Fund, while adhering to the binding elements of the investment strategy. These techniques, enumerated subsequently, comprise a synthesis of IT applications, qualitative and quantitative analysis, and interactions with diverse stakeholders, among others. Through the implementation of these techniques, the Fund has successfully fulfilled its pledged environmental and social characteristics.

1. The Fund allocated a proportion of its net assets to sustainable investments through ‘use of proceeds’ instruments funding projects with positive environmental impacts. The Investment Managers evaluated each security against applicable requirements, and the thorough process ensured that only verified bonds have been classified as sustainable investments.
2. The Investment Managers used proprietary ESG IT solutions (including the ESG Credit Application), which identified the issuers falling within the bottom 20% of their peer groups based on GHG emissions which are then included in an engagement process.
3. The Fund did not invest in issuers that violated its exclusions. Using internal and external resources like MSCI and Sustainalytics, the Investment Managers also assessed issuers’ involvement in controversy business practices and/or adverse economic activities. This process ensured pre-trade exclusion of ineligible issuers and post-trade monitoring for any violation of the Fund’s exclusions, prompting timely divestment if needed and under the conditions specified in the pre-contractual disclosure of the Fund.
4. In order to meet its commitment to engage with the 20% of worst scoring issuers within their sector based on their GHG emissions and GHG intensity as well as to meet the commitment to engage with issuers that were failing to disclose mandatory PAIs indicators by sending quarterly written requests, the Investment Managers engaged with the identified issuers by using the following methods:
  - 1:1 meetings: The Investment Managers discussed GHG emission topics, and encouraged proactive remedies, addressed risks and opportunities, including GHG emissions reduction, and the issuer’s emission targets.
  - Written communications: The Investment Managers sent letters on material topics, such as disclosure of PAIs indicators, to promote transparency and facilitate better informed investment decisions.
  - In-person meetings: The Investment Managers engaged with stakeholders at conferences, sharing best practices in sustainable investing.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Euro Government Bond Fund (the "Fund")

Legal Entity Identifier: 0YX4QFLYLSHIYAKFZJ30



**FRANKLIN  
TEMPLETON**

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ **YES**

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ **NO**

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 53.17% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund has been successful in promoting all set environmental and social characteristics, the list below presents degree of success for each of the following characteristics:

(i) reduction of greenhouse gas (GHG) emissions and (ii) energy conservation:

In order to promote energy conservation and the reduction of GHG emissions, the Investment Managers sought exposure to, what they termed, Environmental Champion. An "Environmental Champion" is an issuer ranked within the top 20% of its peer group based on certain environmental factors (for further details, please see the pre-contractual disclosure of the Fund). At the end of the reporting period, the Fund's average allocation to Environmental Champions stood at 23.76% of its net asset value (NAV).

Furthermore, the average GHG intensity of the investee countries for the Fund was 236.26, while the benchmark was 210.75. The average GHG intensity of the Fund was marginally higher than the benchmark, potentially due to investments in the green bonds of countries with elevated GHG intensity. Nonetheless, the Investment Managers believe that, in the long term, such an investment will support their energy transition.

To further promote these characteristics, the Investment Managers engaged with various sovereign issuers to discuss the reduction of GHG emissions in their national economy.

(iii) biodiversity protection:

The Investment Managers have actively engaged with a range of issuers to emphasize the critical need for the conservation and protection of biodiversity, including engagements with sovereigns. Following the adoption of the Kunming-Montreal Global Biodiversity Framework in December 2022, which outlined 23 targets with one dedicated to the funding of biodiversity conservation, the Investment Managers' efforts were focused on understanding governmental initiatives aimed at achieving these objectives. This included discussions with officials from various governments, such as Austria, among others. The meeting focused on discussion about Austria's finalized Biodiversity Strategy 2030, next the possibility of issuing pure-play biodiversity bonds and the challenges of financing biodiversity protection, including the evaluation of payment for ecosystem services, and lastly the challenges related to nature impact reporting and the difficulty of tracking specific amounts of money to specific projects. These meetings were instrumental in enhancing the understanding of country-level preparedness and about the need to monitor the implementation of national and local policies aimed at biodiversity protection. They have also set reference to encourage less advanced sovereign to adopt and execute targets and strategies related to biodiversity.

Furthermore, the Investment Managers promoted biodiversity protection through investment in 'use of proceeds' instruments with eligible projects, including but not limited to protection of endangered species, landscape management or sustainable agricultural practices.

(iv) fundamental political freedoms and civil liberties:

The Fund promoted alignment with the fundamental political freedoms. Accordingly, it refrained from investing in countries that are ranked as "Not Free" by the recognised think tank Freedom House. Taking this exclusion a step further, the Fund only invested in those countries, or regions within countries, that were awarded the highest Freedom House Index score of "Free". Additionally, the Fund avoided investments in issuers that are countries subject to social violations as referred in international treaties and conventions. During the reference period, the Fund had 0% share of investments in investee countries subject to social violations (absolute number), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law (PAI indicator 16).

Additionally, the Fund pursued a secondary objective of:

(v) responsible solid and water waste management and (vi) development of circular economy:

The Investment Managers promoted responsible solid and water waste management and development of circular economy mostly through investment in 'use of proceeds' instruments with eligible projects, including but not limited to pollution prevention and control projects, sustainable water and wastewater management or eco-efficient and/or circular economy adapted products, production technologies and processes.

#### Sustainability

**indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### ● How did the sustainability indicators perform?

- Exposure to the principal adverse impacts (the "PAIs") indicators compared to the benchmark Bloomberg Euro Government Bond Index. Please refer to the values displayed in the section "How did this financial product consider principal adverse impacts on sustainability factors?" which represent the performance of the indicators as of the reference period.

| Sustainability KPI Name                                                                            | Value  |
|----------------------------------------------------------------------------------------------------|--------|
| Percentage of investments in green bonds                                                           | 46.81% |
| Percentage of investments in social bonds                                                          | 5.66%  |
| Percentage of investments in sustainability bonds                                                  | 0.70%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions") | 23.76% |
| The ESG score of the portfolio                                                                     | 6.65   |
| The ESG score of the investment universe                                                           | 6.39   |
| Percentage of issuers having exposure to, or tying with excluded sectors                           | 0.00%  |
| The number of issuers with which the Investment Managers engaged                                   | 10.00  |

### ● ... And compared to previous periods?

Please note that due to a change in methodology, some sustainability indicators from this reference period (Environmental Champions, percentage of investment in green, social and sustainable bonds, PAIs and ESG score) are based on the average of the quarter end, whereas the previous reference period only reflects values as at the last day of the end of the fiscal year (30 June 2023).

In the current reference period that concluded on 30 June 2024, the Fund has notably increased its average allocation in sustainable investment compared to the previous reference period. As of 30 June 2023, the exposure to green bonds was at 31.52%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 46.81%. In case of social bonds, as of 30 June 2023, the exposure was at 2.45%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 5.66%. Overall, the percentage of investment in green, social and sustainable bonds at 30 June 2023 was 34.96%, while the average allocation increased to 53.17% in the fiscal year ending 30 June 2024.

During both reference periods, the Fund maintained its level of investment in Environmental Champions. As of 30 June 2023, the exposure to Environmental Champions was at 26.20%, while throughout the fiscal year ending on 30 June 2024, the average allocation was at 23.76%.

At the end of the current and previous reference periods, the Fund had no exposure to the excluded sectors and additional exclusions detailed in the pre-contractual disclosure of the Fund.

During both reference periods, the Investment Manager has been active in the field of sustainability engagement, with 16 SSA issuers engaged in the previous reference period and 10 in the current reference period.

At the end of the current and previous reference periods the weighted average ESG score of the Fund was performing better than the weighted average ESG score of the investment universe. As of 30 June 2023, the ESG score of the portfolio was 6.59, while the ESG score of the investment universe was 6.31. Where throughout the fiscal year ending on 30 June 2024, the average ESG score of the portfolio was 6.65, while the average ESG score of the investment universe was 6.39.

| Sustainability KPI Name                                                                            | Sustainability KPI historical comparison |        |
|----------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                    | 2024                                     | 2023   |
|                                                                                                    | Value                                    | Value  |
| Percentage of investments in green bonds                                                           | 46.81%                                   | 31.52% |
| Percentage of investments in social bonds                                                          | 5.66%                                    | 2.45%  |
| Percentage of investments in sustainability bonds                                                  | 0.70%                                    | 0.99%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions") | 23.76%                                   | 26.20% |
| The ESG score of the portfolio                                                                     | 6.65                                     | 6.59   |
| The ESG score of the investment universe                                                           | 6.39                                     | 6.31   |
| Percentage of issuers having exposure to, or tying with excluded sectors                           | 0.00%                                    | 0.00%  |
| The number of issuers with which the Investment Managers engaged                                   | 10.00                                    | 16.00  |

| PAI indicators                                            |                            | PAI historical comparison |          |        |          |
|-----------------------------------------------------------|----------------------------|---------------------------|----------|--------|----------|
|                                                           |                            | 2024                      |          | 2023   |          |
|                                                           |                            | Value                     | Coverage | Value  | Coverage |
| GHG Intensity of investee countries EUR                   | tCO2e/M€ revenue           | 236.26                    | 81.70%   | 259.17 | 87.83%   |
| Benchmark GHG Intensity of investee countries EUR         | tCO2e/M€ revenue           | 210.75                    | 86.74%   | 219.45 | 86.30%   |
| Investee countries subject to social violations           | Count of Countries in Fund | 0.00                      | 81.70%   | 0.00   | 87.83%   |
| Benchmark Investee countries subject to social violations | Count of Countries in Fund | 0.00                      | 86.74%   | 0.00   | 86.30%   |

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The objective of the sustainable investments was, amongst others, to fund and promote either:

- The efficient use of energy, raw materials, water, and land;
- The production of renewable energy;
- The reduction of waste, and greenhouse gas emissions, and lower impact of economic activities on biodiversity;
- The development of a circular economy;
- Tackling inequalities and fostering social cohesion;
- Social integration;
- Good labour relations; or
- Investments in human capital, including disadvantaged communities.

This was achieved by investing in bonds labelled as being green/social or in any other securities whose:

- Proceeds were used on eligible environmental projects;
- Framework adhered to international standards; and
- Issuers that did not significantly harm other environmental and social objectives while demonstrating good governance practices.

The use of proceeds for these bonds was clearly defined and aligned with the objectives above.

Below are some examples of investments made by the Fund that contributed to its sustainable investment objectives. An example of promoting of reduction of GHG emissions and energy conservation through investments in 'use of proceeds' instruments is the green bond from Republic of Ireland. Allocations supported Ireland's commitment to sustainable development and achieving carbon neutrality by 2050. Across various categories of eligible green projects were energy efficiency or clean transportation. Among these programmes was the Energy Efficiency Retrofit Programme to retrofit social homes as well as non-residential buildings from public and business sector. A significant part of the expenditure has been allocated to clean transportation that included State's investment in public transport initiatives. It also funded cycling and walking initiatives and

sustainable urban transport measures in cities. Further, it promoted the decarbonisation of the heavy-duty sector, by supporting the purchase of new large vans, trucks, buses and coaches. Through funding the government also supported Climate Action Plan to increase usage of Electric Vehicles (EVs).

An aforementioned Ireland bond also had part of its expenditures financing projects in sustainable water and wastewater management category, which contribute to a sustainable and efficient use of water objective. Uisce Éireann is a fully publicly owned, regulated, commercial State body with responsibility for the operation and maintenance of Ireland's public water and wastewater assets. The expenditures supported their Strategic Funding Plan 2019-2024 which focuses on improving public water and wastewater services' quality, conservation, and future proofing, ensuring compliance with public health and environmental standards, improving resource management, and fostering economic and social progress. Additionally, another supported programme was The Rural Water Programme in rural Ireland that improves domestic water services by investing capital and supporting sustainable outcomes. It helps rural water supplies achieve clean, compliant drinking water, supports water conservation and central wastewater collection systems.

An example of promoting of a lowering negative impact on biodiversity through investments in 'use of proceeds' instruments is the green bond from the Federal Republic of Germany. Through part of the financing, the federal government provided funding for various programmes dedicated to the conservation of biodiversity and the protection of endangered species. The GAK ("Improvement of Agricultural Structures and Coastal Protection") program, co-financed by the federal government and the Länder, supports market- and locally-adapted, environmentally friendly land management, including nature conservation and landscape management, focusing on sustainable practices in arable farming, specialized crop cultivation, or orchards. The federal Programme "Biodiversity" is the Environment Ministry's primary funding tool for biodiversity improvement, focusing on combating insect decline through conservation projects in urban and protected areas, and knowledge dissemination about insects. The "chance.natur" programme supports the creation and conservation of significant natural areas, contributing to the protection of Germany's biodiversity and natural heritage. The "Wilderness Fund" acquires and safeguards forests and moors to fulfill the government's objective of preserving 2% of Germany's land as wilderness areas.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### ***How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?***

The Investment Managers used proprietary data tools and qualitative research to ensure alignment with the Do No Significant Harm (the "DNSH") principles across the portfolio.

All issuers were monitored using the Principal Adverse Impact Risk App (the "PAI Risk App"). The PAI Risk App used data from various third-party providers to identify issuers involved in harmful economic activities and/or controversies and excluded such issuers from the investment universe.

A second proprietary tool, the Energy and Environmental Transition Index (the "EETI"), ranked the remaining sovereign issuers in the universe according to their greenhouse gas emissions and intensity. Sovereign issuers falling within the bottom 20% of their peer groups based on EETI were excluded from the investment universe.

Additionally, sovereign issuers of green bonds, social bonds and other eligible securities were subjected to tests based on their political liberties and/or corruption.

When deploying funds to sustainable investments, the Investment Managers applied additional qualitative assessment (based on internal research or on external third-party opinion) of the issuer's and of the projects' DNSH eligibility.

### ***How were the indicators for adverse impacts on sustainability factors taken into account?***

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Managers as proxies for adverse impact. The Investment Managers performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments.

While assessing eligible green and social bonds, the Investment Managers reviewed and documented the materiality of both PAIs for the project and how the project's implementation affected the issuer's overall PAIs outlook.

For example, while investing in a green bond whose use of proceeds targeted the roll out of renewable energy sources, the Investment Managers ascertained that financed projects had a positive impact on greenhouse gas intensity of a national economy.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The sustainable investments in the Fund's portfolio were solely bonds issued by sovereign countries and the Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights were not applicable to such investments.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

PAI indicators were considered for the purpose of:

- Identifying best-in-class issuers;
- Restricting the Fund's investable universe; and
- Guiding thematic engagement.

### Identifying best-in-class issuers

The Fund invested in bonds issued by governments, government-related, and supranational issuers deemed by the Investment Managers to be Environmental Champions.

Environmental Champions were identified using a proprietary ESG ranking. The Energy and Environmental Transition Index (the "EETI") ranked sovereign issuers energy efficiency, natural capital conservation, renewable energy performance, using various data points, including greenhouse gas emissions normalized by gross domestic product (CO2e/GDP).

### Restricting the Fund's investable universe

Sovereign issuers falling within the bottom 20% of the investment universe based on the EETI were excluded from the Fund's portfolio.

### Guiding thematic engagement

The Investment Managers are on target with their commitment to engage on a calendar year basis with 5% of holdings which were considered as underperformers in terms of their aggregate exposure to applicable mandatory PAIs metrics.

The average of the PAI metrics is based on 30 September 2023, 31 December 2023, 31 March 2024 and 30 June 2024.

| PAI indicators                                            | Unit of measurement        | Value  | Coverage |
|-----------------------------------------------------------|----------------------------|--------|----------|
| GHG Intensity of investee countries EUR                   | tCO2e/M€ revenue           | 236.26 | 81.70%   |
| Benchmark GHG Intensity of investee countries EUR         | tCO2e/M€ revenue           | 210.75 | 86.74%   |
| Investee countries subject to social violations           | Count of Countries in Fund | 0.00   | 81.70%   |
| Benchmark Investee countries subject to social violations | Count of Countries in Fund | 0.00   | 86.74%   |



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                             | Sector           | % of Assets | Country       |
|-----------------------------------------------------------------|------------------|-------------|---------------|
| Bundesobligation 10/10/2025 REG S                               | Government bonds | 10.23%      | Germany       |
| Netherlands Government Bond 01/15/2027 144A REG S               | Government bonds | 7.96%       | Netherlands   |
| Spain Government Bond 3.55% 10/31/2033 144A REG S               | Government bonds | 6.72%       | Spain         |
| European Union 2.75% 02/04/2033 REG S                           | Government bonds | 5.51%       | Supranational |
| Italy Buoni Poliennali Del Tesoro .95% 06/01/2032 REG S         | Government bonds | 3.41%       | Italy         |
| Bundesrepublik Deutschland Bundesanleihe 1.8% 08/15/2053 REG S  | Government bonds | 3.03%       | Germany       |
| Spain Government Bond 2.55% 10/31/2032 144A REG S               | Government bonds | 2.59%       | Spain         |
| Ireland Government Bond 1.35% 03/18/2031 REG S                  | Government bonds | 2.57%       | Ireland       |
| Spain Government Bond 3.25% 04/30/2034 144A REG S               | Government bonds | 2.47%       | Spain         |
| European Union 07/04/2035 REG S                                 | Government bonds | 2.38%       | Supranational |
| Bundesrepublik Deutschland Bundesanleihe 08/15/2030 REG S       | Government bonds | 2.33%       | Germany       |
| Republic of Austria Government Bond .9% 02/20/2032 144A REG S   | Government bonds | 2.32%       | Austria       |
| French Republic Government Bond OAT 1.75% 06/25/2039 REG S 144A | Government bonds | 2.31%       | France        |
| Region Wallonne Belgium 3.75% 04/22/2039 REG S                  | Government bonds | 2.28%       | Belgium       |
| Croatia Government International Bond 4% 06/14/2035 REG S       | Government bonds | 2.11%       | Croatia       |





## What was the proportion of sustainability-related investments?

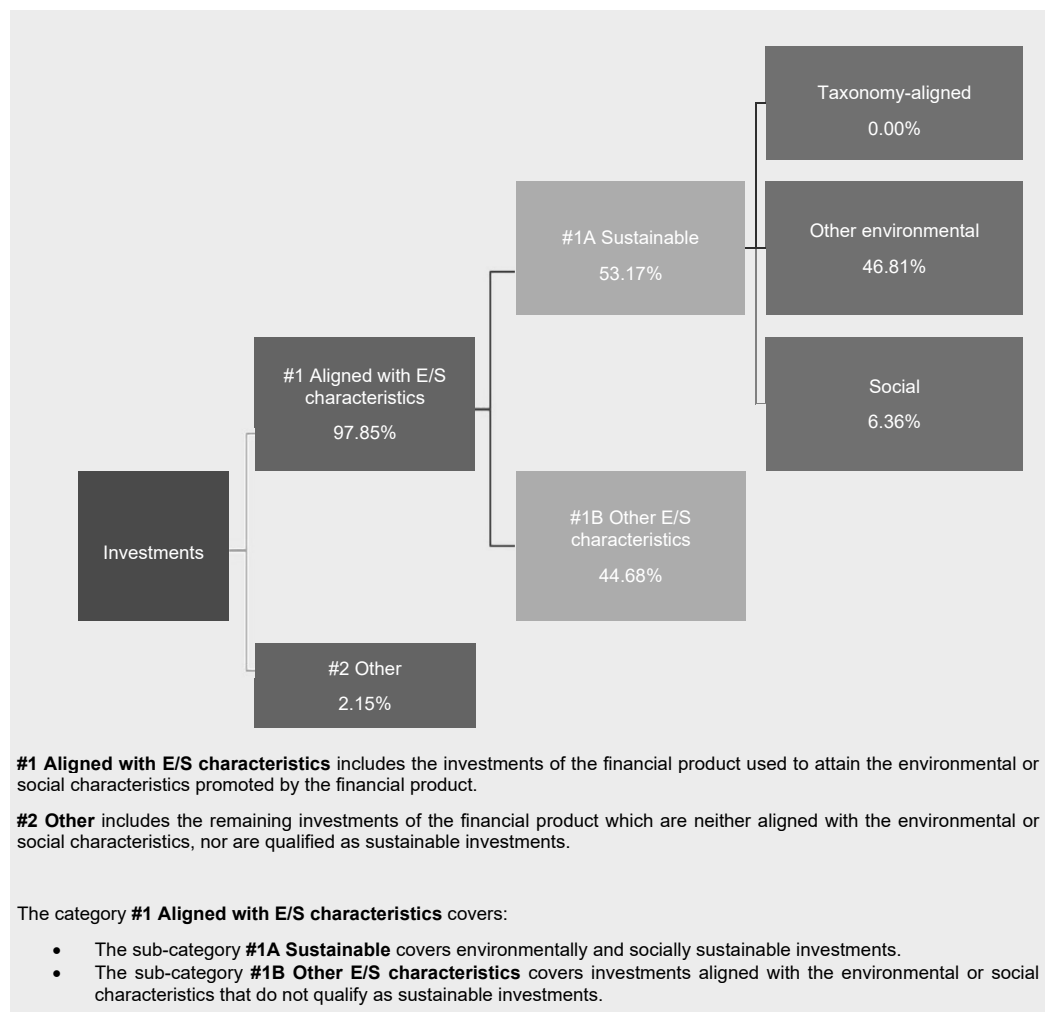
The proportion of sustainable investments was 53.17%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

97.85% of the Fund's portfolio was aligned with the environmental and/or social characteristics promoted by the Fund. The remaining portion (2.15%) was not aligned with the promoted characteristics and consisted primarily of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, and derivatives held for hedging purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 53.17% of its portfolio in sustainable investments.



### In which economic sectors were the investments made?

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector         | % of Assets |
|--------------------|-------------|
| Government bonds   | 97.01%      |
| Financials         | 0.88%       |
| Top sub-sector     | % of Assets |
| Government bonds   | 97.01%      |
| Financial Services | 0.88%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

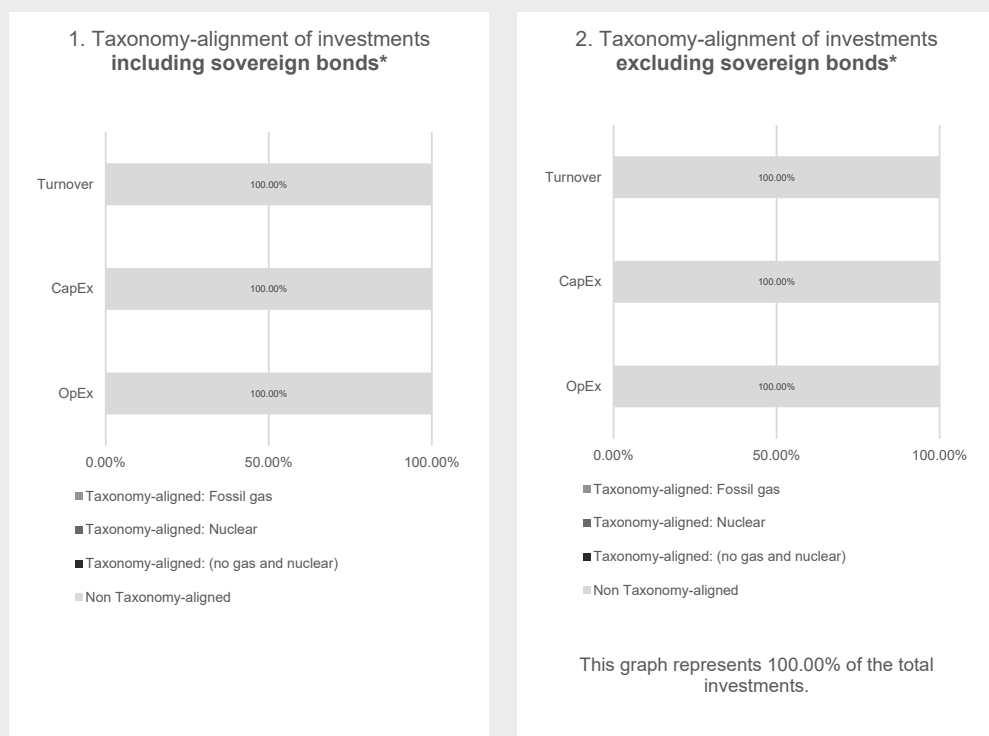
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective not aligned with the EU Taxonomy was 46.81%.

- **What was the share of socially sustainable investments?**

The share of socially sustainable investments was 6.36%

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 2.15% and included cash held for the purposes of servicing the day-to-day requirements of the Fund and derivatives for hedging purposes, for which there were no minimum environmental or social safeguards.

Investments under “#2 Other” also included derivatives instruments which were used by the Fund for hedging purposes. The pre-contractual disclosure of the Fund will be amended at the next prospectus update to clarify this fact. For the avoidance of doubt, derivatives were not used by the Fund to promote E/S characteristics.



## **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Investment Managers employed a variety of techniques to meet the environmental and social characteristics promoted by the Fund, while adhering to the binding elements of the investment strategy. These techniques, enumerated subsequently, comprise a synthesis of IT applications, qualitative and quantitative analysis, and interactions with diverse stakeholders, among others. Through the implementation of these techniques, the Fund has successfully fulfilled its pledged environmental and social characteristics.

1. The Fund allocated part of its net assets to sustainable investments through ‘use of proceeds’ instruments, funding projects with positive environmental or social impacts. The Investment Managers evaluated each security against the applicable requirements, and the thorough process ensured that only verified bonds have been classified as sustainable investments.
2. The Investment Manager used proprietary ESG IT solutions (including the Energy and Environmental Transition Index (EETI)) which identified the issuers falling within the bottom 20% of their groups based on GHG emissions and other environmental factors which are then excluded from the investment universe.
3. The Fund did not invest in issuers that violated its exclusions. Using internal and external resources like the Freedom House Index, the manager also assessed issuers’ involvement in social controversies. This process ensured pre-trade exclusion of ineligible issuers and post-trade monitoring for any violation of the Fund’s exclusions, prompting timely divestment if needed and under the conditions specified in the pre-contractual disclosure of the Fund.
4. In order to meet its commitment to engage (on a calendar year basis) with the 5% of holdings which are considered as underperformers in terms of their PAIs metrics, the Investment Managers engaged with the identified issuers by using the following methods:
  - 1:1 meetings: The Investment Managers discussed sustainability topics, controversies, and encouraged proactive remedies, addressed risks and opportunities, including biodiversity protection, GHG emissions reduction, and gender pay gap.
  - Written communications: The Investment Managers sent letters and questionnaires on material topics, such as fossil fuel financing activities, to promote environmental and social business activities and facilitate better informed investment decisions.
  - In-person meetings: The Investment Managers engaged with stakeholders at conferences, sharing best practices in sustainable investing.



## **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Euro High Yield Fund (the “Fund”)

Legal Entity Identifier: A3OFOMMYV8PYF37HFY49



FRANKLIN  
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## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 12.35% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund has been successful in promoting all set environmental and social characteristics, the list below presents degree of success for each of the following characteristics:

#### (i) reduction of greenhouse gas (GHG) emissions:

In order to promote energy conservation and the reduction of GHG emissions, the Investment Managers sought exposure to, what they termed, Environmental Champions. An "Environmental Champion" is an issuer ranked within the top 20% of its peer group based on certain environmental factors (for further details, please see the pre-contractual disclosure of the Fund). At the end of the reporting period, the Fund's allocation to Environmental Champions stood at 24.01% of its net asset value (NAV).

Additionally, the Fund refrained from investing in issuers where exposure to coal extraction exceeded the Investment Managers' acceptable limit (as described in the Fund's pre-contractual disclosure: any company, which derives more than 5% of its revenue from thermal coal extraction is deemed not investable).

Furthermore, during the reference period, the average GHG intensity of the investee companies (Scope1,2,3) for the Fund was 722.61, while for the benchmark it was 967.19, whereas Scope 1 and 2 GHG intensity for the Fund was 96.73, compared to 166.29 for the benchmark. The Fund's total GHG intensity and the Fund's Scope 1,2 GHG intensity is lower than that of the benchmark.

#### (ii) alignment with the international business conduct principles:

Over the review period, the Fund maintained alignment with the international business conduct principles, observing the United Nations Global Compact (UNGC) principles, United Nations Guiding Principles on Business and Human Rights and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises. During the reference period, the Fund had 0% share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises. Overall, the Fund avoided investments in issuers that had not adhered to aforementioned standards.

#### (iii) products and services without negative societal effects:

The Investment Managers included a negative screen and set of exclusions as part of the investment process to assess the investments toward to societal effects these could have. The issuers were screened toward protection of international human rights; no complicity in human rights violations; respect for freedom of association and the right to collective bargaining; elimination of forced labour; abolition of child labour; elimination of discrimination in respect of employment and occupation; working and/or standing up against corruption in all its forms; manufacture or distribute nuclear weapons or controversial weapons defined as anti-

personnel mines, biological & chemical weaponry; or those that manufacture components intended for use in such weapons; manufacture conventional weapons; those that derive revenue from such products that exceeds the Investment Managers' threshold (5%); manufacture tobacco or tobacco products; or those that derive revenue from such products that exceeds the Investment Managers' thresholds (5%); adhere to the bespoke list of gambling companies, that are set according to the bespoke gambling policy. The Investment Managers have monitored the issuers in respect to the abovementioned exclusions and confirmed that no security is breaching any of the specific factors on a pre-deal basis and during the time the security is a part of the portfolio.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

## ● How did the sustainability indicators perform?

- Exposure to the principle adverse impacts (the "PAIs") indicators compared to the benchmark ICE BofA Euro High Yield Constrained. Please refer to the values displayed in the section "How did this financial product consider principal adverse impacts on sustainability factors?" which represents the performance of the indicators during the reference period.

| Sustainability KPI Name                                                                            | Value  |
|----------------------------------------------------------------------------------------------------|--------|
| Percentage of investments in green bonds                                                           | 9.90%  |
| Percentage of investments in social bonds                                                          | 1.16%  |
| Percentage of investments in sustainability bonds                                                  | 1.29%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions") | 24.01% |
| The ESG score of the portfolio                                                                     | 6.32   |
| The ESG score of the investment universe                                                           | 5.85   |
| Percentage of investment in issuers having exposure to, or tying with excluded sectors             | 0.00%  |
| The number of issuers with which Investment Managers engaged                                       | 118.00 |

## ● ... And compared to previous periods?

Please note that due to a change in methodology, some sustainability indicators from this reference period (Environmental Champions, percentage of investment in green, social and sustainable bonds, PAIs and ESG score) are based on the average of the quarter end, whereas the previous reference period only reflects values as at the last day of the end of the fiscal year (30 June 2023).

In the current reference period that concluded on 30 June 2024, the Fund has notably increased its average allocation in sustainable investment compared to the previous reference period. As of 30 June 2023, the exposure to green bonds was at 7.27%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 9.90%. In case of social bonds, as of 30 June 2023, the exposure was at 1.16%, and throughout the fiscal year ending on 30 June 2024, the average allocation was also 1.16%. The allocation of the sustainability bonds as of 30 June 2023 was 1.25%, and throughout the fiscal year ending on 30 June 2024, the average allocation rose to 1.29%.

In the current reference period that concluded on 30 June 2024, the Fund has notably increased its average allocation in Environmental Champions compared to the previous reference period. As of 30 June 2023, the exposure to Environmental Champions was at 17.5%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 24.01%.

At the end of the current and previous reference periods, the Fund had no exposure to the excluded sectors and additional exclusions detailed in the pre-contractual disclosure of the Fund.

During both reference periods, the Investment Managers were very active in the field of sustainability engagement. This is highlighted by the fact that 106 issuers were engaged in the previous reference period, and the Investment Managers have continued to expand its engagement efforts, resulting in 118 issuers being engaged in the current reference period.

At the end of the current and previous reference periods the weighted average ESG score of the Fund was performing better than the weighted average ESG score of the investment universe. As of 30 June 2023, the ESG score of the portfolio was 6.17, while the ESG score of the investment universe was 5.43. Where throughout the fiscal year ending on 30 June 2024, the average ESG score of the portfolio was 6.32, while the average ESG score of the investment universe was 5.85.

Note: Benchmark PAI 1 or financed emissions is not comparable for benchmark analysis. There is calculation bias in the "investor stake" ratio (investment market value/ EVIC) as the inputs are from different data sources (Factset BDF and MSCI ESG), creating mismatch in valuation date as well as measurement unit mismatch. Benchmark PAI 1 metrics as of 30 June 2023 have been adjusted since the prior reporting of the Fund.

| Sustainability KPI Name                                                                            | Sustainability KPI historical comparison |        |
|----------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                    | 2024                                     | 2023   |
| Sustainability KPI Name                                                                            | Value                                    | Value  |
| Percentage of investments in green bonds                                                           | 9.90%                                    | 7.27%  |
| Percentage of investments in social bonds                                                          | 1.16%                                    | 1.16%  |
| Percentage of investments in sustainability bonds                                                  | 1.29%                                    | 1.25%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions") | 24.01%                                   | 17.50% |
| The ESG score of the portfolio                                                                     | 6.32                                     | 6.17   |

|                                                                                        | Sustainability KPI historical comparison |        |
|----------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                        | 2024                                     | 2023   |
| Sustainability KPI Name                                                                | Value                                    | Value  |
| The ESG score of the investment universe                                               | 5.85                                     | 5.43   |
| Percentage of investment in issuers having exposure to, or tying with excluded sectors | 0.00%                                    | 0.00%  |
| The number of issuers with which Investment Managers engaged                           | 118.00                                   | 106.00 |

|                                                  |                     | PAI historical comparison |          |           |          |
|--------------------------------------------------|---------------------|---------------------------|----------|-----------|----------|
|                                                  |                     | 2024                      |          | 2023      |          |
| PAI indicators                                   | Unit of measurement | Value                     | Coverage | Value     | Coverage |
| GHG Emissions: Scope 1 EUR                       | tCO2e               | 10,881.27                 | 59.82%   | 13,007.39 | 57.06%   |
| Benchmark GHG Emissions: Scope 1 EUR             | tCO2e               | 23.86                     | 64.69%   | 27.83     | 65.72%   |
| GHG Emissions: Scope 2 EUR                       | tCO2e               | 2,947.94                  | 59.82%   | 3,415.12  | 57.06%   |
| Benchmark GHG Emissions: Scope 2 EUR             | tCO2e               | 5.08                      | 64.69%   | 5.14      | 65.72%   |
| GHG Emissions: Scope 3 Est EUR                   | tCO2e               | 82,785.49                 | 59.82%   | 83,241.75 | 57.06%   |
| Benchmark GHG Emissions: Scope 3 Est EUR         | tCO2e               | 134.51                    | 64.69%   | 162.02    | 65.72%   |
| GHG Emissions: Scope 1 & 2 EUR                   | tCO2e               | 13,829.21                 | 59.82%   | 16,422.50 | 57.06%   |
| Benchmark GHG Emissions: Scope 1 & 2 EUR         | tCO2e               | 28.94                     | 64.69%   | 32.97     | 65.72%   |
| GHG Emissions: Total Emissions Est EUR           | tCO2e               | 96,614.70                 | 59.82%   | 99,664.25 | 57.06%   |
| Benchmark GHG Emissions: Total Emissions Est EUR | tCO2e               | 163.44                    | 64.69%   | 194.98    | 65.72%   |
| Carbon Footprint 1&2 EUR                         | tCO2e/M€ invested   | 81.39                     | 59.82%   | 97.22     | 57.06%   |
| Benchmark Carbon Footprint 1&2 EUR               | tCO2e/M€ invested   | 120.80                    | 64.69%   | 136.01    | 65.72%   |
| Carbon Footprint Est EUR                         | tCO2e/M€ invested   | 570.71                    | 59.82%   | 590.03    | 57.06%   |
| Benchmark Carbon Footprint Est EUR               | tCO2e/M€ invested   | 684.28                    | 64.69%   | 804.43    | 65.72%   |
| GHG Intensity 1&2 EUR                            | tCO2e/M€ revenue    | 96.73                     | 75.26%   | 119.58    | 69.39%   |
| Benchmark GHG Intensity 1&2 EUR                  | tCO2e/M€ revenue    | 166.29                    | 80.33%   | 176.59    | 80.96%   |
| GHG Intensity Est EUR                            | tCO2e/M€ revenue    | 722.61                    | 75.26%   | 746.57    | 69.39%   |

|                                                                     |                             | PAI historical comparison |          |          |          |
|---------------------------------------------------------------------|-----------------------------|---------------------------|----------|----------|----------|
|                                                                     |                             | 2024                      |          | 2023     |          |
| PAI indicators                                                      | Unit of measurement         | Value                     | Coverage | Value    | Coverage |
| Benchmark GHG Intensity Est EUR                                     | tCO2e/M€ revenue            | 967.19                    | 80.33%   | 1,077.65 | 80.96%   |
| Exposure to companies active in the fossil fuel sector.             | Percentage of Fund invested | 2.17%                     | 67.04%   | 3.70%    | 62.96%   |
| Benchmark Exposure to companies active in the fossil fuel sector.   | Percentage of Fund invested | 5.98%                     | 75.02%   | 6.59%    | 75.59%   |
| Share of non-renewable energy consumption and production.           | Percentage of Fund invested | 68.04%                    | 45.62%   | 73.57%   | 49.82%   |
| Benchmark Share of non-renewable energy consumption and production. | Percentage of Fund invested | 67.46%                    | 58.74%   | 74.96%   | 66.56%   |
| Energy consumption intensity: Agriculture EUR                       | GWh per Million € sales     | 0.00                      | 26.10%   | 0.00     | 35.35%   |
| Benchmark Energy consumption intensity: Agriculture EUR             | GWh per Million € sales     | 0.00                      | 54.76%   | 0.00     | 50.37%   |
| Energy consumption intensity: Mining EUR                            | GWh per Million € sales     | 0.70                      | 26.24%   | 0.00     | 35.35%   |
| Benchmark Energy consumption intensity: Mining EUR                  | GWh per Million € sales     | 2.08                      | 54.76%   | 2.57     | 50.37%   |
| Energy consumption intensity: Manufacturing EUR                     | GWh per Million € sales     | 0.55                      | 27.71%   | 0.37     | 35.35%   |
| Benchmark Energy consumption intensity: Manufacturing EUR           | GWh per Million € sales     | 0.00                      | 54.76%   | 0.44     | 50.37%   |
| Energy consumption intensity: Electricity EUR                       | GWh per Million € sales     | 2.26                      | 26.92%   | 3.34     | 35.35%   |
| Benchmark Energy consumption intensity: Electricity EUR             | GWh per Million € sales     | 2.67                      | 54.76%   | 4.46     | 50.37%   |
| Energy consumption intensity: Water EUR                             | GWh per Million € sales     | 2.91                      | 26.25%   | 0.00     | 35.35%   |



|                                                                        |                             | PAI historical comparison |          |       |          |
|------------------------------------------------------------------------|-----------------------------|---------------------------|----------|-------|----------|
|                                                                        |                             | 2024                      |          | 2023  |          |
| PAI indicators                                                         | Unit of measurement         | Value                     | Coverage | Value | Coverage |
| Benchmark Energy consumption intensity: Water EUR                      | GWh per Million € sales     | 3.69                      | 54.76%   | 3.61  | 50.37%   |
| Energy consumption intensity: Construction EUR                         | GWh per Million € sales     | 0.21                      | 26.48%   | 0.00  | 35.35%   |
| Benchmark Energy consumption intensity: Construction EUR               | GWh per Million € sales     | 0.21                      | 54.76%   | 0.32  | 50.37%   |
| Energy consumption intensity: Trade and Vehicles EUR                   | GWh per Million € sales     | 0.07                      | 26.19%   | 0.00  | 35.35%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR         | GWh per Million € sales     | 0.23                      | 54.76%   | 2.61  | 50.37%   |
| Energy consumption intensity: Transportation and Storage EUR           | GWh per Million € sales     | 0.53                      | 27.01%   | 2.88  | 35.35%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR | GWh per Million € sales     | 1.22                      | 54.76%   | 2.71  | 50.37%   |
| Energy consumption intensity: Real Estate EUR                          | GWh per Million € sales     | 0.62                      | 26.51%   | 1.05  | 35.35%   |
| Benchmark Energy consumption intensity: Real Estate EUR                | GWh per Million € sales     | 0.81                      | 54.76%   | 0.81  | 50.37%   |
| Activities negatively affecting biodiversity-sensitive areas           | Percentage of Fund invested | 0.15%                     | 67.12%   | 0.00% | 62.96%   |
| Benchmark Activities negatively affecting biodiversity-sensitive areas | Percentage of Fund invested | 2.63%                     | 74.95%   | 1.17% | 75.59%   |
| Emissions to water EUR                                                 | Metric Tons EUR             | 0.00                      | 0.15%    | 0.00  | 0.00%    |
| Benchmark Emissions to water EUR                                       | Metric Tons EUR             | 1.94                      | 1.07%    | 0.05  | 1.80%    |
| Hazardous waste EUR                                                    | Metric Tons EUR             | 2.47                      | 29.70%   | 1.93  | 21.74%   |

|                                                                                                                                                                  |                                            | PAI historical comparison |          |        |          |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|---------------------------|----------|--------|----------|
|                                                                                                                                                                  |                                            | 2024                      |          | 2023   |          |
| PAI indicators                                                                                                                                                   | Unit of measurement                        | Value                     | Coverage | Value  | Coverage |
| Benchmark Hazardous waste EUR                                                                                                                                    | Metric Tons EUR                            | 2.27                      | 38.38%   | 2.26   | 30.09%   |
| Violations of UNGC principles and OECD Guidelines                                                                                                                | Percentage of Fund invested                | 0.00%                     | 72.88%   | 0.00%  | 63.81%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested                | 1.47%                     | 79.35%   | 1.51%  | 76.98%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises.           | Percentage of Fund invested                | 14.98%                    | 67.04%   | 32.12% | 62.96%   |
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested                | 17.30%                    | 75.02%   | 26.99% | 75.59%   |
| Unadjusted gender pay gap                                                                                                                                        | Percentage of Fund invested                | 14.95%                    | 24.37%   | 17.26% | 13.92%   |
| Benchmark Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested                | 12.97%                    | 30.28%   | 13.90% | 16.02%   |
| Board gender diversity                                                                                                                                           | Average percentage of female board members | 33.57%                    | 66.79%   | 33.09% | 62.96%   |
| Benchmark Board gender diversity                                                                                                                                 | Average percentage of female board members | 34.45%                    | 75.02%   | 34.67% | 75.59%   |
| Exposure to controversial weapons                                                                                                                                | Percentage of Fund invested                | 0.00%                     | 67.04%   | 0.00%  | 62.96%   |
| Benchmark Exposure to controversial weapons                                                                                                                      | Percentage of Fund invested                | 0.00%                     | 75.05%   | 0.00%  | 75.59%   |

## **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The objective of the sustainable investments was, amongst others, to fund and promote either:

- The efficient use of energy, raw materials, water, and land;
- The production of renewable energy;
- The reduction of waste, and greenhouse gas emissions, and lower impact of economic activities on biodiversity;
- The development of a circular economy;
- Tackling inequalities and fostering social cohesion;
- Social integration;
- Good labour relations; or
- Investments in human capital, including disadvantaged communities.

This was achieved by investing in bonds labelled as being green/social or in any other securities whose:

- Proceeds were used on eligible environmental projects;
- Framework adhered to international standards; and
- Issuers that did not significantly harm other environmental and social objectives while demonstrating good governance practices.

The use of proceeds for these bonds was clearly defined and aligned with the objectives above.

The Fund promoted the reduction of GHG emissions through investment in numerous green use-of-proceeds. An example of is the green bond from Orsted. In 2023 DKK 18.7 billion was allocated to the 11 projects in renewable energy including offshore and onshore wind farms and solar PV farms. Key projects include the Hornsea 2 offshore wind farm in the UK, which became fully operational in August 2022 and has a capacity of 1.32 GW, enough to power over 1.4 million UK homes. Financed projects support the Paris Agreement and aim to have a transformative impact on the UN Sustainable Development Goals, particularly those focused on affordable and clean energy and climate action. Additionally, the company is committed to biodiversity conservation, with all new renewable energy projects commissioned from 2030 onwards expected to have a net-positive biodiversity impact, and a ban on landfilling wind turbine blades and solar PV modules.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

## **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Investment Managers used proprietary data tools and qualitative research to ensure alignment with the Do No Significant Harm (the "DNSH") principles across the portfolio.

All issuers were monitored using the Principal Adverse Impact Risk App (the "PAI Risk App"). The PAI Risk App used data from various third-party providers to identify issuers involved in harmful economic activities and/or controversies and excluded such issuers from the investment universe.

When deploying funds to sustainable investments, the Investment Managers applied additional qualitative assessment (based on internal research or on external third-party opinion) of the issuer's and of the projects' DNSH eligibility.

### **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Managers as proxies for adverse impact. The Investment Managers performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments.

While assessing eligible green and social bonds, the Investment Managers reviewed and documented the materiality of the relevant PAIs for the project and how the project's implementation affected the issuer's overall PAIs outlook.

For example, while investing in a green bond whose use of proceeds targeted development of renewable energy sources, (e.g., solar/PV panels), the Investment Managers ascertained that financed projects reduced exposure to PAIs linked to greenhouse gas emissions.

### **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The sustainable investments were aligned with the Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

Alignment was monitored using data from MSCI and ISS. Breaches identified by these service providers were flagged in the investment compliance system for subsequent investigation by the Investment Managers. Where due diligence proved that the issuer was not aligned with OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, it was deemed un-investible.

*The EU Taxonomy sets out a “do no significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

PAI indicators were considered for the purpose of:

- Identifying best-in-class issuers;
- Guiding thematic engagement; and
- Applying exclusions

Identifying best-in-class issuers

The Fund sought exposure to bonds issued by corporates deemed by the Investment Managers to be Environmental Champions. Environmental champions were identified using a proprietary ESG ranking:

- The ESG Credit App ranked corporate issuers by their greenhouse gas emissions and greenhouse gas intensity using various data references such as Scope 1 and 2 greenhouse gas emissions, emitters' historic trajectories, SBTi target.

Guiding thematic engagement

The Investment Managers are on target with their commitment to engage on a calendar year basis with 5% of holdings which were considered as underperformers in terms of their aggregate exposure to applicable mandatory PAIs metrics.

Applying exclusions

The Fund also considered UNGC violations and exposure to controversial weapons for the purpose of applying specific ESG exclusions.

The average of the PAI metrics is based on 30 September 2023, 31 December 2023, 31 March 2024 and 30 June 2024.

| PAI indicators                                   | Unit of measurement | Value     | Coverage |
|--------------------------------------------------|---------------------|-----------|----------|
| GHG Emissions: Scope 1 EUR                       | tCO2e               | 10,881.27 | 59.82%   |
| Benchmark GHG Emissions: Scope 1 EUR             | tCO2e               | 23.86     | 64.69%   |
| GHG Emissions: Scope 2 EUR                       | tCO2e               | 2,947.94  | 59.82%   |
| Benchmark GHG Emissions: Scope 2 EUR             | tCO2e               | 5.08      | 64.69%   |
| GHG Emissions: Scope 3 Est EUR                   | tCO2e               | 82,785.49 | 59.82%   |
| Benchmark GHG Emissions: Scope 3 Est EUR         | tCO2e               | 134.51    | 64.69%   |
| GHG Emissions: Scope 1 & 2 EUR                   | tCO2e               | 13,829.21 | 59.82%   |
| Benchmark GHG Emissions: Scope 1 & 2 EUR         | tCO2e               | 28.94     | 64.69%   |
| GHG Emissions: Total Emissions Est EUR           | tCO2e               | 96,614.70 | 59.82%   |
| Benchmark GHG Emissions: Total Emissions Est EUR | tCO2e               | 163.44    | 64.69%   |
| Carbon Footprint 1&2 EUR                         | tCO2e/M€ invested   | 81.39     | 59.82%   |
| Benchmark Carbon Footprint 1&2 EUR               | tCO2e/M€ invested   | 120.80    | 64.69%   |
| Carbon Footprint Est EUR                         | tCO2e/M€ invested   | 570.71    | 59.82%   |
| Benchmark Carbon Footprint Est EUR               | tCO2e/M€ invested   | 684.28    | 64.69%   |
| GHG Intensity 1&2 EUR                            | tCO2e/M€ revenue    | 96.73     | 75.26%   |
| Benchmark GHG Intensity 1&2 EUR                  | tCO2e/M€ revenue    | 166.29    | 80.33%   |
| GHG Intensity Est EUR                            | tCO2e/M€ revenue    | 722.61    | 75.26%   |
| Benchmark GHG Intensity Est EUR                  | tCO2e/M€ revenue    | 967.19    | 80.33%   |

| PAI indicators                                                                                                                                         | Unit of measurement         | Value  | Coverage |
|--------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|--------|----------|
| Exposure to companies active in the fossil fuel sector.                                                                                                | Percentage of Fund invested | 2.17%  | 67.04%   |
| Benchmark Exposure to companies active in the fossil fuel sector.                                                                                      | Percentage of Fund invested | 5.98%  | 75.02%   |
| Share of non-renewable energy consumption and production.                                                                                              | Percentage of Fund invested | 68.04% | 45.62%   |
| Benchmark Share of non-renewable energy consumption and production.                                                                                    | Percentage of Fund invested | 67.46% | 58.74%   |
| Energy consumption intensity: Agriculture EUR                                                                                                          | GWh per Million € sales     | 0.00   | 26.10%   |
| Benchmark Energy consumption intensity: Agriculture EUR                                                                                                | GWh per Million € sales     | 0.00   | 54.76%   |
| Energy consumption intensity: Mining EUR                                                                                                               | GWh per Million € sales     | 0.70   | 26.24%   |
| Benchmark Energy consumption intensity: Mining EUR                                                                                                     | GWh per Million € sales     | 2.08   | 54.76%   |
| Energy consumption intensity: Manufacturing EUR                                                                                                        | GWh per Million € sales     | 0.55   | 27.71%   |
| Benchmark Energy consumption intensity: Manufacturing EUR                                                                                              | GWh per Million € sales     | 0.00   | 54.76%   |
| Energy consumption intensity: Electricity EUR                                                                                                          | GWh per Million € sales     | 2.26   | 26.92%   |
| Benchmark Energy consumption intensity: Electricity EUR                                                                                                | GWh per Million € sales     | 2.67   | 54.76%   |
| Energy consumption intensity: Water EUR                                                                                                                | GWh per Million € sales     | 2.91   | 26.25%   |
| Benchmark Energy consumption intensity: Water EUR                                                                                                      | GWh per Million € sales     | 3.69   | 54.76%   |
| Energy consumption intensity: Construction EUR                                                                                                         | GWh per Million € sales     | 0.21   | 26.48%   |
| Benchmark Energy consumption intensity: Construction EUR                                                                                               | GWh per Million € sales     | 0.21   | 54.76%   |
| Energy consumption intensity: Trade and Vehicles EUR                                                                                                   | GWh per Million € sales     | 0.07   | 26.19%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR                                                                                         | GWh per Million € sales     | 0.23   | 54.76%   |
| Energy consumption intensity: Transportation and Storage EUR                                                                                           | GWh per Million € sales     | 0.53   | 27.01%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR                                                                                 | GWh per Million € sales     | 1.22   | 54.76%   |
| Energy consumption intensity: Real Estate EUR                                                                                                          | GWh per Million € sales     | 0.62   | 26.51%   |
| Benchmark Energy consumption intensity: Real Estate EUR                                                                                                | GWh per Million € sales     | 0.81   | 54.76%   |
| Activities negatively affecting biodiversity-sensitive areas                                                                                           | Percentage of Fund invested | 0.15%  | 67.12%   |
| Benchmark Activities negatively affecting biodiversity-sensitive areas                                                                                 | Percentage of Fund invested | 2.63%  | 74.95%   |
| Emissions to water EUR                                                                                                                                 | Metric Tons EUR             | 0.00   | 0.15%    |
| Benchmark Emissions to water EUR                                                                                                                       | Metric Tons EUR             | 1.94   | 1.07%    |
| Hazardous waste EUR                                                                                                                                    | Metric Tons EUR             | 2.47   | 29.70%   |
| Benchmark Hazardous waste EUR                                                                                                                          | Metric Tons EUR             | 2.27   | 38.38%   |
| Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested | 0.00%  | 72.88%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                            | Percentage of Fund invested | 1.47%  | 79.35%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested | 14.98% | 67.04%   |

| PAI indicators                                                                                                                                                   | Unit of measurement                        | Value  | Coverage |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------|----------|
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested                | 17.30% | 75.02%   |
| Unadjusted gender pay gap                                                                                                                                        | Percentage of Fund invested                | 14.95% | 24.37%   |
| Benchmark Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested                | 12.97% | 30.28%   |
| Board gender diversity                                                                                                                                           | Average percentage of female board members | 33.57% | 66.79%   |
| Benchmark Board gender diversity                                                                                                                                 | Average percentage of female board members | 34.45% | 75.02%   |
| Exposure to controversial weapons                                                                                                                                | Percentage of Fund invested                | 0.00%  | 67.04%   |
| Benchmark Exposure to controversial weapons                                                                                                                      | Percentage of Fund invested                | 0.00%  | 75.05%   |



## What were the top investments of this financial product?

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

| Largest investments                                                   | Sector                 | % of Assets | Country        |
|-----------------------------------------------------------------------|------------------------|-------------|----------------|
| Primo Water Holdings Inc 3.875% 10/31/2028 REG S                      | Consumer Staples       | 1.84%       | Canada         |
| Banijay Entertainment SASU 7% 05/01/2029 REG S                        | Communication Services | 1.76%       | France         |
| Crown European Holdings SA 2.625% 09/30/2024 REG S                    | Materials              | 1.73%       | United States  |
| Energizer Gamma Acquisition BV 3.5% 06/30/2029 REG S                  | Industrials            | 1.69%       | United States  |
| Arena Luxembourg Finance Sarl 1.875% 02/01/2028 REG S                 | Financials             | 1.65%       | Spain          |
| Pinnacle Bidco PLC 10% 10/11/2028 REG S                               | Consumer Discretionary | 1.64%       | United Kingdom |
| IMA Industria Macchine Automatiche SpA 3.75% 01/15/2028 REG S         | Industrials            | 1.53%       | Italy          |
| IQVIA Inc 2.875% 06/15/2028 REG S                                     | Health Care            | 1.48%       | United States  |
| Teva Pharmaceutical Finance Netherlands II BV 1.625% 10/15/2028 REG S | Health Care            | 1.23%       | Israel         |
| Matterhorn Telecom SA 3.125% 09/15/2026 REG S                         | Information Technology | 1.23%       | Luxembourg     |
| PCF GmbH 4.75% 04/15/2026 REG S                                       | Industrials            | 1.15%       | Germany        |
| Credit Suisse AG/London .45% 05/19/2025 REG S                         | Financials             | 1.13%       | Switzerland    |
| Cellnex Finance Co SA 2.25% 04/12/2026 REG S                          | Communication Services | 1.06%       | Spain          |
| Energo-Pro AS 8.5% 02/04/2027 REG S                                   | Utilities              | 1.04%       | Czechia        |
| Lorca Telecom Bondco SA 4% 09/18/2027 REG S                           | Information Technology | 1.03%       | Spain          |





## What was the proportion of sustainability-related investments?

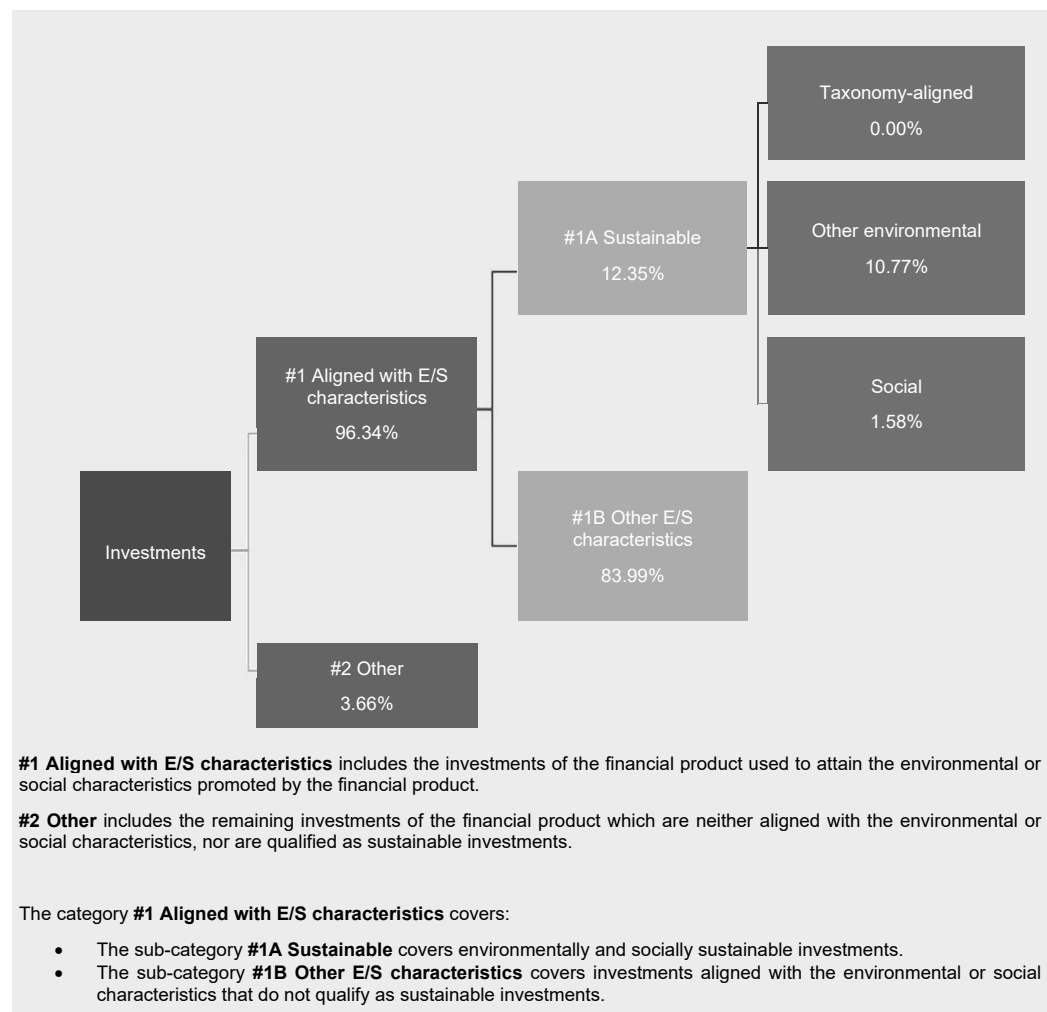
The proportion of sustainable investments was 12.35%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

96.34% of the Fund's portfolio was aligned with the environmental and/or social characteristics promoted by the Fund. The remaining portion (3.66%) was not aligned with the promoted characteristics and consisted primarily of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 12.35% of its portfolio to sustainable investments.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                             | % of Assets |
|----------------------------------------|-------------|
| Financials                             | 27.49%      |
| Consumer Discretionary                 | 17.10%      |
| Industrials                            | 11.35%      |
| Communication Services                 | 10.27%      |
| Materials                              | 9.81%       |
| Health Care                            | 5.41%       |
| Utilities                              | 4.28%       |
| Consumer Staples                       | 3.96%       |
| Information Technology                 | 3.80%       |
| Real Estate                            | 2.22%       |
| Energy                                 | 0.59%       |
| Top sub-sector                         | % of Assets |
| Banks                                  | 15.19%      |
| Financial Services                     | 9.93%       |
| Hotels, Restaurants & Leisure          | 7.09%       |
| Automobile Components                  | 5.60%       |
| Containers & Packaging                 | 4.06%       |
| Entertainment                          | 3.93%       |
| Electric Utilities                     | 3.86%       |
| Diversified Telecommunication Services | 3.09%       |
| Chemicals                              | 2.92%       |
| Pharmaceuticals                        | 2.42%       |
| Communications Equipment               | 2.37%       |
| Real Estate Management & Development   | 2.17%       |
| Construction & Engineering             | 2.09%       |
| Wireless Telecommunication Services    | 2.08%       |
| Metals & Mining                        | 1.89%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

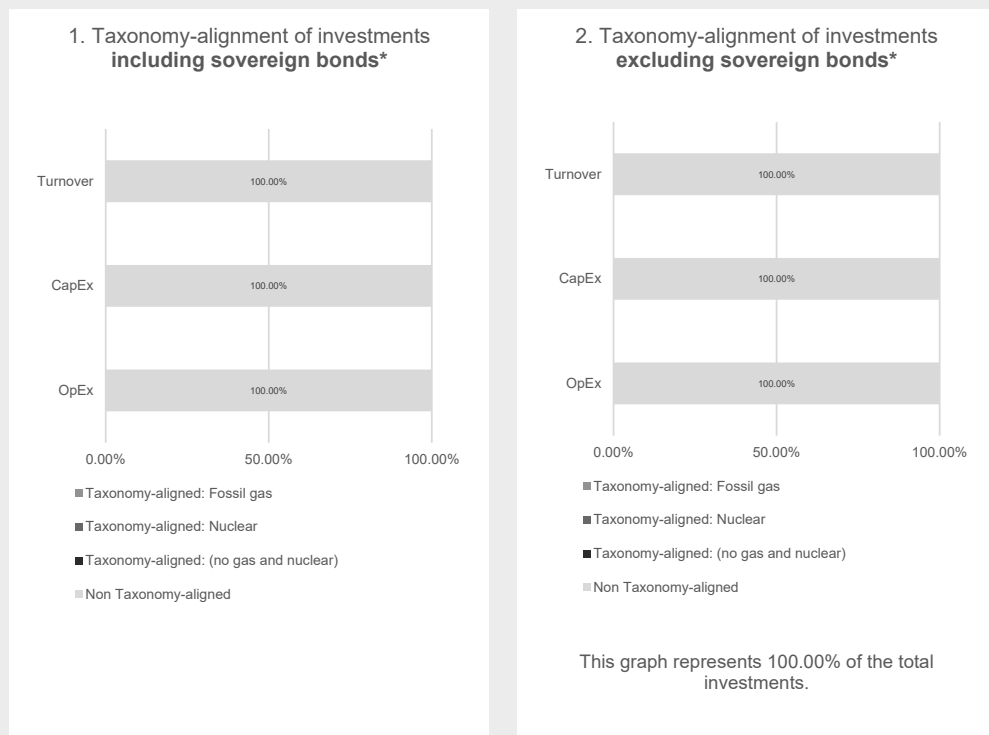
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective not aligned with the EU Taxonomy was 10.77%.

- **What was the share of socially sustainable investments?**

The share of socially sustainable investments was 1.58%.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 3.66% and included liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for the purposes of servicing the day-to-day requirements of the Fund. No minimum environmental and/or social safeguards have been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Investment Managers employed a variety of techniques to meet the environmental and social characteristics promoted by the Fund, while adhering to the binding elements of the investment strategy. These techniques, enumerated subsequently, comprise a synthesis of IT applications, qualitative and quantitative analysis, and interactions with diverse stakeholders, among others. Through the implementation of these techniques, the Fund has successfully fulfilled its pledged environmental and social characteristics.

1. The Fund allocated a part of its net assets to sustainable investments through ‘use of proceeds’ instruments, funding projects with positive environmental or social impacts. The Investment Managers evaluated each security against the applicable requirements, and the thorough process ensured that only verified bonds have been classified as sustainable investments.

2. The Investment Managers used a proprietary IT tool (the ESG Credit Application), which identified the issuers determined as the so called “Environmental Champions”.

3. The Fund did not invest in issuers that violated exclusions. Using internal and external resources, such as MSCI and Sustainalytics, the Investment Managers also assessed issuers’ involvement in controversial business practices and/or adverse economic activities. This process ensured the pre-trade exclusion of all ineligible issuers, post-trade monitoring of any prompting timely divestment if needed and under the conditions specified in the pre-contractual disclosure of the Fund.

4. In order to meet its commitment to engage (on a calendar year basis) with the 5% of holdings which are considered as underperformers in terms of their PAIs metrics, the Investment Managers engaged with the identified issuers by using the following methods:

- 1:1 meetings: The Investment Managers discussed sustainability topics, controversies, and encouraged proactive remedies., addressed risks and opportunities, including GHG emissions reduction.
- Written communications: The Investment Managers sent letters and questionnaires on material topics, such as fossil fuel financing activities, to promote environmental and social business activities and facilitate better informed investment decisions.
- In-person meetings: The Investment Managers engaged with stakeholders at conferences, sharing best practices in sustainable investing.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin European Corporate Bond Fund (the “Fund”)

Legal Entity Identifier: 0JRKFOGJGO9U5HR6QY84



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 35.91% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund has been successful in promoting all set environmental and social characteristics, the list below presents degree of success for each of the following characteristics:

(i) reduction of greenhouse gas (GHG) emissions and (ii) energy conservation:

In order to promote energy conservation and the reduction of GHG emissions, the Investment Managers sought exposure to, what they termed, Environmental Champions. An "Environmental Champion" is an issuer ranked within the top 20% of its peer group based on certain environmental factors (for further details, please see the pre-contractual disclosure of the Fund). At the end of the reporting period, the Fund's average allocation to Environmental Champions stood at 39.33% of its net asset value (NAV).

Moreover, issuers falling within the bottom 20% of their peer group by the proprietary tools were removed from the investable universe. Additionally, the Fund refrained from investing in issuers where exposure to fossil fuel extraction or energy production from fossil fuels exceeded the Investment Managers' acceptable limit (as described in the Fund's pre-contractual disclosure: e.g., any company, which derives more than 5% of its revenues from thermal coal extraction is deemed not investable).

Furthermore, during the reference period, the average greenhouse gas (GHG) intensity of the investee companies (Scope 1,2,3) for the Fund was 988.46, while for the benchmark it was 945.10. The Scope 1 and 2 GHG intensity for the Fund was 62.17, compared to 106.08 for the benchmark. Although the Fund's total GHG intensity was marginally higher than the benchmark, the Investment Managers still consider it to be acceptable, especially given the quality of the current Scope 3 reporting data. The Fund's Scope 1 and 2 GHG intensity is lower than that of the benchmark.

To further promote these characteristics, the Investment Managers engaged with various corporate issuers.

(iii) biodiversity protection:

In order to support biodiversity protection, the Fund avoided investments in issuers that had a negative impact on biodiversity sensitive areas. At the time of disclosure, the Fund had 0% share of investments in investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas (Principal Adverse Impact ("PAI") indicator 7). The Investment Managers have actively engaged with a range of issuers to emphasize the critical need for the conservation and protection of biodiversity. This has taken various forms, such as leading webinars with various stakeholders, including asset managers, government representatives, corporate issuers and financial institutions. Such meetings with various public entities help to further raise awareness among entities about their possible impact on biodiversity-sensitive areas. This includes evaluating the location of their operations, determining the presence of any endangered flora or fauna, and

ensuring that their activities do not harm such areas. Additionally, these meetings support the advocacy of issuing of green 'use of proceeds' instruments, where eligible categories will focus on the environmentally sustainable management of living natural resources and land use and/or terrestrial and aquatic biodiversity conservation projects.

(iv) alignment with the international business conduct principles and fundamental political freedoms:

Over the review period, the Fund maintained alignment with the international business conduct principles, observing the United Nations Global Compact (UNGC) principles, United Nations Guiding Principles on Business and Human Rights and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises. During the reference period, the Fund had 0% share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (PAI indicator 10). Overall, the Fund avoided investments in issuers that had not adhered to aforementioned standards.

Additionally, the Fund pursued a secondary objective of:

(v) responsible solid and water waste management and (vi) development of circular economy:

The Investment Managers promoted responsible solid and water waste management and development of circular economy through engagement and investment in 'use of proceeds' instruments with eligible projects, including but not limited to pollution prevention and control projects, sustainable water and wastewater management or eco-efficient and/or circular economy adapted products, production technologies and processes.

To further promote these characteristics, the Investment Managers engaged with various corporate issuers.

(vii) reduction of gender pay gap and/or increase of board gender diversity:

The Investment Managers promoted the reduction of gender pay gap and increase of board gender diversity through engagement and investment in 'use of proceeds' instruments

In terms of related PAI metrics, the average board gender diversity of the corporate part of the Fund's portfolio was 40.32%, compared to 38.91% for the benchmark. The average unadjusted gender pay gap of investee companies was 15.50% for the Fund and 14.45% for the benchmark.

Although the Fund is not committing to have a Fund level PAIs better than its benchmark, the Investment Managers regards the average outperformance of PAI indicator 13 compared to the benchmark as a favourable contribution towards promoting social characteristics, and the quality of PAI indicator 12 data remains sparse and disproportionate, as differences in data transparency are largely country dependent. Therefore, the Investment Managers hopes that the implementation of new disclosure regulations, along with proactive engagement, would improve these aspects.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

## ● How did the sustainability indicators perform?

- Exposure to the principle adverse impacts (the "PAIs") indicators compared to the benchmark Bloomberg Euro-Aggregate: Corporates Index. Please refer to the values displayed in the section "How did this financial product consider principal adverse impacts on sustainability factors?" which represent the performance of the indicators as of the reference period.

| Sustainability KPI Name                                                                            | Value  |
|----------------------------------------------------------------------------------------------------|--------|
| Percentage of investments in green bonds                                                           | 28.98% |
| Percentage of investments in social bonds                                                          | 5.97%  |
| Percentage of investments in sustainability bonds                                                  | 0.96%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions") | 39.33% |
| Percentage of investment in issuers having exposure to, or tying with excluded sectors             | 0.00%  |
| The number of issuers with which the Investment Managers engaged                                   | 125.00 |

## ● ... And compared to previous periods?

Please note that due to a change in methodology, some sustainability indicators from this reference period (Environmental Champions, percentage of investment in green, social and sustainable bonds and PAIs) are based on the average of the quarter end, whereas the previous reference period only reflects values as at the last day of the end of the fiscal year (30 June 2023).

In the current reference period that concluded on 30 June 2024, the Fund has increased its average allocation in sustainable investment compared to the previous reference period. As of 30 June 2023, the exposure to green bonds was at 20.49%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 28.98%. In case of social bonds, as of 30 June 2023, the exposure was at 4.63%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 5.97%.

Overall, the percentage of investment in green, social and sustainable bonds as of 30 June 2023 was 26.33%, while the average allocation increased to 35.91% in the fiscal year ending 30 June 2024.

In the current reference period that concluded on 30 June 2024, the Fund has increased its average allocation in Environmental Champions compared to the previous reference period. As of 30 June 2023, the exposure to Environmental Champions was at 36.00%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 39.33%.

At the end of the previous reference period, the Fund had 2.74% exposure to the excluded sectors and additional exclusions detailed in the pre-contractual disclosure of the Fund. Securities where the percentage of revenues from excluded sectors rose above limits mandated by prospectus following original purchase, which triggered a plan to divest the securities in due time, taking into account the Shareholders' best interests and they were sold. At the end of the current reference period, the Fund had no exposure to the excluded sectors and additional exclusions detailed in the pre-contractual disclosure of the Fund.

During both reference periods, the Investment Managers were very active in the field of sustainability engagement. This is highlighted by the fact that more than 60 issuers were engaged in the previous reference period, and the Investment Managers have continued to expand its engagement efforts, resulting in 125 issuers being engaged in the current reference period.

Note: Benchmark PAI 1 or financed emissions is not comparable for benchmark analysis. There is calculation bias in the "investor stake" ratio (investment market value/ EVIC) as the inputs are from different data sources (Factset BDF and MSCI ESG), creating mismatch in valuation date as well as measurement unit mismatch. Benchmark PAI 1 metrics as of 30 June 2023 have been adjusted since the prior reporting of the Fund.

| Sustainability KPI Name                                                                            | Sustainability KPI historical comparison |        |
|----------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                    | 2024                                     | 2023   |
| Sustainability KPI Name                                                                            | Value                                    | Value  |
| Percentage of investments in green bonds                                                           | 28.98%                                   | 20.49% |
| Percentage of investments in social bonds                                                          | 5.97%                                    | 4.63%  |
| Percentage of investments in sustainability bonds                                                  | 0.96%                                    | 1.21%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions") | 39.33%                                   | 36.00% |
| Percentage of investment in issuers having exposure to, or tying with excluded sectors             | 0.00%                                    | 2.74%  |
| The number of issuers with which the Investment Managers engaged                                   | 125.00                                   | 67.00  |

|                                                  |                     | PAI historical comparison |          |          |          |
|--------------------------------------------------|---------------------|---------------------------|----------|----------|----------|
|                                                  |                     | 2024                      |          | 2023     |          |
| PAI indicators                                   | Unit of measurement | Value                     | Coverage | Value    | Coverage |
| GHG Emissions: Scope 1 EUR                       | tCO2e               | 752.16                    | 82.60%   | 655.37   | 83.20%   |
| Benchmark GHG Emissions: Scope 1 EUR             | tCO2e               | 141.43                    | 87.94%   | 136.63   | 87.84%   |
| GHG Emissions: Scope 2 EUR                       | tCO2e               | 207.41                    | 82.60%   | 305.71   | 83.20%   |
| Benchmark GHG Emissions: Scope 2 EUR             | tCO2e               | 25.97                     | 87.94%   | 25.00    | 87.84%   |
| GHG Emissions: Scope 3 Est EUR                   | tCO2e               | 6,690.07                  | 82.60%   | 8,986.51 | 83.20%   |
| Benchmark GHG Emissions: Scope 3 Est EUR         | tCO2e               | 1,005.81                  | 87.87%   | 1,032.72 | 87.60%   |
| GHG Emissions: Scope 1 & 2 EUR                   | tCO2e               | 959.57                    | 82.60%   | 961.07   | 83.20%   |
| Benchmark GHG Emissions: Scope 1 & 2 EUR         | tCO2e               | 167.40                    | 87.94%   | 161.63   | 87.84%   |
| GHG Emissions: Total Emissions Est EUR           | tCO2e               | 7,649.65                  | 82.60%   | 9,947.58 | 83.20%   |
| Benchmark GHG Emissions: Total Emissions Est EUR | tCO2e               | 1,173.20                  | 87.94%   | 1,194.35 | 87.84%   |
| Carbon Footprint 1&2 EUR                         | tCO2e/M€ invested   | 27.39                     | 82.60%   | 23.24    | 83.20%   |
| Benchmark Carbon Footprint 1&2 EUR               | tCO2e/M€ invested   | 73.89                     | 87.94%   | 75.70    | 87.84%   |



|                                                                     |                             | PAI historical comparison |          |        |          |
|---------------------------------------------------------------------|-----------------------------|---------------------------|----------|--------|----------|
|                                                                     |                             | 2024                      |          | 2023   |          |
| PAI indicators                                                      | Unit of measurement         | Value                     | Coverage | Value  | Coverage |
| Carbon Footprint Est EUR                                            | tCO2e/M€ invested           | 217.48                    | 82.60%   | 240.50 | 83.20%   |
| Benchmark Carbon Footprint Est EUR                                  | tCO2e/M€ invested           | 518.22                    | 87.94%   | 559.37 | 87.84%   |
| GHG Intensity 1&2 EUR                                               | tCO2e/M€ revenue            | 62.17                     | 95.38%   | 65.17  | 95.74%   |
| Benchmark GHG Intensity 1&2 EUR                                     | tCO2e/M€ revenue            | 106.08                    | 98.55%   | 99.68  | 98.79%   |
| GHG Intensity Est EUR                                               | tCO2e/M€ revenue            | 988.46                    | 95.38%   | 652.26 | 95.74%   |
| Benchmark GHG Intensity Est EUR                                     | tCO2e/M€ revenue            | 945.10                    | 98.55%   | 834.85 | 98.79%   |
| Exposure to companies active in the fossil fuel sector.             | Percentage of Fund invested | 6.05%                     | 92.80%   | 5.38%  | 91.46%   |
| Benchmark Exposure to companies active in the fossil fuel sector.   | Percentage of Fund invested | 11.97%                    | 96.37%   | 11.42% | 95.97%   |
| Share of non-renewable energy consumption and production.           | Percentage of Fund invested | 59.83%                    | 73.36%   | 64.91% | 86.84%   |
| Benchmark Share of non-renewable energy consumption and production. | Percentage of Fund invested | 66.61%                    | 75.93%   | 70.10% | 91.85%   |
| Energy consumption intensity: Agriculture EUR                       | GWh per Million € sales     | 0.00                      | 48.41%   | 0.00   | 66.02%   |
| Benchmark Energy consumption intensity: Agriculture EUR             | GWh per Million € sales     | 0.00                      | 70.01%   | 0.00   | 67.35%   |
| Energy consumption intensity: Mining EUR                            | GWh per Million € sales     | 0.00                      | 48.41%   | 0.00   | 66.02%   |
| Benchmark Energy consumption intensity: Mining EUR                  | GWh per Million € sales     | 1.25                      | 70.01%   | 1.95   | 67.35%   |
| Energy consumption intensity: Manufacturing EUR                     | GWh per Million € sales     | 0.32                      | 50.74%   | 0.36   | 66.02%   |
| Benchmark Energy consumption intensity: Manufacturing EUR           | GWh per Million € sales     | 0.00                      | 70.01%   | 0.51   | 67.35%   |

|                                                                        |                             | PAI historical comparison |          |       |          |
|------------------------------------------------------------------------|-----------------------------|---------------------------|----------|-------|----------|
|                                                                        |                             | 2024                      |          | 2023  |          |
| PAI indicators                                                         | Unit of measurement         | Value                     | Coverage | Value | Coverage |
| Energy consumption intensity: Electricity EUR                          | GWh per Million € sales     | 1.89                      | 49.90%   | 3.56  | 66.02%   |
| Benchmark Energy consumption intensity: Electricity EUR                | GWh per Million € sales     | 2.26                      | 70.01%   | 3.53  | 67.35%   |
| Energy consumption intensity: Water EUR                                | GWh per Million € sales     | 0.21                      | 48.70%   | 0.00  | 66.02%   |
| Benchmark Energy consumption intensity: Water EUR                      | GWh per Million € sales     | 3.35                      | 70.01%   | 3.95  | 67.35%   |
| Energy consumption intensity: Construction EUR                         | GWh per Million € sales     | 0.16                      | 48.91%   | 0.00  | 66.02%   |
| Benchmark Energy consumption intensity: Construction EUR               | GWh per Million € sales     | 0.16                      | 70.01%   | 0.21  | 67.35%   |
| Energy consumption intensity: Trade and Vehicles EUR                   | GWh per Million € sales     | 0.00                      | 48.41%   | 0.00  | 66.02%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR         | GWh per Million € sales     | 0.35                      | 70.01%   | 0.33  | 67.35%   |
| Energy consumption intensity: Transportation and Storage EUR           | GWh per Million € sales     | 0.19                      | 48.77%   | 0.23  | 66.02%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR | GWh per Million € sales     | 0.75                      | 70.01%   | 0.83  | 67.35%   |
| Energy consumption intensity: Real Estate EUR                          | GWh per Million € sales     | 0.09                      | 48.41%   | 1.38  | 66.02%   |
| Benchmark Energy consumption intensity: Real Estate EUR                | GWh per Million € sales     | 0.56                      | 70.01%   | 0.45  | 67.35%   |
| Activities negatively affecting biodiversity-sensitive areas           | Percentage of Fund invested | 0.00%                     | 92.98%   | 0.01% | 91.46%   |

|                                                                                                                                                                  |                                            | PAI historical comparison |          |        |          |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|---------------------------|----------|--------|----------|
|                                                                                                                                                                  |                                            | 2024                      |          | 2023   |          |
| PAI indicators                                                                                                                                                   | Unit of measurement                        | Value                     | Coverage | Value  | Coverage |
| Benchmark Activities negatively affecting biodiversity-sensitive areas                                                                                           | Percentage of Fund invested                | 6.34%                     | 96.06%   | 0.94%  | 95.97%   |
| Emissions to water EUR                                                                                                                                           | Metric Tons EUR                            | 0.00                      | 0.50%    | 0.00   | 0.00%    |
| Benchmark Emissions to water EUR                                                                                                                                 | Metric Tons EUR                            | 1.04                      | 1.16%    | 0.00   | 1.10%    |
| Hazardous waste EUR                                                                                                                                              | Metric Tons EUR                            | 0.76                      | 40.89%   | 0.73   | 30.90%   |
| Benchmark Hazardous waste EUR                                                                                                                                    | Metric Tons EUR                            | 7.00                      | 44.73%   | 10.00  | 35.86%   |
| Violations of UNGC principles and OECD Guidelines                                                                                                                | Percentage of Fund invested                | 0.00%                     | 96.48%   | 0.00%  | 93.12%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested                | 0.72%                     | 97.84%   | 2.16%  | 96.92%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises.           | Percentage of Fund invested                | 10.61%                    | 92.80%   | 25.01% | 91.46%   |
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested                | 10.03%                    | 96.37%   | 19.90% | 95.97%   |
| Unadjusted gender pay gap                                                                                                                                        | Percentage of Fund invested                | 15.50%                    | 44.06%   | 15.65% | 36.89%   |
| Benchmark Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested                | 14.45%                    | 43.81%   | 15.69% | 35.80%   |
| Board gender diversity                                                                                                                                           | Average percentage of female board members | 40.32%                    | 92.57%   | 39.62% | 91.46%   |
| Benchmark Board gender diversity                                                                                                                                 | Average percentage of female board members | 38.91%                    | 96.22%   | 38.23% | 95.97%   |

|                                             |                             | PAI historical comparison |          |       |          |
|---------------------------------------------|-----------------------------|---------------------------|----------|-------|----------|
|                                             |                             | 2024                      |          | 2023  |          |
| PAI indicators                              | Unit of measurement         | Value                     | Coverage | Value | Coverage |
| Exposure to controversial weapons           | Percentage of Fund invested | 0.00%                     | 92.80%   | 0.00% | 91.46%   |
| Benchmark Exposure to controversial weapons | Percentage of Fund invested | 0.00%                     | 96.37%   | 0.00% | 95.97%   |

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The objective of the sustainable investments was, amongst others, to fund and promote either:

- The efficient use of energy, raw materials, water, and land;
- The production of renewable energy;
- The reduction of waste, and greenhouse gas emissions, and lower impact of economic activities on biodiversity;
- The development of a circular economy;
- Tackling inequalities and fostering social cohesion;
- Social integration;
- Good labour relations; or
- Investments in human capital, including disadvantaged communities.

This was achieved by investing in bonds labelled as being green/social or in any other securities whose:

- Proceeds were used on eligible environmental projects;
- Framework adhered to international standards; and
- Issuers that did not significantly harm other environmental and social objectives while demonstrating good governance practices.

The use of proceeds for these bonds was clearly defined and aligned with the objectives above.

Below are some examples of investments made by the Fund that contributed to its sustainable investment objectives. An example of promoting the reduction of GHG emissions and energy conservation through investments in 'use of proceeds' instruments is the green bond from Orsted. In 2023 DKK 18.7 billion was allocated to the 11 projects in renewable energy including offshore and onshore wind farms and solar PV farms. Key projects include the Hornsea 2 offshore wind farm in the UK, which became fully operational in August 2022 and has a capacity of 1.32 GW, enough to power over 1.4 million UK homes. Financed projects support the Paris Agreement and aim to have a transformative impact on the UN Sustainable Development Goals, particularly those focused on affordable and clean energy and climate action. Additionally, the company is committed to biodiversity conservation, with all new renewable energy projects commissioned from 2030 onwards expected to have a net-positive biodiversity impact, and a ban on landfilling wind turbine blades and solar PV modules.

Another example is a green bond from Bank of Ireland. The framework was designed to support the green transition by financing projects in four categories: Green Buildings & Energy Efficiency (Residential and Commercial), Renewable Energy, and Clean Transportation. The Green Eligible Asset Portfolio includes top energy-efficient residential properties, commercial properties with high BREEAM or LEED certifications, renewable energy generation facilities, and clean transportation operations like electric vehicles. Almost 11,000 projects have been supported through expenditures.

An example of promoting of a lowering negative impact on biodiversity through investments in 'use of proceeds' instruments is the green bond of Munich Re. Over 40% of the proceeds of the bond financed Environmentally sustainable management of living natural resources and land use category, including specifically 3 projects. Both Dansk Demetra and Pegasos are the investment related to sustainable agricultural practices, which aims to cultivate land with integrity. Project Dansk Demetra is an SMA that invests in high-quality farmland with a focus on cereal production in Denmark. Project Pegasos consists of high-quality farmland with a focus on single-year crops in Lithuania. And Faunus Silva is a certified sustainable forestry investment, managing over 91,000 hectares of loblolly pine and slash pine plantations.

An instance of a bond financing the development of circular economy is the issuance from Suez. The Group is a circular economy model-focused company, operates in all aspects of water management and waste-recovery, including construction, infrastructure operation, recycling, renewable energy production, and digital services. The bond funded, among others, projects in wastewater treatment, including development, construction, operation, extension, renewal, and maintenance of wastewater collection networks and infrastructure for municipal and industrial clients. Another scope included eligible waste-related projects like development, construction, installation, and/or maintenance of waste sorting, processing, recycling, biowaste composting facilities, as well as collection, transport, and transfer of non-hazardous waste, and urban cleaning services.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Investment Managers used proprietary data tools and qualitative research to ensure alignment with the Do No Significant Harm (the "DNSH") principles across the portfolio.

Principal adverse impacts are the most significant negative impacts of investment decisions on

sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

All issuers were monitored using the Principal Adverse Impact Risk App (the "PAI Risk App"). The PAI Risk App used data from a third-party provider to identify issuers involved in harmful economic activities and/or controversies and excluded such issuers from the investment universe. Another tool, ESG Credit App ranked corporate issuers by their greenhouse gas emissions and greenhouse gas intensity using various data points such as Scope 1 and 2 greenhouse gases emissions, emitters' historic trajectories. Corporate issuers falling within the bottom 20% of the investment universe (i.e. climate laggards) based on the ESG Credit App were also excluded from the portfolio.

When deploying funds to sustainable investments, the Investment Managers applied additional qualitative assessment (based on internal research or on external third-party opinion) of the issuer's and of the projects' DNSH eligibility.

### **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Managers as proxies for adverse impact. The Investment Managers performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments.

While assessing eligible green and social bonds, the Investment Managers reviewed and documented the materiality of the relevant PAIs for the project and how the project's implementation affected the issuer's overall PAIs outlook.

For example, while investing in a green bond whose use of proceeds targeted development of renewable energy sources, (e.g., solar/PV panels), the Investment Managers ascertained that financed projects reduced exposure to PAIs linked to greenhouse gas emissions.

### **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The sustainable investments were aligned with the Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

Alignment was monitored using data from MSCI and ISS. Breaches identified by these service providers were flagged in the investment compliance system for subsequent investigation by the Investment Managers. Where due diligence proved that the issuer was not aligned with OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, it was deemed un-investible.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

PAI indicators were considered for the purpose of:

- Identifying best-in-class issuers;
- Restricting Fund's investable universe;
- Guiding thematic engagement; and
- Applying exclusions.

### **Identifying best-in-class issuers**

The Fund sought exposure to bonds issued by corporates deemed by the Investment Managers to be Environmental Champions. Environmental champions were identified using proprietary ESG rankings: the ESG Credit App ranked corporate issuers by their greenhouse gas emissions and greenhouse gas intensity using various data points such as Scope 1 and 2 greenhouse gases emissions, emitters' historic trajectories.

### **Restricting Fund's investable universe**

Issuers falling within the bottom 20% of the investment universe (i.e. climate laggards) based on the ESG Credit App were also excluded from the portfolio.

### **Guiding thematic engagement**

The Investment Managers are on target with their commitment to engage on a calendar year basis with 5% of holdings which were considered as underperformers in terms of their aggregate exposure to applicable mandatory PAIs metrics.

### **Applying exclusions**

The Fund also considered UNGC violations, exposure to controversial weapons and activities negatively affecting biodiversity for the purpose of applying specific ESG exclusions.

The average of the PAI metrics is based on 30 September 2023, 31 December 2023, 31 March 2024 and 30 June 2024.

| PAI indicators                                                      | Unit of measurement         | Value    | Coverage |
|---------------------------------------------------------------------|-----------------------------|----------|----------|
| GHG Emissions: Scope 1 EUR                                          | tCO2e                       | 752.16   | 82.60%   |
| Benchmark GHG Emissions: Scope 1 EUR                                | tCO2e                       | 141.43   | 87.94%   |
| GHG Emissions: Scope 2 EUR                                          | tCO2e                       | 207.41   | 82.60%   |
| Benchmark GHG Emissions: Scope 2 EUR                                | tCO2e                       | 25.97    | 87.94%   |
| GHG Emissions: Scope 3 Est EUR                                      | tCO2e                       | 6,690.07 | 82.60%   |
| Benchmark GHG Emissions: Scope 3 Est EUR                            | tCO2e                       | 1,005.81 | 87.87%   |
| GHG Emissions: Scope 1 & 2 EUR                                      | tCO2e                       | 959.57   | 82.60%   |
| Benchmark GHG Emissions: Scope 1 & 2 EUR                            | tCO2e                       | 167.40   | 87.94%   |
| GHG Emissions: Total Emissions Est EUR                              | tCO2e                       | 7,649.65 | 82.60%   |
| Benchmark GHG Emissions: Total Emissions Est EUR                    | tCO2e                       | 1,173.20 | 87.94%   |
| Carbon Footprint 1&2 EUR                                            | tCO2e/M€ invested           | 27.39    | 82.60%   |
| Benchmark Carbon Footprint 1&2 EUR                                  | tCO2e/M€ invested           | 73.89    | 87.94%   |
| Carbon Footprint Est EUR                                            | tCO2e/M€ invested           | 217.48   | 82.60%   |
| Benchmark Carbon Footprint Est EUR                                  | tCO2e/M€ invested           | 518.22   | 87.94%   |
| GHG Intensity 1&2 EUR                                               | tCO2e/M€ revenue            | 62.17    | 95.38%   |
| Benchmark GHG Intensity 1&2 EUR                                     | tCO2e/M€ revenue            | 106.08   | 98.55%   |
| GHG Intensity Est EUR                                               | tCO2e/M€ revenue            | 988.46   | 95.38%   |
| Benchmark GHG Intensity Est EUR                                     | tCO2e/M€ revenue            | 945.10   | 98.55%   |
| Exposure to companies active in the fossil fuel sector.             | Percentage of Fund invested | 6.05%    | 92.80%   |
| Benchmark Exposure to companies active in the fossil fuel sector.   | Percentage of Fund invested | 11.97%   | 96.37%   |
| Share of non-renewable energy consumption and production.           | Percentage of Fund invested | 59.83%   | 73.36%   |
| Benchmark Share of non-renewable energy consumption and production. | Percentage of Fund invested | 66.61%   | 75.93%   |
| Energy consumption intensity: Agriculture EUR                       | GWh per Million € sales     | 0.00     | 48.41%   |
| Benchmark Energy consumption intensity: Agriculture EUR             | GWh per Million € sales     | 0.00     | 70.01%   |
| Energy consumption intensity: Mining EUR                            | GWh per Million € sales     | 0.00     | 48.41%   |
| Benchmark Energy consumption intensity: Mining EUR                  | GWh per Million € sales     | 1.25     | 70.01%   |
| Energy consumption intensity: Manufacturing EUR                     | GWh per Million € sales     | 0.32     | 50.74%   |
| Benchmark Energy consumption intensity: Manufacturing EUR           | GWh per Million € sales     | 0.00     | 70.01%   |
| Energy consumption intensity: Electricity EUR                       | GWh per Million € sales     | 1.89     | 49.90%   |
| Benchmark Energy consumption intensity: Electricity EUR             | GWh per Million € sales     | 2.26     | 70.01%   |
| Energy consumption intensity: Water EUR                             | GWh per Million € sales     | 0.21     | 48.70%   |
| Benchmark Energy consumption intensity: Water EUR                   | GWh per Million € sales     | 3.35     | 70.01%   |

| PAI indicators                                                                                                                                                   | Unit of measurement                        | Value  | Coverage |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------|----------|
| Energy consumption intensity: Construction EUR                                                                                                                   | GWh per Million € sales                    | 0.16   | 48.91%   |
| Benchmark Energy consumption intensity: Construction EUR                                                                                                         | GWh per Million € sales                    | 0.16   | 70.01%   |
| Energy consumption intensity: Trade and Vehicles EUR                                                                                                             | GWh per Million € sales                    | 0.00   | 48.41%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR                                                                                                   | GWh per Million € sales                    | 0.35   | 70.01%   |
| Energy consumption intensity: Transportation and Storage EUR                                                                                                     | GWh per Million € sales                    | 0.19   | 48.77%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR                                                                                           | GWh per Million € sales                    | 0.75   | 70.01%   |
| Energy consumption intensity: Real Estate EUR                                                                                                                    | GWh per Million € sales                    | 0.09   | 48.41%   |
| Benchmark Energy consumption intensity: Real Estate EUR                                                                                                          | GWh per Million € sales                    | 0.56   | 70.01%   |
| Activities negatively affecting biodiversity-sensitive areas                                                                                                     | Percentage of Fund invested                | 0.00%  | 92.98%   |
| Benchmark Activities negatively affecting biodiversity-sensitive areas                                                                                           | Percentage of Fund invested                | 6.34%  | 96.06%   |
| Emissions to water EUR                                                                                                                                           | Metric Tons EUR                            | 0.00   | 0.50%    |
| Benchmark Emissions to water EUR                                                                                                                                 | Metric Tons EUR                            | 1.04   | 1.16%    |
| Hazardous waste EUR                                                                                                                                              | Metric Tons EUR                            | 0.76   | 40.89%   |
| Benchmark Hazardous waste EUR                                                                                                                                    | Metric Tons EUR                            | 7.00   | 44.73%   |
| Violations of UNGC principles and OECD Guidelines                                                                                                                | Percentage of Fund invested                | 0.00%  | 96.48%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested                | 0.72%  | 97.84%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises.           | Percentage of Fund invested                | 10.61% | 92.80%   |
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested                | 10.03% | 96.37%   |
| Unadjusted gender pay gap                                                                                                                                        | Percentage of Fund invested                | 15.50% | 44.06%   |
| Benchmark Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested                | 14.45% | 43.81%   |
| Board gender diversity                                                                                                                                           | Average percentage of female board members | 40.32% | 92.57%   |
| Benchmark Board gender diversity                                                                                                                                 | Average percentage of female board members | 38.91% | 96.22%   |
| Exposure to controversial weapons                                                                                                                                | Percentage of Fund invested                | 0.00%  | 92.80%   |
| Benchmark Exposure to controversial weapons                                                                                                                      | Percentage of Fund invested                | 0.00%  | 96.37%   |





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                          | Sector                 | % of Assets | Country        |
|--------------------------------------------------------------|------------------------|-------------|----------------|
| AXA SA 3.25% 05/28/2049 FIXED TO FLOAT REG S                 | Financials             | 1.20%       | France         |
| Credit Mutuel Arkea SA 3.875% 05/22/2028 REG S               | Financials             | 1.19%       | France         |
| Acciona Energia Financiacion Filiales SA 10/07/2027 REG S    | Utilities              | 1.18%       | Spain          |
| Jpmorgan Chase & Co 1.963% 03/23/2030 *FIXED TO FLOAT* REG S | Financials             | 1.17%       | United States  |
| KBC Group NV 4.375% 12/06/2031 REG S                         | Financials             | 1.17%       | Belgium        |
| Natwest Group PLC 4.067% 09/06/2028 *FIXED TO FLOAT* REG S   | Financials             | 1.17%       | United Kingdom |
| American Medical Systems Europe BV 1.625% 03/08/2031         | Health Care            | 1.16%       | United States  |
| Caixabank SA .75% 05/26/2028 *FIXED TO FLOAT* REG S          | Financials             | 1.15%       | Spain          |
| SSE PLC 4% 09/05/2031 REG S                                  | Utilities              | 1.14%       | United Kingdom |
| Suez SACA 2.375% 05/24/2030 REG S                            | Utilities              | 1.13%       | France         |
| Lloyds Banking Group PLC FRN 08/24/2030 REG S                | Financials             | 1.13%       | United Kingdom |
| Netflix Inc 3.625% 06/15/2030 REG S                          | Communication Services | 1.12%       | United States  |
| Morgan Stanley .406% 10/29/2027 *FIXED TO FLOAT*             | Financials             | 1.12%       | United States  |
| AIB Group PLC 4.625% 07/23/2029 *FIXED TO FLOAT* REG S       | Financials             | 1.11%       | Ireland        |
| BNP Paribas SA 4.375% 01/13/2029 *FIXED TO FLOAT* REG S      | Financials             | 1.11%       | France         |



## What was the proportion of sustainability-related investments?

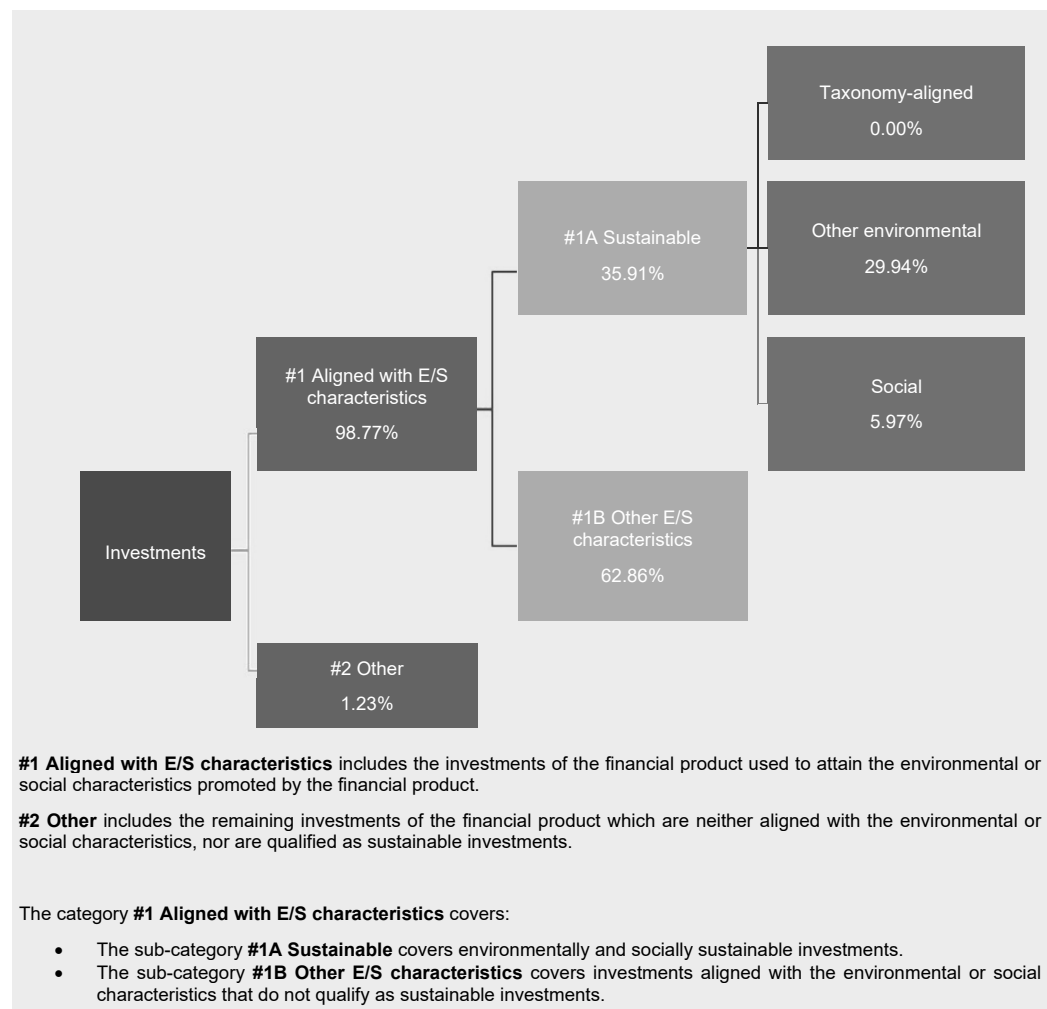
The proportion of sustainable investments was 35.91%

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

98.77% of the Fund's portfolio was aligned with the environmental and/or social characteristics promoted by the Fund. The remaining portion (1.23%) was not aligned with the promoted characteristics and consisted primarily of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and derivatives held for hedging purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 35.91% of its portfolio in sustainable investments.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                             | % of Assets |
|----------------------------------------|-------------|
| Financials                             | 49.09%      |
| Utilities                              | 10.99%      |
| Communication Services                 | 7.95%       |
| Industrials                            | 7.80%       |
| Consumer Staples                       | 6.54%       |
| Health Care                            | 4.74%       |
| Consumer Discretionary                 | 4.73%       |
| Real Estate                            | 4.01%       |
| Materials                              | 2.10%       |
| Information Technology                 | 0.81%       |
| Top sub-sector                         | % of Assets |
| Banks                                  | 31.89%      |
| Electric Utilities                     | 8.18%       |
| Insurance                              | 6.77%       |
| Diversified Telecommunication Services | 5.95%       |
| Financial Services                     | 5.81%       |
| Beverages                              | 3.73%       |
| Capital Markets                        | 3.56%       |
| Real Estate Management & Development   | 3.19%       |
| Consumer Staples Distribution & Retail | 2.50%       |
| Pharmaceuticals                        | 2.47%       |
| Automobiles                            | 2.36%       |
| Health Care Equipment & Supplies       | 2.27%       |
| Chemicals                              | 1.85%       |
| Automobile Components                  | 1.62%       |
| Construction & Engineering             | 1.45%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

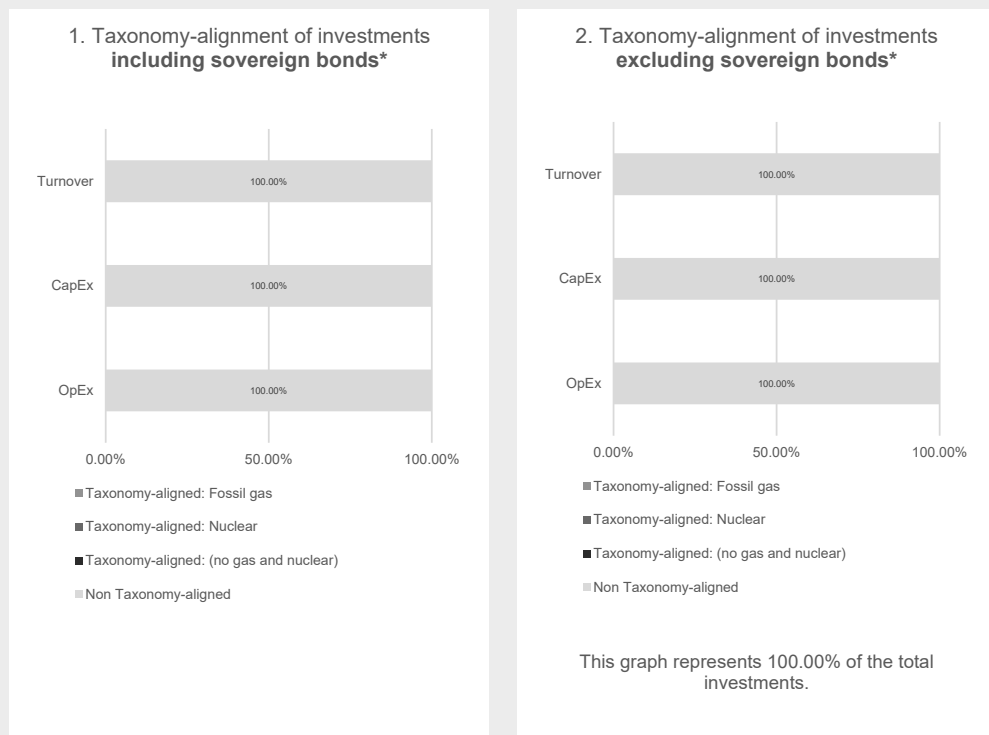
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

● **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective not aligned with the EU Taxonomy was 29.94%.

● **What was the share of socially sustainable investments?**

The share of socially sustainable investments was 5.97%

● **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 1.23% and included cash held for the purposes of servicing the day-to-day requirements of the Fund and derivatives for hedging purposes, for which there were no minimum environmental or social safeguards.

Investments under “#2 Other” also included derivatives instruments which were used by the Fund for hedging purposes. The pre-contractual disclosure of the Fund will be amended at the next prospectus update to clarify this fact. For the avoidance of doubt, derivatives were not used by the Fund to promote E/S characteristics.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Investment Managers employed a variety of techniques to meet the environmental and social characteristics promoted by the Fund, while adhering to the binding elements of the investment strategy. These techniques, enumerated subsequently, comprise a synthesis of IT applications, qualitative and quantitative analysis, and interactions with diverse stakeholders, among others. Through the implementation of these techniques, the Fund has successfully fulfilled its pledged environmental and social characteristics.

1. The Fund allocated part of its net assets to sustainable investments through ‘use of proceeds’ instruments, funding projects with positive environmental or social impacts. The Investment Managers evaluated each security against the applicable requirements, and the thorough process ensured that only verified bonds have been classified as sustainable investments.
2. The Investment Manager used proprietary ESG IT solutions (including the ESG Credit Application) which identified the issuers falling within the bottom 20% of their peer groups based on GHG emissions which are then excluded from the investment universe.
3. The Fund did not invest in issuers that violated its exclusions. Using internal and external resources like MSCI and Sustainalytics, the manager also assessed issuers’ involvement in controversial business practices and/or adverse economic activities. This process ensured pre-trade exclusion of ineligible issuers and post-trade monitoring for any violation of the Fund’s exclusions, prompting timely divestment if needed and under the conditions specified in the pre-contractual disclosure of the Fund.
4. In order to meet its commitment to engage (on a calendar year basis) with the 5% of holdings which are considered as underperformers in terms of their PAIs metrics, the Investment Managers engaged with the identified issuers by using the following methods:
  - 1:1 meetings: The Investment Managers discussed sustainability topics, controversies, and encouraged proactive remedies, addressed risks and opportunities, including biodiversity protection, GHG emissions reduction, and gender pay gap.
  - Written communications: The Investment Managers sent letters and questionnaires on material topics, such as fossil fuel financing activities, to promote environmental and social business activities and facilitate better informed investment decisions.
  - In-person meetings: The Investment Managers engaged with stakeholders at conferences, sharing best practices in sustainable investing.



**How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin European Social Leaders Bond Fund (the “Fund”)

Legal Entity Identifier: 254900RZI399MM1QMA22



FRANKLIN  
TEMPLETON

## Sustainable investment objective

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

| <input checked="" type="radio"/> <b>YES</b>                                                                              | <input type="radio"/> <b>NO</b>                                                                                                                                                                                    |
|--------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <input type="checkbox"/> It made <b>sustainable investments with an environmental objective: 0.00%</b>                   | <input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investment |
| <input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy        | <input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy                                                                  |
| <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy | <input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy                                                           |
| <input checked="" type="checkbox"/> It made <b>sustainable investments with a social objective: 99.18%</b>               | <input type="checkbox"/> with a social objective                                                                                                                                                                   |
|                                                                                                                          | <input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b>                                                                                                      |



### To what extent was the sustainable investment objective of this financial product met?

The Fund's sustainable investment objective was to invest in bonds adhering to a recognised social bond assessment framework and other eligible bonds and/or other instruments qualifying as sustainable investments. This was achieved primarily via investing in social bonds (99.18% NAV) and sustainability bonds with the majority of social expenditures. Through these investments, the Fund supported various positive social outcomes, such as but not limited to, social cohesion, social integration, labour relations, and investments in economically or socially disadvantaged communities. The Fund has been successful in deploying capital for aforementioned expenditures which resulted in, among other outcomes, c. 2059 people benefiting from social projects - including c. 442 seniors, c. 351 individuals receiving improved healthcare services, c. 41 people from underprivileged areas, c. 31 students benefiting from educational programs, c. 33 employees benefited from educational and protective actions - as well as c. 86 jobs saved or maintained, c. 180 housing units provided or maintained per every million of Euro invested (data as of 29th Dec 2023).

The top five SDGs to which the Fund contributed through the investments in use-of-proceeds bonds (please note that each bond can contribute to the multiple SDGs) were: SDG 10 Reduced Inequalities (45%), SDG3 Good Health and Well-Being (45%), SDG 1 No Poverty (43%) SDG 11 Sustainable Cities and Communities (40%), and SDG 4 Quality Education (36%) (as of 29 December 2023).

One of the examples is the social bond from CaixaBank. CaixaBank's commitment to social and economic development through its financing activities, particularly in supporting projects that contribute to the advancement of SDGs related to no poverty, good health and well-being, quality education, and decent work and economic growth. It is committed to sustainability and is leading the transition towards sustainable banking.

Caixa Bank's social investments, amounting to €6 billion as of December 31, 2022, have been instrumental in fostering employment, with a significant percentage of the funds allocated towards promoting job creation and maintenance. This strategic funding has been pivotal in supporting 319,932 loans and benefiting 286,633 borrowers, thereby contributing to the Sustainable Development Goals (SDGs) with the majority (78.8%) contributing to SDG 8 (Employment Creation and Maintenance), followed by SDG 1 (Access to essential services) at 20.2%, SDG 3 (Affordable basic infrastructure and access to essential services) at 0.6%, and SDG 4 (Access to essential services) at 0.4%.

Additionally, Franklin Templeton Investment Management Limited (the "Investment Manager") sourced a unique private placement deal that resulted in the first sovereign gender diversity bond issued by the Republic of Iceland. The financed projects include increasing the capital contribution to affordable housing for women in a vulnerable position and enhancing parental leave payments.

Iceland is recognized as one of the leading nations in gender equality, being in the top spot in the World Economic Forum's Global Gender Gap Index over recent years. Despite these achievements, the country remains committed to attaining complete gender equality and continues to pursue the social and economic upliftment of women across its society. The Investment Manager believes that proceeds from the bond issuance bring further positive impact on women empowerment within the country.

**Sustainability indicators** measure how the sustainable objectives of this financial product are attained.

### ● **How did the sustainability indicators perform?**

| Sustainability KPI Name                                                                                             | Value  |
|---------------------------------------------------------------------------------------------------------------------|--------|
| The percentage of investments in social bonds                                                                       | 93.60% |
| The percentage of investments in other eligible bonds                                                               | 5.58%  |
| The percentage of investments in issuers having exposure to, or ties with the sectors and the additional exclusions | 0.00%  |

### ● **... And Compared to Previous Periods?**

Please note that due to a change in methodology, some sustainability indicators from this reference period (percentage of investment in social and sustainable bonds) are based on the average of the quarter end, whereas the previous reference period only reflects values as at the last day of the end of the fiscal year (30 June 2023).

During both reference periods, the Fund maintained a significant percentage allocation in sustainable investments with a slightly higher average allocation at the end of the current reference period. As of 30 June 2023, the exposure to social and other eligible bonds was at 97.89%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 99.18%.

At the end of the previous reference period, the Fund had 0.90% exposure to the excluded sectors and additional exclusions defined in the pre-contractual disclosure of the Fund. Securities where the percentage of revenues from excluded sectors rose above limits mandated by prospectus following original purchase, which triggered a plan to divest the securities in due time, taking into account the Shareholders' best interests and they were sold.

At the end of the current reference period, the Fund had no exposure to the excluded sectors and additional exclusions detailed in the pre-contractual disclosure of the Fund.

| Sustainability KPI Name                                                                                             | Sustainability KPI historical comparison |        |
|---------------------------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                                     | 2024                                     | 2023   |
| Sustainability KPI Name                                                                                             | Value                                    | Value  |
| The percentage of investments in social bonds                                                                       | 93.60%                                   | 94.55% |
| The percentage of investments in other eligible bonds                                                               | 5.58%                                    | 3.34%  |
| The percentage of investments in issuers having exposure to, or ties with the sectors and the additional exclusions | 0.00%                                    | 0.90%  |

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### ● **How did the sustainable investments not cause significant harm to any sustainable investment objective?**

The Investment Manager used proprietary data tools and qualitative research to ensure alignment with the Do No Significant Harm (the "DNSH") principles across the portfolio.

Corporate issuers were monitored using the Principal Adverse Impacts (the "PAIs") Risk App (the "PAI Risk App"). The PAI Risk App used data from various third-party data providers to identify issuers involved in harmful economic activities and/or controversies and excluded such issuer from the investment universe.

Additionally, sovereign issuers were subjected to tests based on their political liberties and/or corruption.

Finally, the Investment Manager applied additional qualitative assessment (based on internal research or external second party opinion) of the issuer's and the project's DNSH eligibility.

### ----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Manager as proxies for adverse impact. The Investment Manager performed this analysis at the level of each sustainable

investment so that the relevance and materiality of the PAI indicators may vary across investments. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments.

While assessing eligible social bonds, the Investment Manager reviewed and documented the materiality of relevant PAIs for the project as well as how the project's implementation affected the issuer's overall PAIs outlook.

***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

For bonds issued by sovereign countries, the Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and United Nations (the "UN") Guiding Principles on Business and Human Rights were not applicable.

For bonds issued by corporate issuers, the sustainable investments were aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

Alignment was monitored using data from MSCI and ISS. Breaches identified by these service providers were flagged in the investment compliance system for subsequent investigation by the Investment Manager.

Where due diligence proved that the issuer was not aligned with OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, it was deemed un-investible.



## **How did this financial product consider principal adverse impacts on sustainability factors?**

PAI indicators were considered for the purpose of:

- performing the DNSH test;
- guiding thematic engagement; and
- applying exclusions.

### **Performing the DNSH test**

The Investment Manager used proprietary data tools and qualitative research to ensure alignment of bonds invested in with the DNSH principles across the portfolio using the PAIs indicators. Corporate issuers were monitored using the PAI Risk App

(PAI Risk App). The PAI Risk App used data from a third-party provider to identify issuers involved in harmful economic activities and/or controversies based on all mandatory PAIs and excluded such issuers from the investment universe. Additionally, sovereign issuers were subjected to tests based on their political liberties and/or corruption.

### **Guiding thematic engagement**

The Investment Manager is on target with their commitment to engage on a calendar year basis with 5% of holdings which were considered as underperformers in terms of their aggregate exposure to applicable mandatory PAIs metrics.

### **Applying exclusions**

The Fund also considered UNGC violations, exposure to controversial weapons and activities negatively affecting biodiversity for the purpose of applying specific ESG exclusions. The Fund also excluded from its portfolio issuers subject to social violations as referred to in international treaties and conventions, such as but not limited to United Nations principles.





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is 2023-07-01 - 2024-06-30.

| Largest investments                                              | Sector           | % of Assets | Country       |
|------------------------------------------------------------------|------------------|-------------|---------------|
| Communaute Francaise De Belgique 3.75% 06/22/2033 REG S          | Government bonds | 6.73%       | Belgium       |
| European Union 1.125% 06/04/2037 REG S                           | Government bonds | 4.10%       | Supranational |
| European Union .3% 11/04/2050 REG S                              | Government bonds | 3.86%       | Supranational |
| Caisse D'amortissement De La Dette Sociale 11/25/2026 REG S      | Government bonds | 3.83%       | France        |
| UNEDIC ASSEO .5% 05/25/2036 REG S                                | Government bonds | 3.80%       | France        |
| African Development Bank .875% 05/24/2028                        | Government bonds | 3.22%       | Supranational |
| Instituto De Credito Oficial 3.25% 10/31/2028 REG S              | Government bonds | 3.18%       | Spain         |
| Corp Andina De Fomento 1.625% 06/03/2025 REG S                   | Government bonds | 2.72%       | Supranational |
| Korea Housing Finance Corp .723% 03/22/2026 REG S                | Government bonds | 2.54%       | South Korea   |
| Caisse D'amortissement De La Dette Sociale 02/25/2026 REG S      | Government bonds | 2.47%       | France        |
| Bpifrance SACA .125% 02/26/2027 REG S                            | Government bonds | 2.40%       | France        |
| Chile Government International Bond .1% 01/26/2027               | Government bonds | 2.37%       | Chile         |
| Caisse D'amortissement De La Dette Sociale 1.5% 05/25/2032 REG S | Government bonds | 2.34%       | France        |
| Nederlandse Waterschapsbank NV 02/16/2037 REG S                  | Government bonds | 2.33%       | Netherlands   |
| Credit Agricole SA .125% 12/09/2027                              | Financials       | 2.31%       | France        |



## What was the proportion of sustainability-related investments?

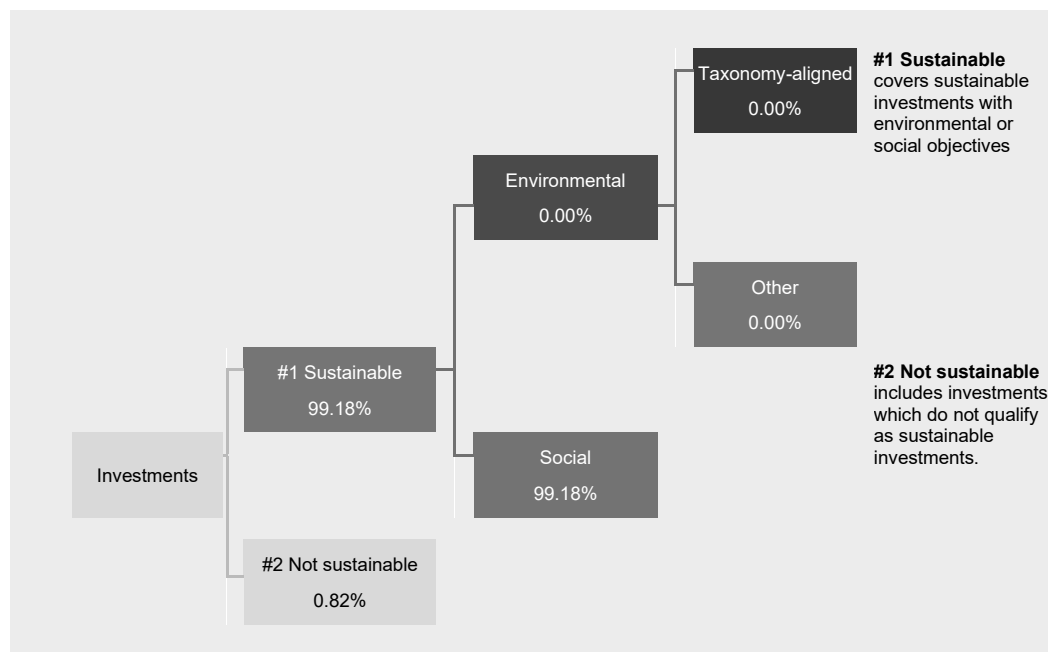
99.18% of the Fund's NAV contributed to the sustainable investment objective.

**Asset allocation**  
describes the share  
of investments in  
specific assets.

### What was the asset allocation?

99.18% of the Fund's portfolio contributed to the sustainable investment objective. Out of these sustainable investments, 99.18% had a social objective.

The remaining portion (0.82%) did not contribute to such objective and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund as well as derivative instruments used for hedging purposes.



### In which economic sectors were the investments made?

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                           | % of Assets |
|--------------------------------------|-------------|
| Government bonds                     | 69.44%      |
| Financials                           | 26.94%      |
| Real Estate                          | 2.80%       |
| Top sub-sector                       | % of Assets |
| Government bonds                     | 69.44%      |
| Banks                                | 21.72%      |
| Financial Services                   | 5.22%       |
| Diversified REITs                    | 2.14%       |
| Real Estate Management & Development | 0.66%       |



## To what extent were sustainable investments with an environmental objective aligned with the EU Taxonomy?

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities are economic activities** for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies

- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g for a transition to a green economy.

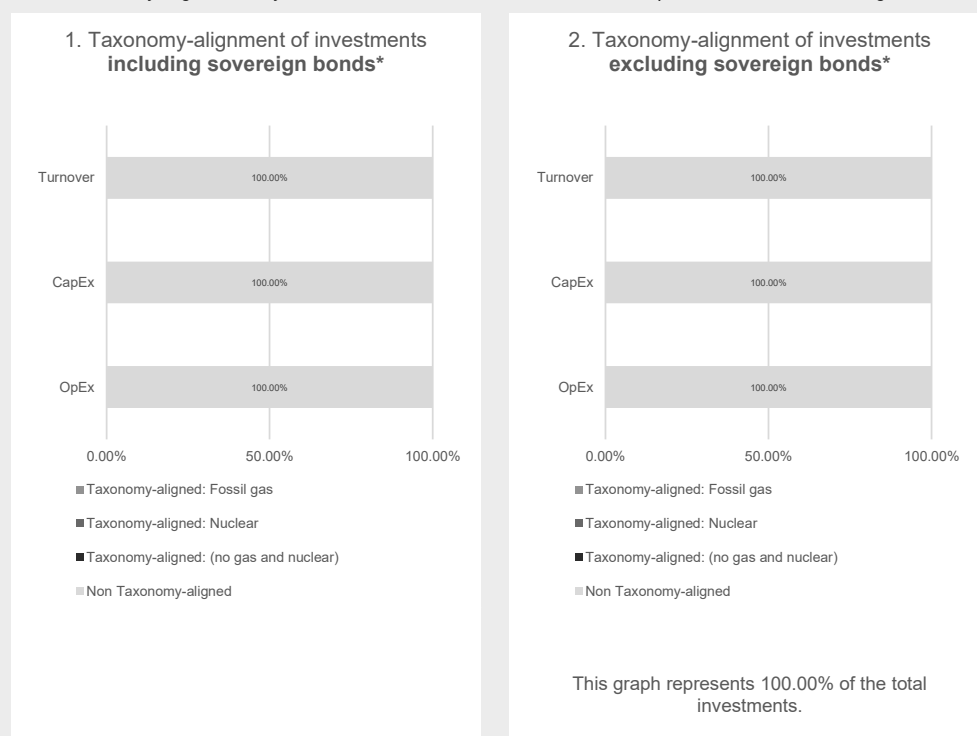
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

The Fund did not make sustainable investments with an environmental objective aligned with the EU Taxonomy.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

- ☐ Yes
- ☐ In fossil gas ☐ In nuclear energy
- ☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

<sup>1</sup>Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

● **What was the share of investments made in transitional and enabling activities?**

The Fund did not invest in transitional and enabling activities.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

 **What was the share of sustainable investments with an environmental objective that were not aligned with the EU taxonomy?**

Not applicable.

 **What was the share of socially sustainable investments?**

The share of socially sustainable investments was 99.18%.

 **What investments were included under “not sustainable”, what was their purpose and were there any minimum environmental or social safeguards?**

The “#2 Not sustainable” investments included liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for the purposes of servicing the day-to-day requirements of the Fund as well as derivative instruments used for hedging purposes.

For derivatives, the Investment Manager determined what is the underlying asset and if applicable, subjected this asset to all relevant ESG screening depending on the underlying asset's nature. For the avoidance of doubt, the Investment Manager ensured that the underlying asset of any derivatives used for efficient portfolio management qualified as a sustainable investment.

If the Investment Manager was not in position to determine the ESG quality of the underlying asset because of its nature (e.g., currency forwards for hedging purposes), the Investment Manager assessed the ESG credentials of a derivative contract counterparty. If a counterparty was a subsidiary without a separate ESG reporting scheme, the ESG characteristics of a parent company apply. The Fund did not engage in derivatives with financial institutions which are not meeting the Investment Manager's ESG criteria. To qualify as eligible counterparty, a financial institution must meet at least two of the following criteria:

- MSCI ESG rating of BBB or above – or in absence of MSCI rating, being above industry average rating as judged by alternative third party ESG data provider;
- signatory to the Equator Principles;
- signatory to Task Force on Climate-Related Financial Disclosures; and
- is committed to set a Science Based Target initiative (the “SBTi”) target.

For liquid assets, the Investment Manager applies minimum environmental and social safeguards by verifying that the counterparties used for placement of deposits meet the EU Taxonomy Safeguards, as assessed by MSCI. Counterparties not meeting such criteria were not used by the Fund.

The limited proportion of investments under “#2 Not sustainable” and the applicable minimum safeguards did not affect the delivery of the sustainable investment objectives of the Fund.



**What actions have been taken to attain the sustainable investment objective during the reference period?**

The Investment Manager employed a variety of techniques to achieve the Sustainable investment objective of the Fund, while adhering to the mandatory components of the investment strategy. These techniques, enumerated subsequently, comprise a synthesis of qualitative and quantitative analysis of investments to determine a positive contribution to social objectives, ensuring investments do no significant harm and their promoters follow good governance practices, IT applications, and interactions with diverse stakeholders, among others. Through the implementation of these techniques, the Fund has successfully fulfilled its pledged social objectives.

1. The Fund allocated part of its net assets to sustainable investments through ‘use of proceeds’ instruments, funding projects with positive social impacts. The Investment Manager evaluated each security against the applicable requirements, and the thorough process ensured that only verified bonds have been classified as sustainable investments.

2. The Investment Manager used proprietary ESG IT solutions (including the ESG Credit Application and the Energy and Environmental Transition Index (EETI)) which identified the issuers falling within the bottom 20% of their peer groups based on GHG emissions which are then excluded from the investment universe. The Fund observed this until the commitment was removed in March 2024. The Fund did not invest in issuers that violated its exclusions. Using internal and external resources like MSCI and Sustainalytics, the manager also assessed issuers' involvement in controversial business practices and/or adverse economic activities. This process ensured pre-trade exclusion of ineligible issuers and post-trade monitoring for any

violation of the Fund's exclusions, prompting timely divestment if needed and under the conditions specified in the pre-contractual disclosure of the Fund.

3. In order to meet its commitment to engage (on a calendar year basis) with the 5% of holdings which are considered as underperformers in terms of their PAIs metrics, the Investment Manager engaged with the identified issuers by using the following methods:

- 1:1 meetings: The Investment Manager discussed sustainability topics, controversies, and encouraged proactive remedies, addressed risks and opportunities, including biodiversity protection, GHG emissions reduction, and gender pay gap.
- Written communications: The Investment Manager sent letters and questionnaires on material topics, such as fossil fuel financing activities, to promote environmental and social business activities and facilitate better informed investment decisions.
- In-person meetings: The Investment Manager engaged with stakeholders at conferences, sharing best practices in sustainable investing.



## How did this financial product perform compared to the reference sustainable benchmark?

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the sustainable objective.

# Franklin European Total Return Fund (the "Fund")

Legal Entity Identifier: 4HIOY1ECMPB3YDFIY329



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 47.55% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund has been successful in promoting all set environmental and social characteristics, the list below presents degree of success for each of the following characteristics:

(i) reduction of greenhouse gas (GHG) emissions and (ii) energy conservation:

In order to promote energy conservation and the reduction of GHG emissions, the Investment Managers sought exposure to, what they termed, Environmental Champions. An "Environmental Champion" is an issuer ranked within the top 20% of its peer group based on certain environmental factors (for further details, please see the pre-contractual disclosure of the Fund). At the end of the reporting period, the Fund's average allocation to Environmental Champions stood at 36.24% of its net asset value (NAV).

Moreover, issuers falling within the bottom 20% of their peer group by the proprietary tools were removed from the investable universe. Additionally, the Fund refrained from investing in issuers where exposure to fossil fuel extraction or energy production from fossil fuels exceeded the Investment Managers' acceptable limit (as described in the Fund's pre-contractual disclosure: e.g., any company, which derives more than 5% of its revenues from thermal coal extraction is deemed not investable).

Furthermore, during the reference period, the average GHG intensity of the investee companies (Scope 1, 2, 3) for the Fund was 549.74, while for the benchmark it was 966.18. The Scope 1 and 2 GHG intensity for the Fund was 30.4, compared to 75.22 for the benchmark.

The average GHG intensity of the investee countries for the Fund was 245.36, while the benchmark was 218.64. The average GHG intensity of the Fund was marginally higher than the benchmark, potentially due to investments in the green bonds of countries with elevated GHG intensity. Nonetheless, the Investment Managers believe that, in the long term, such an investment will support their energy transition.

To further promote these characteristics, the Investment Managers engaged with both sovereign and corporate issuers.

(iii) biodiversity protection:

In order to support biodiversity protection, the Fund avoided investments in issuers that had a negative impact on biodiversity sensitive areas. At the end of the reporting period, the Fund had 0% share of investments in investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas (Principal Adverse Impact ("PAI") indicator 7).

Additionally, the Investment Managers promoted good practices in terms of biodiversity protection. This has taken various forms, such as leading webinars with various stakeholders, including asset managers, government representatives, corporate issuers and financial institutions. Such meetings with various public entities help to further raise awareness among entities about their possible impact on biodiversity-sensitive areas. This includes evaluating the location of their operations, determining the presence of any endangered flora or fauna, and ensuring that their activities do not harm such areas. Additionally, these meetings support the advocacy of issuing of green 'use of proceeds' instruments, where eligible categories will focus on the environmentally sustainable management of living natural resources and land use and/or terrestrial and aquatic biodiversity conservation projects.

(iv) alignment with the international business conduct principles and fundamental political freedoms:

Over the review period, the Fund maintained alignment with the international business conduct principles, observing the United Nations Global Compact (UNGC) principles, United Nations Guiding Principles on Business and Human Rights and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises. During the reference period, the Fund had 0% share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (PAI indicator 10). Overall, the Fund avoided investments in issuers that had not adhered to aforementioned standards.

On the sovereign side the Fund promoted alignment with the fundamental political freedoms. Accordingly, it refrained from investing in countries that are ranked as "Not Free" by the recognised think tank Freedom House. Taking this exclusion a step further, the Fund only invested in those countries, or regions within countries, that were awarded the highest Freedom House Index score of "Free". Additionally, the Fund avoided investments in issuers that are countries subject to social violations as referred in international treaties and conventions. During the reference period, the Fund had 0% share of investments in investee countries subject to social violations (absolute number), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law (PAI indicator 16).

Additionally, the Fund pursued a secondary objective of:

(v) responsible solid and water waste management and (vi) development of circular economy:

The Investment Managers promoted responsible solid and water waste management and development of circular economy through engagement and investment in 'use of proceeds' instruments with eligible projects, including but not limited to pollution prevention and control projects, sustainable water and wastewater management or eco-efficient and/or circular economy adapted products, production technologies and processes.

(vii) reduction of gender pay gap and/or increase of board gender diversity:

The Investment Managers promoted the reduction of gender pay gap and increase of board gender diversity through engagement and investment in 'use of proceeds' instruments

In terms of related PAI metrics, the average board gender diversity of the corporate part of the Fund's portfolio was 40.39%, compared to 38.96% for the benchmark. The average unadjusted gender pay gap of investee companies was 15.48% for the Fund and 15.59% for the benchmark.

Although the Fund is not committing to have a Fund level PAIs better than its benchmark, the Investment Managers regard the average outperformance of both PAI indicator 12 and PAI indicator 13 compared to the benchmark as a favourable contribution towards promoting social characteristics. However, both indicators are subject to data quality and availability, especially the unadjusted gender pay gap, therefore the Investment Managers hope that the implementation of new disclosure regulations along with proactive engagement would improve these aspects.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

## ● How did the sustainability indicators perform?

- Exposure to the principle adverse impacts (the "PAIs") indicators compared to the benchmark Bloomberg Euro Aggregate Index. Please refer to the values displayed in the section "How did this financial product consider principal adverse impacts on sustainability factors?" which represent the performance of the indicators as of the reference period.

| Sustainability KPI Name                                                                            | Value  |
|----------------------------------------------------------------------------------------------------|--------|
| Percentage of investments in green bonds                                                           | 41.27% |
| Percentage of investments in social bonds                                                          | 5.66%  |
| Percentage of investments in sustainability bonds                                                  | 0.62%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions") | 36.24% |
| Percentage of investment in issuers having exposure to, or tying with excluded sectors             | 0.00%  |
| The number of issuers with which the Investment Managers engaged                                   | 104.00 |

## ● ... And compared to previous periods?

Please note that due to a change in methodology, some sustainability indicators from this reference period (Environmental Champions, percentage of investment in green, social and sustainable bonds and PAIs) are based on the average of the quarter end, whereas the previous reference period only reflects values as at the last day of the end of the fiscal year (30 June 2023).

In the current reference period that concluded on 30 June 2024, the Fund has notably increased its average allocation in sustainable investment compared to the previous reference period. As of 30 June 2023, the exposure to green bonds was at 20.94%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 41.27%. In case of social bonds, as of 30 June 2023, the exposure was at 4.21%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 5.66%.

Overall, the percentage of investment in green, social and sustainable bonds at 30 June 2023 was 26.15%, while the average allocation increased to 47.55% in the fiscal year ending 30 June 2024.

During both reference periods, the Fund maintained its level of investment in Environmental Champions. As of 30 June 2023, the exposure to Environmental Champions was at 37.50%, while throughout the fiscal year ending on 30 June 2024, the average allocation was at 36.24%.

At the end of the previous reference period, the Fund had 0.16% exposure to the excluded sectors and additional exclusions detailed in the pre-contractual disclosure of the Fund. Securities where the percentage of revenues from excluded sectors rose above limits mandated by prospectus following original purchase, which triggered a plan to divest the securities in due time, taking into account the Shareholders' best interests and they were sold. At the end of the current reference period, the Fund had no exposure to the excluded sectors and additional exclusions detailed in the pre-contractual disclosure of the Fund.

During both reference periods, the Investment Managers were very active in the field of sustainability engagement. This is highlighted by the fact that more than 80 issuers were engaged in the previous reference period, and the Investment Managers have continued to expand its engagement efforts, resulting in 104 issuers being engaged in the current reference period.

Note: Benchmark PAI 1 or financed emissions is not comparable for benchmark analysis. There is calculation bias in the "investor stake" ratio (investment market value/ EVIC) as the inputs are from different data sources (Factset BDF and MSCI ESG), creating mismatch in valuation date as well as measurement unit mismatch. Benchmark PAI 1 metrics as of 30 June 2023 have been adjusted since the prior reporting of the Fund.

| Sustainability KPI Name                                                                            | Sustainability KPI historical comparison |        |
|----------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                    | 2024                                     | 2023   |
| Value                                                                                              | Value                                    | Value  |
| Percentage of investments in green bonds                                                           | 41.27%                                   | 20.94% |
| Percentage of investments in social bonds                                                          | 5.66%                                    | 4.21%  |
| Percentage of investments in sustainability bonds                                                  | 0.62%                                    | 1.00%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions") | 36.24%                                   | 37.50% |
| Percentage of investment in issuers having exposure to, or tying with excluded sectors             | 0.00%                                    | 0.16%  |
| The number of issuers with which the Investment Managers engaged                                   | 104.00                                   | 81.00  |

|                                          |                     | PAI historical comparison |          |            |          |
|------------------------------------------|---------------------|---------------------------|----------|------------|----------|
|                                          |                     | 2024                      |          | 2023       |          |
| PAI indicators                           | Unit of measurement | Value                     | Coverage | Value      | Coverage |
| GHG Emissions: Scope 1 EUR               | tCO2e               | 6,672.71                  | 28.92%   | 5,546.49   | 39.59%   |
| Benchmark GHG Emissions: Scope 1 EUR     | tCO2e               | 161.29                    | 21.60%   | 160.24     | 21.55%   |
| GHG Emissions: Scope 2 EUR               | tCO2e               | 1,966.11                  | 28.92%   | 3,050.13   | 39.59%   |
| Benchmark GHG Emissions: Scope 2 EUR     | tCO2e               | 27.12                     | 21.60%   | 26.21      | 21.55%   |
| GHG Emissions: Scope 3 Est EUR           | tCO2e               | 69,976.61                 | 28.92%   | 98,183.34  | 39.59%   |
| Benchmark GHG Emissions: Scope 3 Est EUR | tCO2e               | 1,116.36                  | 21.59%   | 1,158.86   | 21.50%   |
| GHG Emissions: Scope 1 & 2 EUR           | tCO2e               | 8,638.82                  | 28.92%   | 8,596.63   | 39.59%   |
| Benchmark GHG Emissions: Scope 1 & 2 EUR | tCO2e               | 188.41                    | 21.60%   | 186.45     | 21.55%   |
| GHG Emissions: Total Emissions Est EUR   | tCO2e               | 78,615.43                 | 28.92%   | 106,779.97 | 39.59%   |
| Benchmark GHG Emissions: Total           | tCO2e               | 1,304.76                  | 21.60%   | 1,345.31   | 21.55%   |



|                                                                     |                             | PAI historical comparison |          |        |          |
|---------------------------------------------------------------------|-----------------------------|---------------------------|----------|--------|----------|
|                                                                     |                             | 2024                      |          | 2023   |          |
| PAI indicators                                                      | Unit of measurement         | Value                     | Coverage | Value  | Coverage |
| Emissions Est EUR                                                   |                             |                           |          |        |          |
| Carbon Footprint 1&2 EUR                                            | tCO2e/M€ invested           | 16.76                     | 28.92%   | 16.70  | 39.59%   |
| Benchmark Carbon Footprint 1&2 EUR                                  | tCO2e/M€ invested           | 66.46                     | 21.60%   | 69.60  | 21.55%   |
| Carbon Footprint Est EUR                                            | tCO2e/M€ invested           | 153.02                    | 28.92%   | 207.41 | 39.59%   |
| Benchmark Carbon Footprint Est EUR                                  | tCO2e/M€ invested           | 460.70                    | 21.60%   | 502.20 | 21.55%   |
| GHG Intensity 1&2 EUR                                               | tCO2e/M€ revenue            | 30.40                     | 41.54%   | 36.15  | 55.50%   |
| Benchmark GHG Intensity 1&2 EUR                                     | tCO2e/M€ revenue            | 75.22                     | 34.46%   | 75.39  | 34.21%   |
| GHG Intensity Est EUR                                               | tCO2e/M€ revenue            | 549.74                    | 41.54%   | 542.88 | 55.50%   |
| Benchmark GHG Intensity Est EUR                                     | tCO2e/M€ revenue            | 966.18                    | 34.46%   | 785.59 | 34.21%   |
| Exposure to companies active in the fossil fuel sector.             | Percentage of Fund invested | 2.08%                     | 41.11%   | 2.25%  | 53.57%   |
| Benchmark Exposure to companies active in the fossil fuel sector.   | Percentage of Fund invested | 2.82%                     | 33.27%   | 2.70%  | 33.38%   |
| Share of non-renewable energy consumption and production.           | Percentage of Fund invested | 69.40%                    | 34.71%   | 71.48% | 49.59%   |
| Benchmark Share of non-renewable energy consumption and production. | Percentage of Fund invested | 65.16%                    | 23.69%   | 64.72% | 29.85%   |
| Energy consumption intensity: Agriculture EUR                       | GWh per Million € sales     | 0.00                      | 22.11%   | 0.00   | 33.05%   |
| Benchmark Energy consumption intensity: Agriculture EUR             | GWh per Million € sales     | 0.00                      | 21.97%   | 0.00   | 22.15%   |
| Energy consumption intensity: Mining EUR                            | GWh per Million € sales     | 0.00                      | 22.11%   | 0.00   | 33.05%   |
| Benchmark Energy consumption intensity: Mining EUR                  | GWh per Million € sales     | 3.50                      | 21.97%   | 1.33   | 22.15%   |
| Energy consumption intensity:                                       | GWh per Million € sales     | 0.07                      | 22.46%   | 0.08   | 33.05%   |

|                                                                        |                         | PAI historical comparison |          |       |          |
|------------------------------------------------------------------------|-------------------------|---------------------------|----------|-------|----------|
|                                                                        |                         | 2024                      |          | 2023  |          |
| PAI indicators                                                         | Unit of measurement     | Value                     | Coverage | Value | Coverage |
| Manufacturing EUR                                                      |                         |                           |          |       |          |
| Benchmark Energy consumption intensity: Manufacturing EUR              | GWh per Million € sales | 0.00                      | 21.97%   | 0.51  | 22.15%   |
| Energy consumption intensity: Electricity EUR                          | GWh per Million € sales | 1.87                      | 22.52%   | 1.00  | 33.05%   |
| Benchmark Energy consumption intensity: Electricity EUR                | GWh per Million € sales | 2.43                      | 21.97%   | 3.60  | 22.15%   |
| Energy consumption intensity: Water EUR                                | GWh per Million € sales | 0.00                      | 22.11%   | 0.00  | 33.05%   |
| Benchmark Energy consumption intensity: Water EUR                      | GWh per Million € sales | 3.34                      | 21.97%   | 3.95  | 22.15%   |
| Energy consumption intensity: Construction EUR                         | GWh per Million € sales | 0.16                      | 22.34%   | 0.18  | 33.05%   |
| Benchmark Energy consumption intensity: Construction EUR               | GWh per Million € sales | 0.16                      | 21.97%   | 0.23  | 22.15%   |
| Energy consumption intensity: Trade and Vehicles EUR                   | GWh per Million € sales | 0.00                      | 22.11%   | 0.00  | 33.05%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR         | GWh per Million € sales | 0.35                      | 21.97%   | 0.33  | 22.15%   |
| Energy consumption intensity: Transportation and Storage EUR           | GWh per Million € sales | 0.18                      | 22.11%   | 0.12  | 33.05%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR | GWh per Million € sales | 0.53                      | 21.97%   | 0.51  | 22.15%   |
| Energy consumption intensity: Real Estate EUR                          | GWh per Million € sales | 0.00                      | 22.11%   | 0.11  | 33.05%   |
| Benchmark Energy consumption                                           | GWh per Million € sales | 0.56                      | 21.97%   | 0.44  | 22.15%   |

|                                                                                                                                                                  |                             | PAI historical comparison |          |        |          |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|---------------------------|----------|--------|----------|
|                                                                                                                                                                  |                             | 2024                      |          | 2023   |          |
| PAI indicators                                                                                                                                                   | Unit of measurement         | Value                     | Coverage | Value  | Coverage |
| intensity: Real Estate EUR                                                                                                                                       |                             |                           |          |        |          |
| Activities negatively affecting biodiversity-sensitive areas                                                                                                     | Percentage of Fund invested | 0.00%                     | 41.16%   | 0.00%  | 53.57%   |
| Benchmark Activities negatively affecting biodiversity-sensitive areas                                                                                           | Percentage of Fund invested | 1.26%                     | 60.96%   | 0.18%  | 33.38%   |
| Emissions to water EUR                                                                                                                                           | Metric Tons EUR             | 0.00                      | 0.00%    | 0.00   | 0.00%    |
| Benchmark Emissions to water EUR                                                                                                                                 | Metric Tons EUR             | 1.04                      | 0.23%    | 0.00   | 0.21%    |
| Hazardous waste EUR                                                                                                                                              | Metric Tons EUR             | 0.22                      | 13.98%   | 0.19   | 13.70%   |
| Benchmark Hazardous waste EUR                                                                                                                                    | Metric Tons EUR             | 6.10                      | 10.50%   | 8.81   | 8.08%    |
| Violations of UNGC principles and OECD Guidelines                                                                                                                | Percentage of Fund invested | 0.00%                     | 42.43%   | 0.00%  | 54.50%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested | 0.14%                     | 34.14%   | 0.42%  | 33.26%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises.           | Percentage of Fund invested | 4.44%                     | 41.11%   | 15.78% | 53.57%   |
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested | 5.44%                     | 33.27%   | 10.98% | 33.38%   |
| Unadjusted gender pay gap                                                                                                                                        | Percentage of Fund invested | 15.48%                    | 19.95%   | 16.42% | 19.03%   |
| Benchmark Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested | 15.59%                    | 13.19%   | 16.64% | 8.89%    |

|                                                           |                                            | PAI historical comparison |          |        |          |
|-----------------------------------------------------------|--------------------------------------------|---------------------------|----------|--------|----------|
|                                                           |                                            | 2024                      |          | 2023   |          |
| PAI indicators                                            | Unit of measurement                        | Value                     | Coverage | Value  | Coverage |
| Board gender diversity                                    | Average percentage of female board members | 40.39%                    | 41.11%   | 39.09% | 53.57%   |
| Benchmark Board gender diversity                          | Average percentage of female board members | 38.96%                    | 27.72%   | 38.42% | 27.31%   |
| Exposure to controversial weapons                         | Percentage of Fund invested                | 0.00%                     | 41.11%   | 0.00%  | 53.57%   |
| Benchmark Exposure to controversial weapons               | Percentage of Fund invested                | 0.00%                     | 33.47%   | 0.00%  | 33.38%   |
| GHG Intensity of investee countries EUR                   | tCO2e/M€ revenue                           | 245.36                    | 43.22%   | N/A    | N/A      |
| Benchmark GHG Intensity of investee countries EUR         | tCO2e/M€ revenue                           | 218.64                    | 57.24%   | N/A    | N/A      |
| Investee countries subject to social violations           | Count of Countries in Fund                 | 0.00                      | 43.22%   | N/A    | N/A      |
| Benchmark Investee countries subject to social violations | Count of Countries in Fund                 | 1.00                      | 57.24%   | N/A    | N/A      |

### **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The objective of the sustainable investments was, amongst others, to fund and promote either:

- The efficient use of energy, raw materials, water, and land;
- The production of renewable energy;
- The reduction of waste, and greenhouse gas emissions, and lower impact of economic activities on biodiversity;
- The development of a circular economy;
- Tackling inequalities and fostering social cohesion;
- Social integration;
- Good labour relations; or
- Investments in human capital, including disadvantaged communities.

This was achieved by investing in bonds labelled as being green/social or in any other securities whose:

- Proceeds were used on eligible environmental projects;
- Framework adhered to international standards; and
- Issuers that did not significantly harm other environmental and social objectives while demonstrating good governance practices.

The use of proceeds for these bonds was clearly defined and aligned with the objectives above.

Below are some examples of investments made by the Fund that contributed to its sustainable investment objectives. An example of promoting the reduction of GHG emissions and energy conservation through investments in 'use of proceeds' instruments is the green bond from Orsted. In 2023 DKK 18.7 billion was allocated to the 11 projects in renewable energy including offshore and onshore wind farms and solar PV farms. Key projects included the Hornsea 2 offshore wind farm in the UK, which became fully operational in August 2022 and has a capacity of 1.32 GW, enough to power over 1.4 million UK homes. Financed projects support the Paris Agreement and aim to have a transformative impact on the UN Sustainable Development Goals, particularly those focused on affordable and clean energy and climate action. Additionally, the company is committed to biodiversity conservation, with all new renewable energy projects commissioned from 2030 onwards expected to have a net-positive biodiversity impact, and a ban on landfilling wind turbine blades and solar PV modules.

Another example is a green bond from Bank of Ireland. The framework was designed to support the green transition by financing projects in four categories: Green Buildings & Energy Efficiency (Residential and Commercial), Renewable Energy, and Clean Transportation. The Green Eligible Asset Portfolio includes top energy-efficient residential properties, commercial properties with high BREEAM or LEED certifications, renewable energy generation facilities, and clean transportation operations like electric vehicles. Almost 11,000 projects have been supported through expenditures.

An example of promoting a reduction in the negative impact on biodiversity through investments in 'use of proceeds' instruments is the green bond from the Federal Republic of Germany. Through part of the financing, the federal government provided funding for various programmes dedicated to the conservation of biodiversity and the protection of endangered species. The GAK ("Improvement of Agricultural Structures and Coastal Protection") program, co-financed by the federal government and the Länder, supports market- and locally-adapted, environmentally friendly land management, including nature conservation and landscape management, focusing on sustainable practices in arable farming, specialized crop cultivation, or orchards. The federal Programme "Biodiversity" is the Environment Ministry's primary funding tool for biodiversity improvement, focusing on combating insect decline through conservation projects in urban and protected areas, and knowledge dissemination about insects. The "chance.natur" programme supports the creation and conservation of significant natural areas, contributing to the protection of Germany's biodiversity and natural heritage. The "Wilderness Fund" acquires and safeguards forests and moors to fulfil the government's objective of preserving 2% of Germany's land as wilderness areas.

Additionally, the Investment Managers sourced a unique private placement deal that resulted in the first sovereign gender diversity bond issued by the Republic of Iceland, which advanced objectives of tackling inequalities. The financed projects include increasing the capital contribution to affordable housing for women in a vulnerable position and enhancing parental leave payments. Iceland is recognized as one of the leading nations in gender equality, holding the top spot in the World Economic Forum's Global Gender Gap Index in recent years. Despite these achievements, the country remains committed to attaining complete gender equality and continues to pursue the social and economic upliftment of women across its society. The Investment Managers believe that proceeds from the bond issuance bring further positive impact on women empowerment within the country.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### ***How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?***

The Investment Managers used proprietary data tools and qualitative research to ensure alignment with the Do No Significant Harm (the "DNSH") principles across the portfolio.

All issuers were monitored using the Principal Adverse Impact Risk App (the "PAI Risk App"). The PAI Risk App used data from various third-party providers to identify issuers involved in harmful economic activities and/or controversies and excluded such issuers from the investment universe.

A second proprietary tool, the Energy and Environmental Transition Index (the "EETI"), ranked the remaining sovereign issuers in the universe according to their greenhouse gas emissions and intensity. Sovereign issuers falling within the bottom 20% of their peer groups based on EETI were excluded from the investment universe. Another tool, ESG Credit App ranked corporate issuers by their greenhouse gas emissions and greenhouse gas intensity using various data points such as Scope 1 and 2 greenhouse gas emissions, emitters' historic trajectories. Corporate issuers falling within the bottom 20% of the investment universe (i.e. climate laggards) based on the ESG Credit App were also excluded from the portfolio.

Additionally, sovereign issuers of green bonds, social bonds and other eligible securities were subjected to tests based on their political liberties and/or corruption.

When deploying funds to sustainable investments, the Investment Managers applied additional qualitative assessment (based on internal research or on external third-party opinion) of the issuer's and of the projects' DNSH eligibility.

### ***How were the indicators for adverse impacts on sustainability factors taken into account?***

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Managers as proxies for adverse impact. The Investment Managers performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments.

While assessing eligible green and social bonds, the Investment Managers reviewed and documented the materiality of the relevant PAIs for the project and how the project's implementation affected the issuer's overall PAIs outlook.

For example, while investing in a green bond whose use of proceeds targeted development of renewable energy sources, (e.g., solar/PV panels), the Investment Managers ascertained that financed projects reduced exposure to PAIs linked to greenhouse gas emissions.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

For bonds issued by sovereign countries, the Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights were not applicable to such investments.

For bonds issued by corporate issuers, the sustainable investments were aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

Alignment was monitored using data from MSCI and ISS. Breaches identified by these service providers were flagged in the investment compliance system for subsequent investigation by the Investment Managers. Where due diligence proved that the issuer was not aligned with OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, it was deemed un-investible.

*The EU Taxonomy sets out a “do no significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

PAI indicators were considered for the purpose of:

- Identifying best-in-class issuers;
- Restricting Fund's investable universe;
- Guiding thematic engagement; and
- Applying exclusions.

Identifying best-in-class issuers

The Fund sought exposure to bonds issued by corporates and sovereigns deemed by the Investment Managers to be Environmental Champions. Environmental champions were identified using two proprietary ESG rankings:

- The EETI ranked sovereign issuers using various data points that included energy efficiency, natural capital conservation, renewable energy performance, greenhouse gas intensity (emissions normalized by gross domestic product, CO<sub>2</sub>e/GDP); and
- The ESG Credit App ranked corporate issuers by their greenhouse gas emissions and greenhouse gas intensity using various data points such as Scope 1 and 2 greenhouse gas emissions, emitters' historic trajectories.

Restricting Fund's investable universe

Sovereign issuers falling within the bottom 20% of the investment universe based on the EETI and corporate issuers falling within the bottom 20% of the investment universe (i.e. climate laggards) based on the ESG Credit App were also excluded from the portfolio.

Guiding thematic engagement

The Investment Managers are on target with their commitment to engage on a calendar year basis with 5% of holdings which were considered as underperformers in terms of their aggregate exposure to applicable mandatory PAIs metrics.

Applying exclusions

The Fund also considered UNGC violations, exposure to controversial weapons and activities negatively affecting biodiversity for the purpose of applying specific ESG exclusions. The Fund also excluded from its portfolio issuers subject to social violations as referred to in international treaties and conventions, United Nations principles, and, where applicable, national law.

The average of the PAI metrics is based on 30 September 2023, 31 December 2023, 31 March 2024 and 30 June 2024.

| PAI indicators                                   | Unit of measurement            | Value     | Coverage |
|--------------------------------------------------|--------------------------------|-----------|----------|
| GHG Emissions: Scope 1 EUR                       | tCO <sub>2</sub> e             | 6,672.71  | 28.92%   |
| Benchmark GHG Emissions: Scope 1 EUR             | tCO <sub>2</sub> e             | 161.29    | 21.60%   |
| GHG Emissions: Scope 2 EUR                       | tCO <sub>2</sub> e             | 1,966.11  | 28.92%   |
| Benchmark GHG Emissions: Scope 2 EUR             | tCO <sub>2</sub> e             | 27.12     | 21.60%   |
| GHG Emissions: Scope 3 Est EUR                   | tCO <sub>2</sub> e             | 69,976.61 | 28.92%   |
| Benchmark GHG Emissions: Scope 3 Est EUR         | tCO <sub>2</sub> e             | 1,116.36  | 21.59%   |
| GHG Emissions: Scope 1 & 2 EUR                   | tCO <sub>2</sub> e             | 8,638.82  | 28.92%   |
| Benchmark GHG Emissions: Scope 1 & 2 EUR         | tCO <sub>2</sub> e             | 188.41    | 21.60%   |
| GHG Emissions: Total Emissions Est EUR           | tCO <sub>2</sub> e             | 78,615.43 | 28.92%   |
| Benchmark GHG Emissions: Total Emissions Est EUR | tCO <sub>2</sub> e             | 1,304.76  | 21.60%   |
| Carbon Footprint 1&2 EUR                         | tCO <sub>2</sub> e/M€ invested | 16.76     | 28.92%   |
| Benchmark Carbon Footprint 1&2 EUR               | tCO <sub>2</sub> e/M€ invested | 66.46     | 21.60%   |
| Carbon Footprint Est EUR                         | tCO <sub>2</sub> e/M€ invested | 153.02    | 28.92%   |
| Benchmark Carbon Footprint Est EUR               | tCO <sub>2</sub> e/M€ invested | 460.70    | 21.60%   |

| PAI indicators                                                         | Unit of measurement         | Value  | Coverage |
|------------------------------------------------------------------------|-----------------------------|--------|----------|
| GHG Intensity 1&2 EUR                                                  | tCO2e/M€ revenue            | 30.40  | 41.54%   |
| Benchmark GHG Intensity 1&2 EUR                                        | tCO2e/M€ revenue            | 75.22  | 34.46%   |
| GHG Intensity Est EUR                                                  | tCO2e/M€ revenue            | 549.74 | 41.54%   |
| Benchmark GHG Intensity Est EUR                                        | tCO2e/M€ revenue            | 966.18 | 34.46%   |
| Exposure to companies active in the fossil fuel sector.                | Percentage of Fund invested | 2.08%  | 41.11%   |
| Benchmark Exposure to companies active in the fossil fuel sector.      | Percentage of Fund invested | 2.82%  | 33.27%   |
| Share of non-renewable energy consumption and production.              | Percentage of Fund invested | 69.40% | 34.71%   |
| Benchmark Share of non-renewable energy consumption and production.    | Percentage of Fund invested | 65.16% | 23.69%   |
| Energy consumption intensity: Agriculture EUR                          | GWh per Million € sales     | 0.00   | 22.11%   |
| Benchmark Energy consumption intensity: Agriculture EUR                | GWh per Million € sales     | 0.00   | 21.97%   |
| Energy consumption intensity: Mining EUR                               | GWh per Million € sales     | 0.00   | 22.11%   |
| Benchmark Energy consumption intensity: Mining EUR                     | GWh per Million € sales     | 3.50   | 21.97%   |
| Energy consumption intensity: Manufacturing EUR                        | GWh per Million € sales     | 0.07   | 22.46%   |
| Benchmark Energy consumption intensity: Manufacturing EUR              | GWh per Million € sales     | 0.00   | 21.97%   |
| Energy consumption intensity: Electricity EUR                          | GWh per Million € sales     | 1.87   | 22.52%   |
| Benchmark Energy consumption intensity: Electricity EUR                | GWh per Million € sales     | 2.43   | 21.97%   |
| Energy consumption intensity: Water EUR                                | GWh per Million € sales     | 0.00   | 22.11%   |
| Benchmark Energy consumption intensity: Water EUR                      | GWh per Million € sales     | 3.34   | 21.97%   |
| Energy consumption intensity: Construction EUR                         | GWh per Million € sales     | 0.16   | 22.34%   |
| Benchmark Energy consumption intensity: Construction EUR               | GWh per Million € sales     | 0.16   | 21.97%   |
| Energy consumption intensity: Trade and Vehicles EUR                   | GWh per Million € sales     | 0.00   | 22.11%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR         | GWh per Million € sales     | 0.35   | 21.97%   |
| Energy consumption intensity: Transportation and Storage EUR           | GWh per Million € sales     | 0.18   | 22.11%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR | GWh per Million € sales     | 0.53   | 21.97%   |
| Energy consumption intensity: Real Estate EUR                          | GWh per Million € sales     | 0.00   | 22.11%   |
| Benchmark Energy consumption intensity: Real Estate EUR                | GWh per Million € sales     | 0.56   | 21.97%   |
| Activities negatively affecting biodiversity-sensitive areas           | Percentage of Fund invested | 0.00%  | 41.16%   |
| Benchmark Activities negatively affecting biodiversity-sensitive areas | Percentage of Fund invested | 1.26%  | 60.96%   |
| Emissions to water EUR                                                 | Metric Tons EUR             | 0.00   | 0.00%    |
| Benchmark Emissions to water EUR                                       | Metric Tons EUR             | 1.04   | 0.23%    |
| Hazardous waste EUR                                                    | Metric Tons EUR             | 0.22   | 13.98%   |
| Benchmark Hazardous waste EUR                                          | Metric Tons EUR             | 6.10   | 10.50%   |

| PAI indicators                                                                                                                                                   | Unit of measurement                        | Value  | Coverage |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------|----------|
| Violations of UNGC principles and OECD Guidelines                                                                                                                | Percentage of Fund invested                | 0.00%  | 42.43%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested                | 0.14%  | 34.14%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises.           | Percentage of Fund invested                | 4.44%  | 41.11%   |
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested                | 5.44%  | 33.27%   |
| Unadjusted gender pay gap                                                                                                                                        | Percentage of Fund invested                | 15.48% | 19.95%   |
| Benchmark Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested                | 15.59% | 13.19%   |
| Board gender diversity                                                                                                                                           | Average percentage of female board members | 40.39% | 41.11%   |
| Benchmark Board gender diversity                                                                                                                                 | Average percentage of female board members | 38.96% | 27.72%   |
| Exposure to controversial weapons                                                                                                                                | Percentage of Fund invested                | 0.00%  | 41.11%   |
| Benchmark Exposure to controversial weapons                                                                                                                      | Percentage of Fund invested                | 0.00%  | 33.47%   |
| GHG Intensity of investee countries EUR                                                                                                                          | tCO2e/M€ revenue                           | 245.36 | 43.22%   |
| Benchmark GHG Intensity of investee countries EUR                                                                                                                | tCO2e/M€ revenue                           | 218.64 | 57.24%   |
| Investee countries subject to social violations                                                                                                                  | Count of Countries in Fund                 | 0.00   | 43.22%   |
| Benchmark Investee countries subject to social violations                                                                                                        | Count of Countries in Fund                 | 1.00   | 57.24%   |





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                            | Sector           | % of Assets | Country        |
|----------------------------------------------------------------|------------------|-------------|----------------|
| Spain Government Bond 3.55% 10/31/2033 144A REG S              | Government bonds | 6.70%       | Spain          |
| United Kingdom Gilt .875% 07/31/2033 REG S                     | Government bonds | 4.57%       | United Kingdom |
| European Union 2.75% 02/04/2033 REG S                          | Government bonds | 4.54%       | Supranational  |
| Bundesrepublik Deutschland Bundesanleihe 1.8% 08/15/2053 REG S | Government bonds | 4.05%       | Germany        |
| Nykredit Realkredit AS 5% 10/01/2053 REG S                     | Financials       | 3.23%       | Denmark        |
| Franklin Sustainable Euro Green Bond UCITS ETF                 | Financials       | 2.58%       | European Union |
| European Union 07/04/2035 REG S                                | Government bonds | 2.24%       | Supranational  |
| European Union 02/04/2037 REG S                                | Government bonds | 2.18%       | Supranational  |
| Nykredit Realkredit AS 3.5% 04/01/2053 REG S                   | Financials       | 2.15%       | Denmark        |
| Bundesobligation 1.3% 10/15/2027 REG S                         | Government bonds | 1.93%       | Germany        |
| Kingdom of Belgium Government Bond 3.3% 06/22/2054 144A REG S  | Government bonds | 1.90%       | Belgium        |
| Bundesrepublik Deutschland Bundesanleihe 08/15/2030 REG S      | Government bonds | 1.83%       | Germany        |
| Nykredit Realkredit AS 4% 10/01/2053 REG S                     | Financials       | 1.70%       | Denmark        |
| State of the Grand-Duchy of Luxembourg 3% 03/02/2033 REG S     | Government bonds | 1.65%       | Luxembourg     |
| Bundesobligation 10/10/2025 REG S                              | Government bonds | 1.64%       | Germany        |



## What was the proportion of sustainability-related investments?

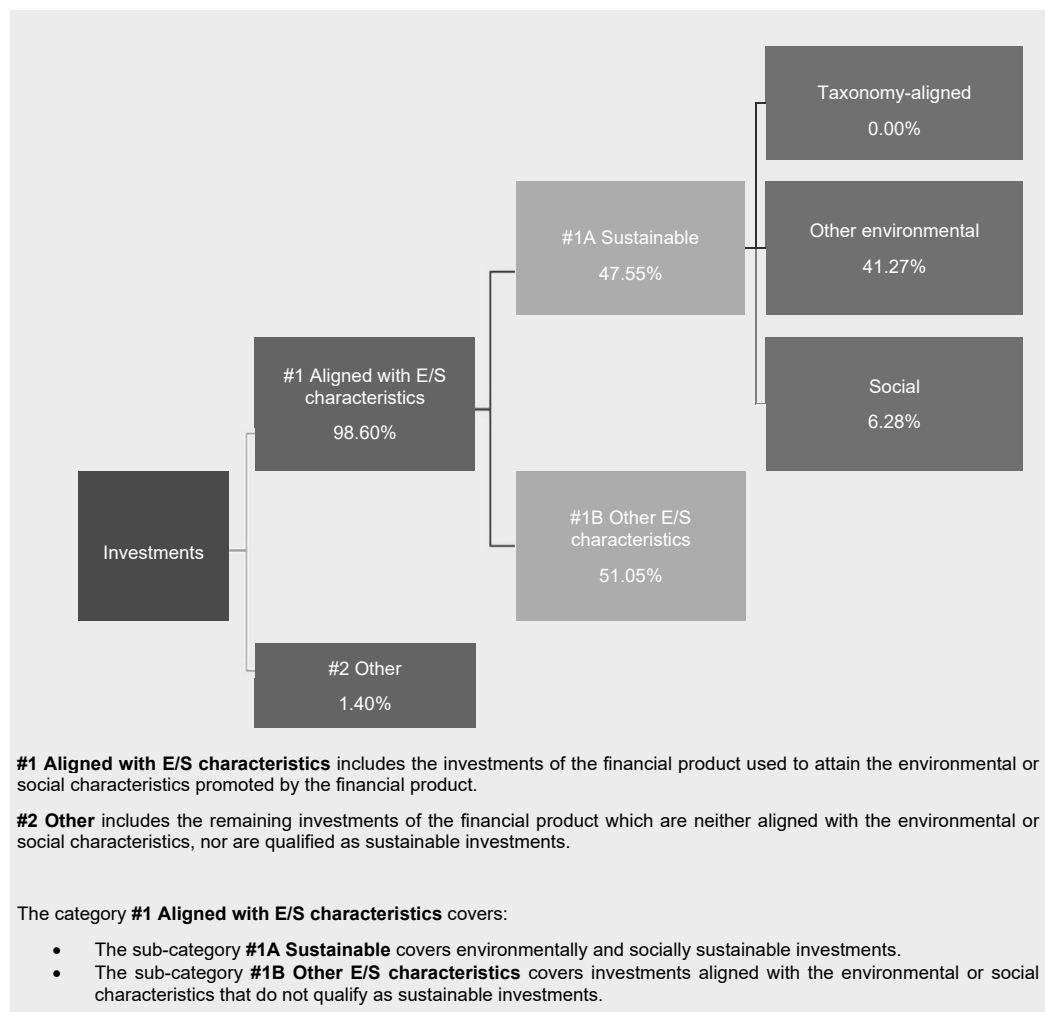
The proportion of sustainable investments was 47.55%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

98.60% of the Fund's portfolio was aligned with the environmental and/or social characteristics promoted by the Fund. The remaining portion (1.40%) was not aligned with the promoted characteristics and consisted primarily of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, and derivatives held for hedging purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 47.55% of its portfolio in sustainable investments.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                             | % of Assets |
|----------------------------------------|-------------|
| Government bonds                       | 55.90%      |
| Financials                             | 27.90%      |
| Industrials                            | 3.88%       |
| Utilities                              | 3.39%       |
| Health Care                            | 2.06%       |
| Consumer Staples                       | 1.85%       |
| Communication Services                 | 1.66%       |
| Real Estate                            | 0.88%       |
| Consumer Discretionary                 | 0.70%       |
| Information Technology                 | 0.23%       |
| Materials                              | 0.17%       |
| Top sub-sector                         | % of Assets |
| Government bonds                       | 55.90%      |
| Banks                                  | 16.54%      |
| Financial Services                     | 5.63%       |
| Insurance                              | 4.66%       |
| Electric Utilities                     | 2.63%       |
| Diversified Telecommunication Services | 1.57%       |
| Capital Markets                        | 1.07%       |
| Health Care Equipment & Supplies       | 0.97%       |
| Construction & Engineering             | 0.92%       |
| Real Estate Management & Development   | 0.88%       |
| Consumer Staples Distribution & Retail | 0.84%       |
| Building Products                      | 0.62%       |
| Industrial Conglomerates               | 0.56%       |
| Life Sciences Tools & Services         | 0.54%       |
| Machinery                              | 0.52%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

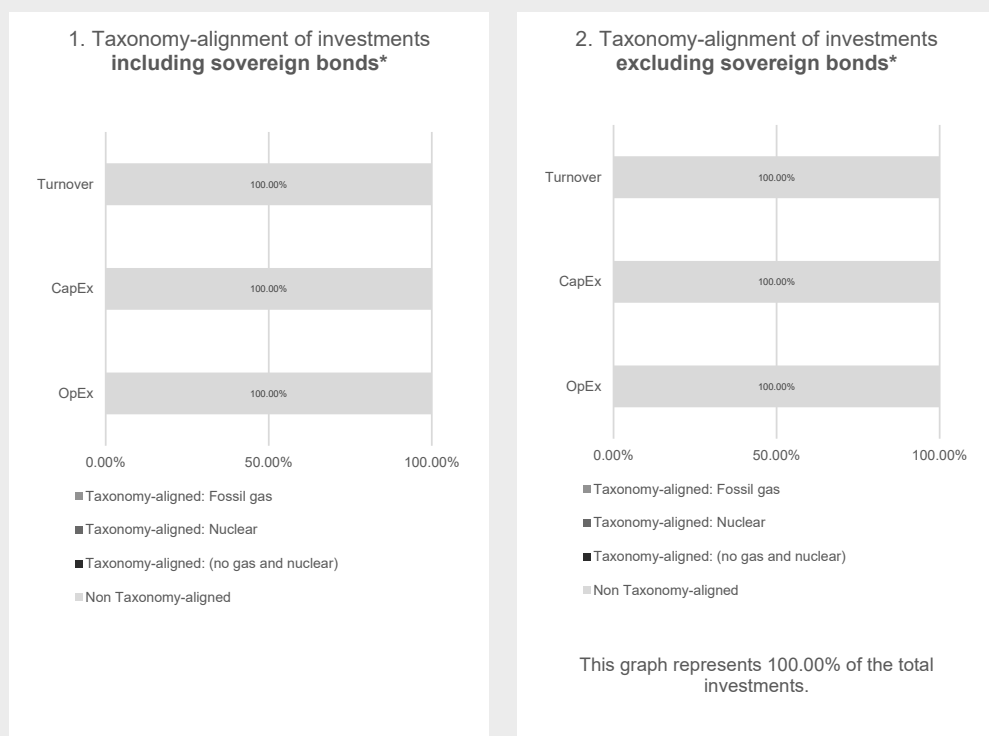
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective not aligned with the EU Taxonomy was 41.27%.

- **What was the share of socially sustainable investments?**

The share of socially sustainable investments was 6.28%

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 1.40% and included cash held for the purposes of servicing the day-to-day requirements of the Fund, and derivatives for hedging purposes, for which there were no minimum environmental or social safeguards.

Investments under “#2 Other” also included derivatives instruments which were used by the Fund for hedging purposes. The pre-contractual disclosure of the Fund will be amended at the next prospectus update to clarify this fact. For the avoidance of doubt, derivatives were not used by the Fund to promote E/S characteristics.



## **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Investment Managers employed a variety of techniques to meet the environmental and social characteristics promoted by the Fund, while adhering to the binding elements of the investment strategy. These techniques, enumerated subsequently, comprise a synthesis of IT applications, qualitative and quantitative analysis, and interactions with diverse stakeholders, among others. Through the implementation of these techniques, the Fund has successfully fulfilled its pledged environmental and social characteristics.

1. The Fund allocated part of its net assets to sustainable investments through ‘use of proceeds’ instruments, funding projects with positive environmental or social impacts. The Investment Managers evaluated each security against the applicable requirements, and the thorough process ensured that only verified bonds have been classified as sustainable investments.
2. The Investment Manager used proprietary ESG IT solutions (including the ESG Credit Application and the Energy and Environmental Transition Index (EETI)) which identified the issuers falling within the bottom 20% of their peer groups based on GHG emissions which are then excluded from the investment universe.
3. The Fund did not invest in issuers that violated its exclusions. Using internal and external resources like MSCI and Sustainalytics, the manager also assessed issuers’ involvement in controversial business practices and/or adverse economic activities. This process ensured pre-trade exclusion of ineligible issuers and post-trade monitoring for any violation of the Fund’s exclusions, prompting timely divestment if needed and under the conditions specified in the pre-contractual disclosure of the Fund.
4. In order to meet its commitment to engage (on a calendar year basis) with the 5% of holdings which are considered as underperformers in terms of their PAIs metrics, the Investment Managers engaged with the identified issuers by using the following methods:
  - 1:1 meetings: The Investment Managers discussed sustainability topics, controversies, and encouraged proactive remedies, addressed risks and opportunities, including biodiversity protection, GHG emissions reduction, and gender pay gap.
  - Written communications: The Investment Managers sent letters and questionnaires on material topics, such as fossil fuel financing activities, to promote environmental and social business activities and facilitate better informed investment decisions.
  - In-person meetings: The Investment Managers engaged with stakeholders at conferences, sharing best practices in sustainable investing.



## **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Euro Short Duration Bond Fund (the “Fund”)

Legal Entity Identifier: 549300WUQJDZB0YAUO10



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 38.65% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund has been successful in promoting all set environmental and social characteristics, the list below presents degree of success for each of the following characteristics:

(i) reduction of greenhouse gas (GHG) emissions and (ii) energy conservation:

In order to promote energy conservation and the reduction of GHG emissions, the Investment Managers sought exposure to, what they termed, Environmental Champions. An "Environmental Champion" is an issuer ranked within the top 20% of its peer group based on certain environmental factors (for further details, please see the pre-contractual disclosure of the Fund). At the end of the reporting period, the Fund's average allocation to Environmental Champions stood at 30.78% of its net asset value (NAV).

Moreover, issuers falling within the bottom 20% of their peer group by the proprietary tools were removed from the investable universe. Additionally, the Fund also refrained from investing in issuers where exposure to fossil fuel extraction or energy production from fossil fuels exceeded the Investment Managers' acceptable limit (as described in the Fund's pre-contractual disclosure: e.g., any company, which derives more than 5% of its revenues from thermal coal extraction is deemed not investable).

Furthermore, during the reference period, the average greenhouse gas (GHG) intensity of the investee companies (Scope1,2,3) for the Fund was 1,023.86 while for the benchmark it was 1,130.10. The Scope 1 and 2 GHG intensity for the Fund was 34.42, compared to 74.30 for the benchmark.

Additionally, the average GHG intensity of the investee countries for the Fund was marginally lower than the benchmark, where average GHG intensity for the Fund was 217.61, while the benchmark was 217.70.

To further promote these characteristics, the Investment Managers engaged with both sovereign and corporate issuers.

(iii) biodiversity protection:

In order to support biodiversity protection, the Fund avoided investments in issuers that had a negative impact on biodiversity sensitive areas. At the time of disclosure, the Fund had 0% share of investments in investee companies with sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas (Principal Adverse Impact ("PAI") indicator 7).

Additionally, the Investment Managers promoted good practices in terms of biodiversity protection. This has taken various forms, such as leading webinars with various stakeholders, including asset managers, government representatives, corporate issuers and financial institutions. Such meetings with various public entities help to further raise awareness among entities about their possible

impact on biodiversity-sensitive areas. This includes evaluating the location of their operations, determining the presence of any endangered flora or fauna, and ensuring that their activities do not harm such areas. Additionally, these meetings support the advocacy of issuing of green 'use of proceeds' instruments, where eligible categories will focus on the environmentally sustainable management of living natural resources and land use and/or terrestrial and aquatic biodiversity conservation projects.

(iv) alignment with the international business conduct principles and fundamental political freedoms:

Over the review period, the Fund maintained alignment with the international business conduct principles, observing the United Nations Global Compact (UNGC) principles, United Nations Guiding Principles on Business and Human Rights and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises. During the reference period, the Fund had 0% share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (PAI indicator 10). Overall, the Fund avoided investments in issuers that had not adhered to aforementioned standards.

On the sovereign side the Fund promoted alignment with the fundamental political freedoms. Accordingly, it refrained from investing in countries that are ranked as "Not Free" by the recognised think tank Freedom House. Taking this exclusion a step further, this Fund only invested in those countries, or regions within countries, that were awarded the highest Freedom House Index score of "Free". Additionally, the Fund avoided investments in issuers that are countries subject to social violations as referred in international treaties and conventions. During the reference period, the Fund had 0% share of investments in investee countries subject to social violations (absolute number), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law (PAI indicator 16).

Additionally, the Fund pursued a secondary objective of:

(v) responsible solid and water waste management and (vi) development of circular economy:

The Investment Managers promoted responsible solid and water waste management and development of circular economy through engagement and investment in 'use of proceeds' instruments with eligible projects, including but not limited to pollution prevention and control projects, sustainable water and wastewater management or eco-efficient and/or circular economy adapted products, production technologies and processes.

(vii) reduction of gender pay gap and/or increase of board gender diversity:

The Investment Managers promoted the reduction of gender pay gap and increase of board gender diversity through engagement and investment in 'use of proceeds' instruments

In terms of related PAI metrics, the average board gender diversity of the corporate part of the Fund's portfolio was 41.71%, compared to 38.65% for the benchmark. The average unadjusted gender pay gap of investee companies was 18.85% for the Fund and 16.13% for the benchmark.

Although the Fund is not committing to have a Fund level PAIs better than its benchmark, the Investment Managers regards the average outperformance of PAI indicator 13 compared to the benchmark as a favourable contribution towards promoting social characteristics, and the quality of PAI indicator 12 data remains sparse and disproportionate, as differences in data transparency are largely country dependent. Therefore, the Investment Managers hopes that the implementation of new disclosure regulations along with proactive direct engagement would improve these aspects.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

## ● How did the sustainability indicators perform?

- Exposure to the principle adverse impacts (the "PAIs") indicators compared to the benchmark Bloomberg Euro Aggregate (1-3Yr) Index. Please refer to the values displayed in the section "How did this financial product consider principal adverse impacts on sustainability factors?" which represent the performance of the indicators as of the reference period.

| Sustainability KPI Name                                                                                                                                                                                                                                                                                                                       | Value  |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| Percentage of investments in green bonds                                                                                                                                                                                                                                                                                                      | 32.83% |
| Percentage of investments in social bonds                                                                                                                                                                                                                                                                                                     | 5.76%  |
| Percentage of investments in sustainability bonds                                                                                                                                                                                                                                                                                             | 0.06%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions")                                                                                                                                                                                                                                            | 30.78% |
| Percentage of investment in issuers having exposure to, or tying with excluded sectors (securities where the percentage of revenues from excluded sectors rose above limits mandated by prospectus following original purchase, triggering a plan to divest the securities in due time, taking into account the Shareholders' best interests) | 0.16%  |
| The number of issuers with which the Investment Managers engaged                                                                                                                                                                                                                                                                              | 142.00 |

## ● ... And compared to previous periods?

Please note that due to a change in methodology, some sustainability indicators from this reference period (Environmental Champions, percentage of investment in green, social and sustainable bonds and PAI) are based on the average of the quarter end, whereas the previous reference period only reflects values as at the last day of the end of the fiscal year (30 June 2023).

In the current reference period that concluded on 30 June 2024, the Fund has notably increased its average allocation in sustainable investment compared to the previous reference period. As of 30 June 2023, the exposure to green bonds was at 18.42%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 32.83%. In case of social bonds, as of 30 June 2023, the exposure was at 2.88%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 5.76%.

Overall, the percentage of investment in green, social and sustainable bonds as of 30 June 2023 was 21.52%, while the average allocation increased to 38.65% in the fiscal year ending 30 June 2024.

As of 30 June 2023, the exposure to Environmental Champions was at 36.20%, while throughout the fiscal year ending on 30 June 2024, the average allocation dropped to 30.78%. While the average percentage of investments in Environmental Champions has declined, the Fund's corporate GHG intensity still remains below the benchmark.

At the end of the previous reference period, the Fund had 0.76% exposure to the excluded sectors and additional exclusions detailed in the pre-contractual disclosure of the Fund. Securities where the percentage of revenues from excluded sectors rose above limits mandated by prospectus following original purchase, which triggered a plan to divest the securities in due time, taking into account the Shareholders' best interests and they were sold.

At the end of the current reference period, the Fund had 0.16% exposure to additional exclusions due to position reclassified as so-called Environmental Laggard, which occurred on the last business day of June, which was the end of the current reference period, and the Investment Managers will divest from such security as soon as reasonably possible, taking into account best interest of the Shareholders and at the latest by the binding date in the pre-contractual disclosure. Apart from this, the Fund had no additional exposure to the excluded sectors and additional exclusions detailed in the pre-contractual disclosure of the Fund.

During both reference periods, the Investment Managers were very active in the field of sustainability engagement. This is highlighted by the fact that more than 70 issuers were engaged in the previous reference period, and the Investment Managers have continued to expand its engagement efforts, resulting in 142 issuers being engaged in the current reference period.

Note: Benchmark PAI 1 or financed emissions is not comparable for benchmark analysis. There is calculation bias in the "investor stake" ratio (investment market value/ EVIC) as the inputs are from different data sources (Factset BDF and MSCI ESG), creating mismatch in valuation date as well as measurement unit mismatch. Benchmark PAI 1 metrics as of 30 June 2023 have been adjusted since the prior reporting of the Fund.

| Sustainability KPI Name                                                                                                                                                                                                                                                                                                                       | Sustainability KPI historical comparison |        |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                                                                                                                                                                                                                                                               | 2024                                     | 2023   |
|                                                                                                                                                                                                                                                                                                                                               | Value                                    | Value  |
| Percentage of investments in green bonds                                                                                                                                                                                                                                                                                                      | 32.83%                                   | 18.42% |
| Percentage of investments in social bonds                                                                                                                                                                                                                                                                                                     | 5.76%                                    | 2.88%  |
| Percentage of investments in sustainability bonds                                                                                                                                                                                                                                                                                             | 0.06%                                    | 0.22%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions")                                                                                                                                                                                                                                            | 30.78%                                   | 36.20% |
| Percentage of investment in issuers having exposure to, or tying with excluded sectors (securities where the percentage of revenues from excluded sectors rose above limits mandated by prospectus following original purchase, triggering a plan to divest the securities in due time, taking into account the Shareholders' best interests) | 0.16%                                    | 0.76%  |
| The number of issuers with which the Investment Managers engaged                                                                                                                                                                                                                                                                              | 142.00                                   | 74.00  |

| PAI indicators                           | Unit of measurement | PAI historical comparison |          |           |          |
|------------------------------------------|---------------------|---------------------------|----------|-----------|----------|
|                                          |                     | 2024                      |          | 2023      |          |
|                                          |                     | Value                     | Coverage | Value     | Coverage |
| GHG Emissions: Scope 1 EUR               | tCO2e               | 6,744.07                  | 37.29%   | 4,123.31  | 42.31%   |
| Benchmark GHG Emissions: Scope 1 EUR     | tCO2e               | 51.57                     | 28.47%   | 48.77     | 27.83%   |
| GHG Emissions: Scope 2 EUR               | tCO2e               | 1,785.32                  | 37.29%   | 1,919.28  | 42.31%   |
| Benchmark GHG Emissions: Scope 2 EUR     | tCO2e               | 7.88                      | 28.47%   | 7.58      | 27.83%   |
| GHG Emissions: Scope 3 Est EUR           | tCO2e               | 83,148.49                 | 37.29%   | 66,854.01 | 42.31%   |
| Benchmark GHG Emissions: Scope 3 Est EUR | tCO2e               | 366.33                    | 28.45%   | 381.55    | 27.73%   |
| GHG Emissions: Scope 1 & 2 EUR           | tCO2e               | 8,529.38                  | 37.29%   | 6,042.58  | 42.31%   |



|                                                                     |                             | PAI historical comparison |          |           |          |
|---------------------------------------------------------------------|-----------------------------|---------------------------|----------|-----------|----------|
|                                                                     |                             | 2024                      |          | 2023      |          |
| PAI indicators                                                      | Unit of measurement         | Value                     | Coverage | Value     | Coverage |
| Benchmark GHG Emissions: Scope 1 & 2 EUR                            | tCO2e                       | 59.45                     | 28.47%   | 56.35     | 27.83%   |
| GHG Emissions: Total Emissions Est EUR                              | tCO2e                       | 91,677.87                 | 37.29%   | 72,896.59 | 42.31%   |
| Benchmark GHG Emissions: Total Emissions Est EUR                    | tCO2e                       | 425.78                    | 28.47%   | 437.90    | 27.83%   |
| Carbon Footprint 1&2 EUR                                            | tCO2e/M€ invested           | 14.22                     | 37.29%   | 13.45     | 42.31%   |
| Benchmark Carbon Footprint 1&2 EUR                                  | tCO2e/M€ invested           | 64.43                     | 28.47%   | 66.97     | 27.83%   |
| Carbon Footprint Est EUR                                            | tCO2e/M€ invested           | 161.44                    | 37.29%   | 162.25    | 42.31%   |
| Benchmark Carbon Footprint Est EUR                                  | tCO2e/M€ invested           | 462.23                    | 28.47%   | 520.47    | 27.83%   |
| GHG Intensity 1&2 EUR                                               | tCO2e/M€ revenue            | 34.42                     | 59.26%   | 34.97     | 57.31%   |
| Benchmark GHG Intensity 1&2 EUR                                     | tCO2e/M€ revenue            | 74.30                     | 42.42%   | 67.27     | 41.89%   |
| GHG Intensity Est EUR                                               | tCO2e/M€ revenue            | 1,023.86                  | 59.26%   | 595.88    | 57.31%   |
| Benchmark GHG Intensity Est EUR                                     | tCO2e/M€ revenue            | 1,130.10                  | 42.42%   | 817.28    | 41.89%   |
| Exposure to companies active in the fossil fuel sector.             | Percentage of Fund invested | 2.76%                     | 56.59%   | 2.42%     | 54.46%   |
| Benchmark Exposure to companies active in the fossil fuel sector.   | Percentage of Fund invested | 3.39%                     | 40.59%   | 3.14%     | 40.25%   |
| Share of non-renewable energy consumption and production.           | Percentage of Fund invested | 60.33%                    | 45.31%   | 64.01%    | 51.79%   |
| Benchmark Share of non-renewable energy consumption and production. | Percentage of Fund invested | 64.38%                    | 30.07%   | 64.33%    | 36.65%   |
| Energy consumption intensity: Agriculture EUR                       | GWh per Million € sales     | 0.00                      | 30.18%   | 0.00      | 38.46%   |
| Benchmark Energy consumption intensity: Agriculture EUR             | GWh per Million € sales     | 0.00                      | 27.38%   | 0.00      | 26.50%   |
| Energy consumption intensity: Mining EUR                            | GWh per Million € sales     | 0.00                      | 30.18%   | 0.00      | 38.46%   |

|                                                                        |                         | PAI historical comparison |          |       |          |
|------------------------------------------------------------------------|-------------------------|---------------------------|----------|-------|----------|
|                                                                        |                         | 2024                      |          | 2023  |          |
| PAI indicators                                                         | Unit of measurement     | Value                     | Coverage | Value | Coverage |
| Benchmark Energy consumption intensity: Mining EUR                     | GWh per Million € sales | 5.11                      | 27.38%   | 1.32  | 26.50%   |
| Energy consumption intensity: Manufacturing EUR                        | GWh per Million € sales | 0.21                      | 31.17%   | 0.28  | 38.46%   |
| Benchmark Energy consumption intensity: Manufacturing EUR              | GWh per Million € sales | 0.00                      | 27.38%   | 0.53  | 26.50%   |
| Energy consumption intensity: Electricity EUR                          | GWh per Million € sales | 1.18                      | 30.81%   | 1.84  | 38.46%   |
| Benchmark Energy consumption intensity: Electricity EUR                | GWh per Million € sales | 2.95                      | 27.38%   | 3.40  | 26.50%   |
| Energy consumption intensity: Water EUR                                | GWh per Million € sales | 0.21                      | 30.29%   | 0.00  | 38.46%   |
| Benchmark Energy consumption intensity: Water EUR                      | GWh per Million € sales | 3.38                      | 27.38%   | 3.95  | 26.50%   |
| Energy consumption intensity: Construction EUR                         | GWh per Million € sales | 0.00                      | 30.18%   | 0.00  | 38.46%   |
| Benchmark Energy consumption intensity: Construction EUR               | GWh per Million € sales | 0.14                      | 27.38%   | 0.23  | 26.50%   |
| Energy consumption intensity: Trade and Vehicles EUR                   | GWh per Million € sales | 0.00                      | 30.18%   | 0.00  | 38.46%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR         | GWh per Million € sales | 0.36                      | 27.38%   | 0.26  | 26.50%   |
| Energy consumption intensity: Transportation and Storage EUR           | GWh per Million € sales | 0.09                      | 30.47%   | 0.09  | 38.46%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR | GWh per Million € sales | 0.62                      | 27.38%   | 0.69  | 26.50%   |

|                                                                                                                                                                  |                             | PAI historical comparison |          |        |          |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|---------------------------|----------|--------|----------|
|                                                                                                                                                                  |                             | 2024                      |          | 2023   |          |
| PAI indicators                                                                                                                                                   | Unit of measurement         | Value                     | Coverage | Value  | Coverage |
| Energy consumption intensity: Real Estate EUR                                                                                                                    | GWh per Million € sales     | 0.00                      | 30.18%   | 0.11   | 38.46%   |
| Benchmark Energy consumption intensity: Real Estate EUR                                                                                                          | GWh per Million € sales     | 0.51                      | 27.38%   | 0.37   | 26.50%   |
| Activities negatively affecting biodiversity-sensitive areas                                                                                                     | Percentage of Fund invested | 0.00%                     | 56.77%   | 0.00%  | 54.46%   |
| Benchmark Activities negatively affecting biodiversity-sensitive areas                                                                                           | Percentage of Fund invested | 1.48%                     | 64.97%   | 0.24%  | 39.96%   |
| Emissions to water EUR                                                                                                                                           | Metric Tons EUR             | 0.00                      | 0.00%    | 0.00   | 0.00%    |
| Benchmark Emissions to water EUR                                                                                                                                 | Metric Tons EUR             | 0.99                      | 0.28%    | 0.00   | 0.23%    |
| Hazardous waste EUR                                                                                                                                              | Metric Tons EUR             | 0.18                      | 15.54%   | 0.14   | 13.73%   |
| Benchmark Hazardous waste EUR                                                                                                                                    | Metric Tons EUR             | 7.25                      | 13.70%   | 12.09  | 10.26%   |
| Violations of UNGC principles and OECD Guidelines                                                                                                                | Percentage of Fund invested | 0.00%                     | 59.01%   | 0.00%  | 55.76%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested | 0.20%                     | 41.73%   | 0.59%  | 40.50%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises.           | Percentage of Fund invested | 10.65%                    | 56.59%   | 14.36% | 54.46%   |
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested | 6.12%                     | 40.59%   | 12.49% | 40.25%   |

|                                                           |                                            | PAI historical comparison |          |        |          |
|-----------------------------------------------------------|--------------------------------------------|---------------------------|----------|--------|----------|
|                                                           |                                            | 2024                      |          | 2023   |          |
| PAI indicators                                            | Unit of measurement                        | Value                     | Coverage | Value  | Coverage |
| Unadjusted gender pay gap                                 | Percentage of Fund invested                | 18.85%                    | 23.57%   | 19.96% | 18.86%   |
| Benchmark Unadjusted gender pay gap                       | Percentage of Fund invested                | 16.13%                    | 16.75%   | 17.47% | 12.19%   |
| Board gender diversity                                    | Average percentage of female board members | 41.71%                    | 45.82%   | 41.28% | 49.67%   |
| Benchmark Board gender diversity                          | Average percentage of female board members | 38.65%                    | 35.18%   | 38.05% | 33.91%   |
| Exposure to controversial weapons                         | Percentage of Fund invested                | 0.00%                     | 57.70%   | 0.00%  | 54.46%   |
| Benchmark Exposure to controversial weapons               | Percentage of Fund invested                | 0.00%                     | 40.81%   | 0.00%  | 40.25%   |
| GHG Intensity of investee countries EUR                   | tCO2e/M€ revenue                           | 217.61                    | 34.95%   | N/A    | N/A      |
| Benchmark GHG Intensity of investee countries EUR         | tCO2e/M€ revenue                           | 217.70                    | 50.47%   | N/A    | N/A      |
| Investee countries subject to social violations           | Count of Countries in Fund                 | 0.00                      | 34.95%   | N/A    | N/A      |
| Benchmark Investee countries subject to social violations | Count of Countries in Fund                 | 1.00                      | 50.47%   | N/A    | N/A      |

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The objective of the sustainable investments was, amongst others, to fund and promote either:

- The efficient use of energy, raw materials, water, and land;
- The production of renewable energy;
- The reduction of waste, and greenhouse gas emissions, and lower impact of economic activities on biodiversity;
- The development of a circular economy;
- Tackling inequalities and fostering social cohesion;
- Social integration;
- Good labour relations; or
- Investments in human capital, including disadvantaged communities.

This was achieved by investing in bonds labelled as being green/social or in any other securities whose:

- Proceeds were used on eligible environmental projects;
- Framework adhered to international standards; and
- Issuers that did not significantly harm other environmental and social objectives while demonstrating good governance practices.

The use of proceeds for these bonds was clearly defined and aligned with the objectives above.

Below are some examples of investments made by the Fund that contributed to its sustainable investment objectives. An example of promoting the reduction of GHG emissions and energy conservation through investments in 'use of proceeds' instruments is the green bond from Orsted. In 2023 DKK 18.7 billion was allocated to the 11 projects in renewable energy including offshore and onshore wind farms and solar PV farms. Key projects included the Hornsea 2 offshore wind farm in the UK, which became fully operational in August 2022 and has a capacity of 1.32 GW, enough to power over 1.4 million UK homes. Financed projects support the Paris Agreement and aim to have a transformative impact on the UN Sustainable Development Goals, particularly those focused on affordable and clean energy and climate action. Additionally, the company is committed to

biodiversity conservation, with all new renewable energy projects commissioned from 2030 onwards expected to have a net-positive biodiversity impact, and a ban on landfilling wind turbine blades and solar PV modules.

Another example is a green bond from Bank of Ireland. The framework was designed to support the green transition by financing projects in four categories: Green Buildings & Energy Efficiency (Residential and Commercial), Renewable Energy, and Clean Transportation. The Green Eligible Asset Portfolio includes top energy-efficient residential properties, commercial properties with high BREEAM or LEED certifications, renewable energy generation facilities, and clean transportation operations like electric vehicles. Almost 11,000 projects have been supported through expenditures.

An example of promoting of a lowering negative impact on biodiversity through investments in 'use of proceeds' instruments is the green bond from the Federal Republic of Germany. Through part of the financing, the federal government provided funding for various programmes dedicated to the conservation of biodiversity and the protection of endangered species. The GAK ("Improvement of Agricultural Structures and Coastal Protection") program, co-financed by the federal government and the Länder, supports market- and locally-adapted, environmentally friendly land management, including nature conservation and landscape management, focusing on sustainable practices in arable farming, specialized crop cultivation, or orchards. The federal Programme "Biodiversity" is the Environment Ministry's primary funding tool for biodiversity improvement, focusing on combating insect decline through conservation projects in urban and protected areas, and knowledge dissemination about insects. The "chance.natur" programme supports the creation and conservation of significant natural areas, contributing to the protection of Germany's biodiversity and natural heritage. The "Wilderness Fund" acquires and safeguards forests and moors to fulfil the government's objective of preserving 2% of Germany's land as wilderness areas.

An instance of a bond financing the development of circular economy is the issuance from Suez. The Group is a circular economy model-focused company, operates in all aspects of water management and waste-recovery, including construction, infrastructure operation, recycling, renewable energy production, and digital services. The bond funded, among others, projects in wastewater treatment, including development, construction, operation, extension, renewal, and maintenance of wastewater collection networks and infrastructure for municipal and industrial clients. Another scope included eligible waste-related projects like development, construction, installation, and/or maintenance of waste sorting, processing, recycling, biowaste composting facilities, as well as collection, transport, and transfer of non-hazardous waste, and urban cleaning services.

Additionally, the Investment Managers sourced a unique private placement deal that resulted is the first sovereign gender diversity bond issued by the Republic of Iceland, which advanced objectives of tackling inequalities. The financed projects include increasing the capital contribution to affordable housing for women in a vulnerable position and enhancing parental leave payments. Iceland is recognized as one of the leading nations in gender equality, holding the top spot in the World Economic Forum's Global Gender Gap Index in recent years. Despite these achievements, the country remains committed to attaining complete gender equality and continues to pursue the social and economic upliftment of women across its society. The Investment Managers believe that proceeds from the bond issuance bring further positive impact on women empowerment within the country.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

## ***How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?***

The Investment Managers used proprietary data tools and qualitative research to ensure alignment with the Do No Significant Harm (the "DNSH") principles across the portfolio.

All issuers were monitored using the Principal Adverse Impact Risk App (the "PAI Risk App"). The PAI Risk App used data from various third-party providers to identify issuers involved in harmful economic activities and/or controversies and excluded such issuers from the investment universe.

A second proprietary tool, the Energy and Environmental Transition Index (the "EETI"), ranked the remaining sovereign issuers in the universe according to their greenhouse gas emissions and intensity. Sovereign issuers falling within the bottom 20% of their peer groups based on EETI were excluded from the investment universe. Another tool, ESG Credit App ranked corporate issuers by their greenhouse gas emissions and greenhouse gas intensity using various data points such as Scope 1 and 2 greenhouse gasses emissions, emitters' historic trajectories. Corporate issuers falling within the bottom 20% of the investment universe (i.e. climate laggards) based on the ESG Credit App were also excluded from the portfolio.

Additionally, sovereign issuers of green bonds, social bonds and other eligible securities were subjected to tests based on their political liberties and/or corruption.

When deploying funds to sustainable investments, the Investment Managers applied additional qualitative assessment (based on internal research or on external third-party opinion) of the issuer's and of the projects' DNSH eligibility.

## ***How were the indicators for adverse impacts on sustainability factors taken into account?***

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Managers as proxies for adverse impact. The Investment Managers performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments.

While assessing eligible green and social bonds, the Investment Managers reviewed and documented the materiality of the relevant PAIs for the project and how the project's implementation affected the issuer's overall PAIs outlook.

For example, while investing in a green bond whose use of proceeds targeted development of renewable energy sources, (e.g., solar/PV panels), the Investment Managers ascertained that financed projects reduced exposure to PAIs linked to greenhouse gas emissions.

## Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

For bonds issued by sovereign countries, the Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights were not applicable to such investments.

For bonds issued by corporate issuers, the sustainable investments were aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

Alignment was monitored using data from MSCI. Breaches identified by that service provider were flagged in the investment compliance system for subsequent investigation by the Investment Managers. Where due diligence proved that the issuer was not aligned with OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, it was deemed un-investible.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

PAI indicators were considered for the purpose of:

- Identifying best-in-class issuers;
- Restricting Fund's investable universe;
- Guiding thematic engagement; and
- Applying exclusions.

### Identifying best-in-class issuers

The Fund invested in bonds issued by corporates and sovereigns deemed by the Investment Managers to be Environmental Champions. Environmental champions were identified using two proprietary ESG rankings:

- The EETI ranked sovereign issuers energy efficiency, natural capital conservation, renewable energy performance, including greenhouse gas intensity (emissions normalized by gross domestic product, CO<sub>2</sub>e/GDP); and
- The ESG Credit App ranked corporate issuers by their greenhouse gas emissions and greenhouse gas intensity using various data points such as Scope 1 and 2 greenhouse gas emissions, emitters' historic trajectories.

### Restricting Fund's investable universe

Sovereign issuers falling within the bottom 20% of the investment universe based on the EETI and corporate issuers falling within the bottom 20% of the investment universe (i.e. climate laggards) based on the ESG Credit App were also excluded from the portfolio.

### Guiding thematic engagement

The Investment Managers are on target with their commitment to engage on a calendar year basis with 5% of holdings which were considered as underperformers in terms of their aggregate exposure to applicable mandatory PAIs metrics.

### Applying exclusions

The Fund also considered UNGC violations exposure to controversial weapons and activities negatively affecting biodiversity for the purpose of applying specific ESG exclusions. The Fund also excluded from its portfolio issuers subject to social violations as referred to in international treaties and conventions, United Nations principles, and, where applicable, national law.

| PAI indicators                           | Unit of measurement | Value     | Coverage |
|------------------------------------------|---------------------|-----------|----------|
| GHG Emissions: Scope 1 EUR               | tCO <sub>2</sub> e  | 6,744.07  | 37.29%   |
| Benchmark GHG Emissions: Scope 1 EUR     | tCO <sub>2</sub> e  | 51.57     | 28.47%   |
| GHG Emissions: Scope 2 EUR               | tCO <sub>2</sub> e  | 1,785.32  | 37.29%   |
| Benchmark GHG Emissions: Scope 2 EUR     | tCO <sub>2</sub> e  | 7.88      | 28.47%   |
| GHG Emissions: Scope 3 Est EUR           | tCO <sub>2</sub> e  | 83,148.49 | 37.29%   |
| Benchmark GHG Emissions: Scope 3 Est EUR | tCO <sub>2</sub> e  | 366.33    | 28.45%   |
| GHG Emissions: Scope 1 & 2 EUR           | tCO <sub>2</sub> e  | 8,529.38  | 37.29%   |

| PAI indicators                                                         | Unit of measurement         | Value     | Coverage |
|------------------------------------------------------------------------|-----------------------------|-----------|----------|
| Benchmark GHG Emissions: Scope 1 & 2 EUR                               | tCO2e                       | 59.45     | 28.47%   |
| GHG Emissions: Total Emissions Est EUR                                 | tCO2e                       | 91,677.87 | 37.29%   |
| Benchmark GHG Emissions: Total Emissions Est EUR                       | tCO2e                       | 425.78    | 28.47%   |
| Carbon Footprint 1&2 EUR                                               | tCO2e/M€ invested           | 14.22     | 37.29%   |
| Benchmark Carbon Footprint 1&2 EUR                                     | tCO2e/M€ invested           | 64.43     | 28.47%   |
| Carbon Footprint Est EUR                                               | tCO2e/M€ invested           | 161.44    | 37.29%   |
| Benchmark Carbon Footprint Est EUR                                     | tCO2e/M€ invested           | 462.23    | 28.47%   |
| GHG Intensity 1&2 EUR                                                  | tCO2e/M€ revenue            | 34.42     | 59.26%   |
| Benchmark GHG Intensity 1&2 EUR                                        | tCO2e/M€ revenue            | 74.30     | 42.42%   |
| GHG Intensity Est EUR                                                  | tCO2e/M€ revenue            | 1,023.86  | 59.26%   |
| Benchmark GHG Intensity Est EUR                                        | tCO2e/M€ revenue            | 1,130.10  | 42.42%   |
| Exposure to companies active in the fossil fuel sector.                | Percentage of Fund invested | 2.76%     | 56.59%   |
| Benchmark Exposure to companies active in the fossil fuel sector.      | Percentage of Fund invested | 3.39%     | 40.59%   |
| Share of non-renewable energy consumption and production.              | Percentage of Fund invested | 60.33%    | 45.31%   |
| Benchmark Share of non-renewable energy consumption and production.    | Percentage of Fund invested | 64.38%    | 30.07%   |
| Energy consumption intensity: Agriculture EUR                          | GWh per Million € sales     | 0.00      | 30.18%   |
| Benchmark Energy consumption intensity: Agriculture EUR                | GWh per Million € sales     | 0.00      | 27.38%   |
| Energy consumption intensity: Mining EUR                               | GWh per Million € sales     | 0.00      | 30.18%   |
| Benchmark Energy consumption intensity: Mining EUR                     | GWh per Million € sales     | 5.11      | 27.38%   |
| Energy consumption intensity: Manufacturing EUR                        | GWh per Million € sales     | 0.21      | 31.17%   |
| Benchmark Energy consumption intensity: Manufacturing EUR              | GWh per Million € sales     | 0.00      | 27.38%   |
| Energy consumption intensity: Electricity EUR                          | GWh per Million € sales     | 1.18      | 30.81%   |
| Benchmark Energy consumption intensity: Electricity EUR                | GWh per Million € sales     | 2.95      | 27.38%   |
| Energy consumption intensity: Water EUR                                | GWh per Million € sales     | 0.21      | 30.29%   |
| Benchmark Energy consumption intensity: Water EUR                      | GWh per Million € sales     | 3.38      | 27.38%   |
| Energy consumption intensity: Construction EUR                         | GWh per Million € sales     | 0.00      | 30.18%   |
| Benchmark Energy consumption intensity: Construction EUR               | GWh per Million € sales     | 0.14      | 27.38%   |
| Energy consumption intensity: Trade and Vehicles EUR                   | GWh per Million € sales     | 0.00      | 30.18%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR         | GWh per Million € sales     | 0.36      | 27.38%   |
| Energy consumption intensity: Transportation and Storage EUR           | GWh per Million € sales     | 0.09      | 30.47%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR | GWh per Million € sales     | 0.62      | 27.38%   |
| Energy consumption intensity: Real Estate EUR                          | GWh per Million € sales     | 0.00      | 30.18%   |

| PAI indicators                                                                                                                                                   | Unit of measurement                        | Value  | Coverage |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------|----------|
| Benchmark Energy consumption intensity: Real Estate EUR                                                                                                          | GWh per Million € sales                    | 0.51   | 27.38%   |
| Activities negatively affecting biodiversity-sensitive areas                                                                                                     | Percentage of Fund invested                | 0.00%  | 56.77%   |
| Benchmark Activities negatively affecting biodiversity-sensitive areas                                                                                           | Percentage of Fund invested                | 1.48%  | 64.97%   |
| Emissions to water EUR                                                                                                                                           | Metric Tons EUR                            | 0.00   | 0.00%    |
| Benchmark Emissions to water EUR                                                                                                                                 | Metric Tons EUR                            | 0.99   | 0.28%    |
| Hazardous waste EUR                                                                                                                                              | Metric Tons EUR                            | 0.18   | 15.54%   |
| Benchmark Hazardous waste EUR                                                                                                                                    | Metric Tons EUR                            | 7.25   | 13.70%   |
| Violations of UNGC principles and OECD Guidelines                                                                                                                | Percentage of Fund invested                | 0.00%  | 59.01%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested                | 0.20%  | 41.73%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises.           | Percentage of Fund invested                | 10.65% | 56.59%   |
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested                | 6.12%  | 40.59%   |
| Unadjusted gender pay gap                                                                                                                                        | Percentage of Fund invested                | 18.85% | 23.57%   |
| Benchmark Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested                | 16.13% | 16.75%   |
| Board gender diversity                                                                                                                                           | Average percentage of female board members | 41.71% | 45.82%   |
| Benchmark Board gender diversity                                                                                                                                 | Average percentage of female board members | 38.65% | 35.18%   |
| Exposure to controversial weapons                                                                                                                                | Percentage of Fund invested                | 0.00%  | 57.70%   |
| Benchmark Exposure to controversial weapons                                                                                                                      | Percentage of Fund invested                | 0.00%  | 40.81%   |
| GHG Intensity of investee countries EUR                                                                                                                          | tCO2e/M€ revenue                           | 217.61 | 34.95%   |
| Benchmark GHG Intensity of investee countries EUR                                                                                                                | tCO2e/M€ revenue                           | 217.70 | 50.47%   |
| Investee countries subject to social violations                                                                                                                  | Count of Countries in Fund                 | 0.00   | 34.95%   |
| Benchmark Investee countries subject to social violations                                                                                                        | Count of Countries in Fund                 | 1.00   | 50.47%   |





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                            | Sector           | % of Assets | Country       |
|----------------------------------------------------------------|------------------|-------------|---------------|
| Bundesobligation 10/10/2025 REG S                              | Government bonds | 7.85%       | Germany       |
| Kreditanstalt Fuer Wiederaufbau .01% 05/05/2027 REG S          | Government bonds | 6.16%       | Germany       |
| Bundesobligation 1.3% 10/15/2027 REG S                         | Government bonds | 3.53%       | Germany       |
| Kreditanstalt Fuer Wiederaufbau 06/15/2026 REG S               | Government bonds | 3.34%       | Germany       |
| Spain Government Bond 1.45% 04/30/2029 144A REG S              | Government bonds | 3.30%       | Spain         |
| Denmark Government International Bond 2.5% 11/18/2024 REG S    | Government bonds | 2.86%       | Denmark       |
| Republic of Austria Government Bond 2.9% 05/23/2029 144A REG S | Government bonds | 2.04%       | Austria       |
| Kingdom of Belgium Treasury Bill 01/09/2025 TBLM               | Government bonds | 1.98%       | Belgium       |
| Spain Letras Del Tesoro 01/12/2024 TBLM                        | Government bonds | 1.91%       | Spain         |
| Caisse D'amortissement De La Dette Sociale 02/25/2026 REG S    | Government bonds | 1.62%       | France        |
| Instituto De Credito Oficial 1.3% 10/31/2026 REG S             | Government bonds | 1.40%       | Spain         |
| European Union 11/04/2025 REG S                                | Government bonds | 1.26%       | Supranational |
| German Treasury Bill 01/17/2024 TBLM                           | Government bonds | 1.25%       | Germany       |
| Romanian Government International Bond 5% 09/27/2026 REG S     | Government bonds | 1.15%       | Romania       |
| European Financial Stability Facility .4% 02/17/2025 REG S     | Government bonds | 1.09%       | Supranational |



## What was the proportion of sustainability-related investments?

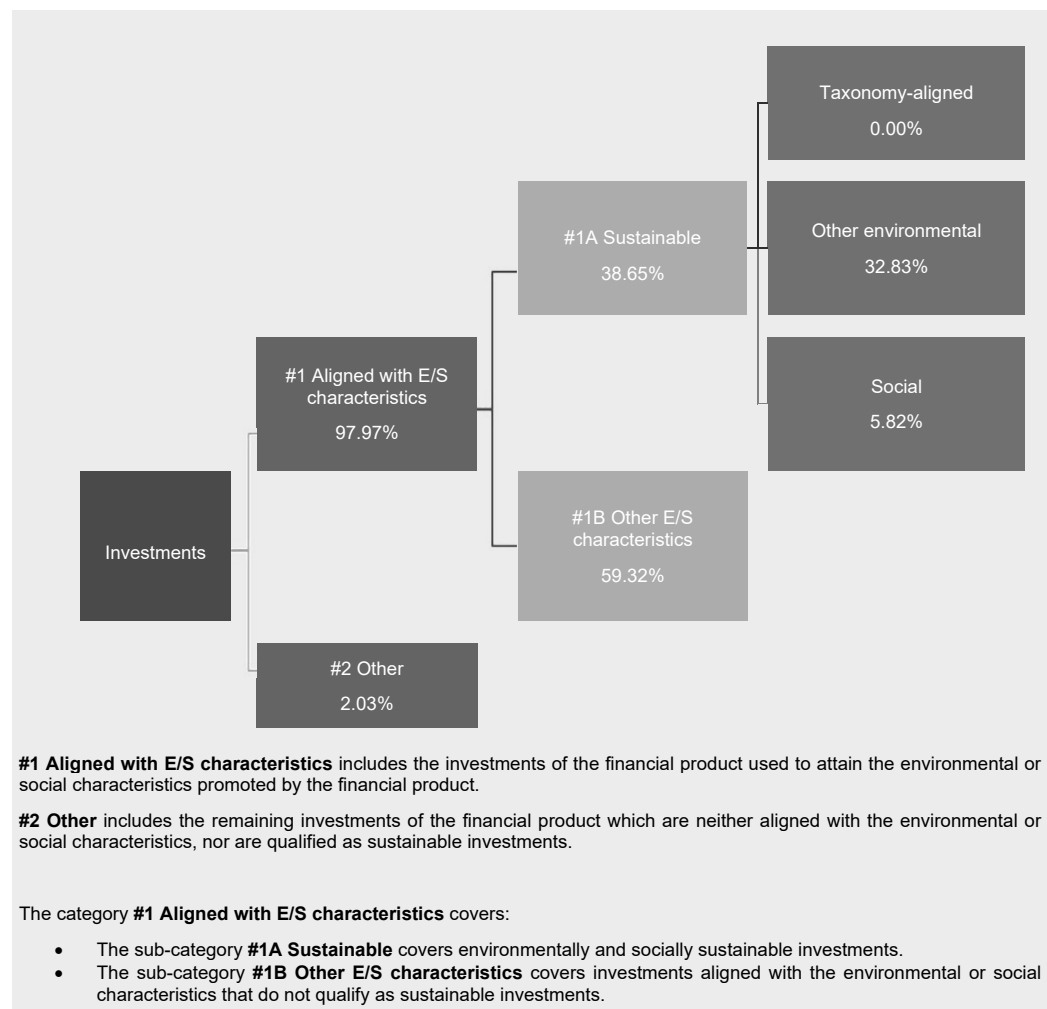
The proportion of sustainable investments was 38.65%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

97.97% of the Fund's portfolio was aligned with the environmental and/or social characteristics promoted by the Fund. The remaining portion (2.03%) was not aligned with the promoted characteristics and consisted primarily of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, and derivatives held for hedging purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 38.65% of its portfolio in sustainable investments.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                             | % of Assets |
|----------------------------------------|-------------|
| Government bonds                       | 51.02%      |
| Financials                             | 29.96%      |
| Utilities                              | 3.48%       |
| Industrials                            | 3.42%       |
| Communication Services                 | 2.52%       |
| Consumer Discretionary                 | 2.43%       |
| Consumer Staples                       | 2.06%       |
| Health Care                            | 2.00%       |
| Real Estate                            | 1.04%       |
| Materials                              | 0.28%       |
| Information Technology                 | 0.13%       |
| Top sub-sector                         | % of Assets |
| Government bonds                       | 51.02%      |
| Banks                                  | 23.50%      |
| Financial Services                     | 2.74%       |
| Insurance                              | 2.54%       |
| Electric Utilities                     | 2.51%       |
| Diversified Telecommunication Services | 1.71%       |
| Automobiles                            | 1.40%       |
| Health Care Equipment & Supplies       | 1.20%       |
| Capital Markets                        | 1.19%       |
| Beverages                              | 1.17%       |
| Automobile Components                  | 0.87%       |
| Ground Transportation                  | 0.75%       |
| Real Estate Management & Development   | 0.73%       |
| Personal Care Products                 | 0.64%       |
| Water Utilities                        | 0.55%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

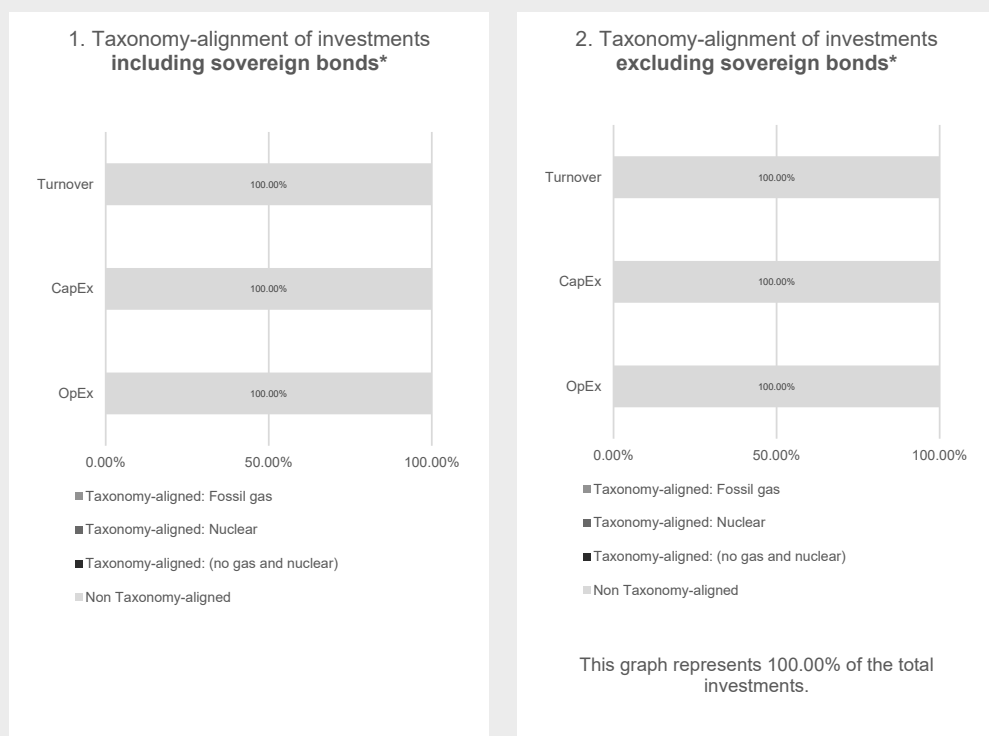
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective not aligned with the EU Taxonomy was 32.83%.

- **What was the share of socially sustainable investments?**

The share of socially sustainable investments was 5.82%

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 2.03% and included cash held for the purposes of servicing the day-to-day requirements of the Fund, and derivatives for hedging purposes, for which there were no minimum environmental or social safeguards.

Investments under “#2 Other” also included derivatives instruments which were used by the Fund for hedging purposes. The pre-contractual disclosure of the Fund will be amended at the next prospectus update to clarify this fact. For the avoidance of doubt, derivatives were not used by the Fund to promote E/S characteristics.



## **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Investment Managers employed a variety of techniques to meet the environmental and social characteristics promoted by the Fund, while adhering to the binding elements of the investment strategy. These techniques, enumerated subsequently, comprise a synthesis of IT applications, qualitative and quantitative analysis, and interactions with diverse stakeholders, among others. Through the implementation of these techniques, the Fund has successfully fulfilled its pledged environmental and social characteristics.

1. The Fund allocated part of its net assets to sustainable investments through ‘use of proceeds’ instruments, funding projects with positive environmental or social impacts. The Investment Managers evaluated each security against the applicable requirements, and the thorough process ensured that only verified bonds have been classified as sustainable investments.
2. The Investment Manager used proprietary ESG IT solutions (including the ESG Credit Application and the Energy and Environmental Transition Index (EETI)) which identified the issuers falling within the bottom 20% of their peer groups based on GHG emissions which are then excluded from the investment universe.
3. The Fund did not invest in issuers that violated its exclusions. Using internal and external resources like MSCI and Sustainalytics, the manager also assessed issuers’ involvement in controversial business practices and/or adverse economic activities. This process ensured pre-trade exclusion of ineligible issuers and post-trade monitoring for any violation of the Fund’s exclusions, prompting timely divestment if needed and under the conditions specified in the pre-contractual disclosure of the Fund.
4. In order to meet its commitment to engage (on a calendar year basis) with the 5% of holdings which are considered as underperformers in terms of their PAIs metrics, the Investment Managers engaged with the identified issuers by using the following methods:
  - 1:1 meetings: The Investment Managers discussed sustainability topics, controversies, and encouraged proactive remedies, addressed risks and opportunities, including biodiversity protection, GHG emissions reduction, and gender pay gap.
  - Written communications: The Investment Managers sent letters and questionnaires on material topics, such as fossil fuel financing activities, to promote environmental and social business activities and facilitate better informed investment decisions.
  - In-person meetings: The Investment Managers engaged with stakeholders at conferences, sharing best practices in sustainable investing.



## **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Genomic Advancements Fund (the "Fund")

Legal Entity Identifier: 2549008AQJB3984XPF72



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## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social ("E/S") characteristics promoted by the Fund were specific to each company and industry in which the Fund operated. These characteristics consisted of inter alia, drug affordability and pricing, diversity and inclusion, employee satisfaction/well-being and/or environmental-related aspects (e.g., reduction of greenhouse gas ("GHG") emissions). Franklin Advisers, Inc. (the Investment Manager) sought to attain these characteristics by excluding certain issuers and sectors considered by the Investment Manager as harmful for the society while favouring issuers with a good environmental, social and governance (the "ESG") profile, as captured by its proprietary ESG methodology.

The Fund allocated 99.17% of its assets to investments aligned with the E/S characteristics.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

The Fund successfully met the E/S characteristics it promoted by not owning companies rated B under the Investment Manager's proprietary criteria, as well as avoiding excluded companies as identified through the Investment Manager's analysis.

| Sustainability KPI Name                                         | Value  |
|-----------------------------------------------------------------|--------|
| The share of companies rated AAA by proprietary ESG methodology | 12.58% |
| The share of companies rated AA by proprietary ESG methodology  | 27.37% |
| The share of companies rated A by proprietary ESG methodology   | 60.05% |
| The share of companies rated B by proprietary ESG methodology   | 0.00%  |

| Sustainability KPI Name                                                                             | Value |
|-----------------------------------------------------------------------------------------------------|-------|
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00% |

● **... And compared to previous periods?**

Not applicable.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 greenhouse gas emissions;
- Scope 1+2 and material Scope 3 greenhouse gas emissions intensity; and
- Board gender diversity.

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs were applicable to the widest range of the Fund's investments and represented the largest opportunity set for engagement.

With regards to greenhouse gas emissions, the Investment Manager was committed to engage with the investee companies to ensure they were establishing and committing to greenhouse gas emissions reductions plans, that are in accord with science based long term goals of net-zero emissions by 2050. The Investment Manager worked with companies to move them up to the scale of committing to align with net zero targets, aligning their emissions with net zero, being aligned to achieve net zero, and reaching net zero emissions. While the Investment Manager understood that, in the short-term, absolute emissions may increase for some companies as they work on transition plans, therefore, the consideration of greenhouse gas emission intensity helped the Investment Manager to monitor that overall companies' greenhouse gas emissions were trending in a direction aligned with greenhouse gas emissions reductions over time.

With regards to board gender diversity, the Investment Manager was committed to engage with the investee companies to ensure their boards are representative of the customers they serve as the Investment Manager believed this helped them to better understand their consumer base, create better products, and ultimately be more efficient companies. Initially, the Investment Manager worked to identify companies that did not have board gender diversity and set time-based thresholds for drafting a plan to increase board gender diversity. The Investment Manager believed it is reasonable to increase the acceptable level of board gender diversity over time and engaged with companies that were laggards relative to their industry peers.

For the above PAIs, the Investment Manager initially baselined the portfolio and investee companies and looked to drive improvement on both fronts over time through engagement. The Fund was engaged with investee companies to set and follow science-based emissions reductions targets and sought to follow a portfolio coverage approach, with increasing weight in companies that have achieved net zero greenhouse gas emissions, were aligned with net zero or are aligning. The goal for the portfolio is to achieve 100% in these categories by 2040. For board gender diversity, the Fund engaged with all companies that lacked any gender diversity with

an expectation for them to develop at minimum a plan to increase board gender diversity within 18 months. The Investment Manager intends to increase the expectations of board gender diversity over time. Consequences of a lack of improvement on these measures for investee companies eventually include divestment if the Investment Manager does not see a path for improvement.

Finally, the Fund excluded companies that produce or distribute controversial weapons or who failed to comply with the United Nations Global Compact Principles (the "UNGC Principles") without positive outlook for remediation.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is - 2024-03-25 - 2024-06-30.

| Largest investments                            | Sector                 | % of Assets | Country        |
|------------------------------------------------|------------------------|-------------|----------------|
| MEDPACE HOLDINGS, INC.                         | Health Care            | 7.31%       | United States  |
| VERTEX PHARMACEUTICALS INCORPORATED            | Health Care            | 5.07%       | United States  |
| REGENERON PHARMACEUTICALS, INC.                | Health Care            | 4.93%       | United States  |
| ELI LILLY AND COMPANY                          | Health Care            | 4.57%       | United States  |
| DANAHER CORPORATION                            | Health Care            | 4.42%       | United States  |
| Krystal Biotech Inc                            | Health Care            | 4.35%       | United States  |
| NATERA, INC.                                   | Health Care            | 2.99%       | United States  |
| BRUKER CORPORATION                             | Health Care            | 2.91%       | United States  |
| SAMSUNG BIOLOGICS CO.,LTD.                     | Health Care            | 2.89%       | South Korea    |
| ASTRAZENECA PLC                                | Health Care            | 2.51%       | United Kingdom |
| IONIS PHARMACEUTICALS, INC.                    | Health Care            | 2.42%       | United States  |
| THERMO FISHER SCIENTIFIC INC.                  | Health Care            | 2.41%       | United States  |
| CHARLES RIVER LABORATORIES INTERNATIONAL, INC. | Health Care            | 2.35%       | United States  |
| CADENCE DESIGN SYSTEMS, INC.                   | Information Technology | 2.33%       | United States  |
| THERMO FISHER SCIENTIFIC INCORPORATED          | Health Care            | 2.33%       | United States  |





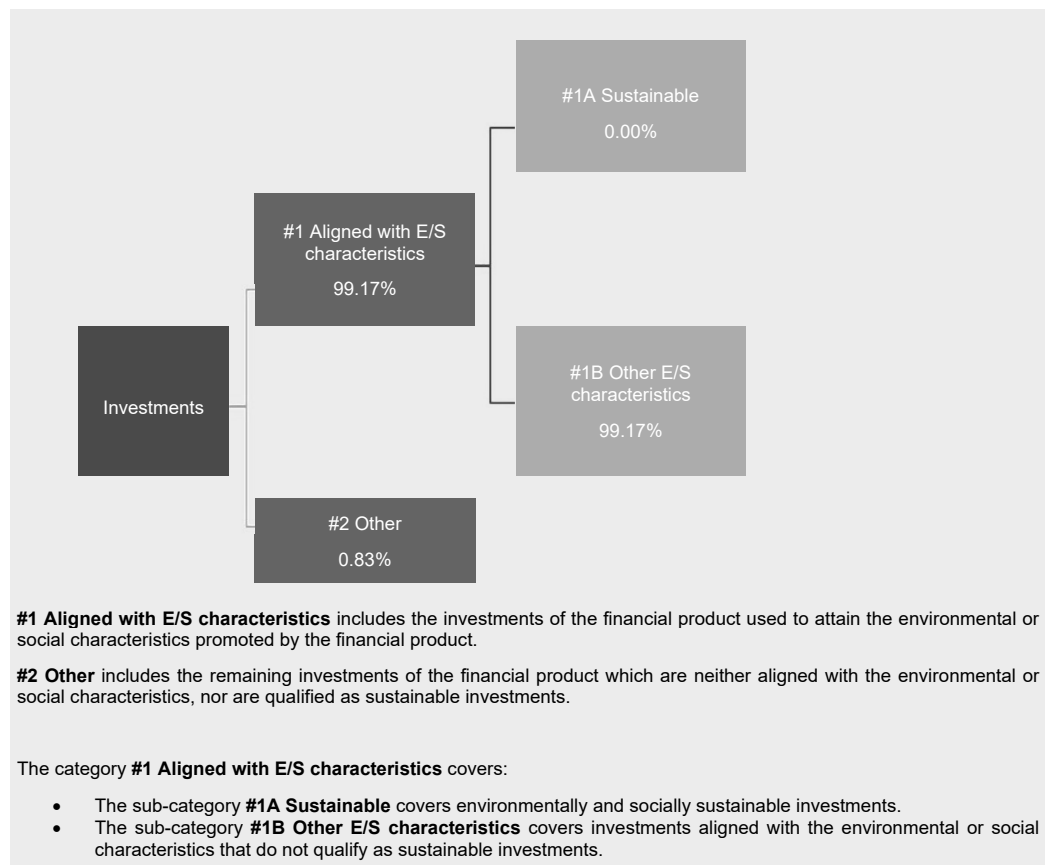
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

99.17% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (0.83%) was not aligned with the promoted characteristics and consisted primarily of liquid assets which were held for the purposes of servicing the day-to-day requirements of the Fund or issuers for which there was no ESG rating.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                       | % of Assets |
|----------------------------------|-------------|
| Health Care                      | 94.40%      |
| Information Technology           | 2.33%       |
| Materials                        | 2.15%       |
| Real Estate                      | 0.29%       |
| Top sub-sector                   | % of Assets |
| Biotechnology                    | 43.55%      |
| Life Sciences Tools & Services   | 40.80%      |
| Pharmaceuticals                  | 8.24%       |
| Software                         | 2.33%       |
| Chemicals                        | 2.15%       |
| Health Care Providers & Services | 1.00%       |
| Health Care Technology           | 0.80%       |
| Health Care REITs                | 0.29%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

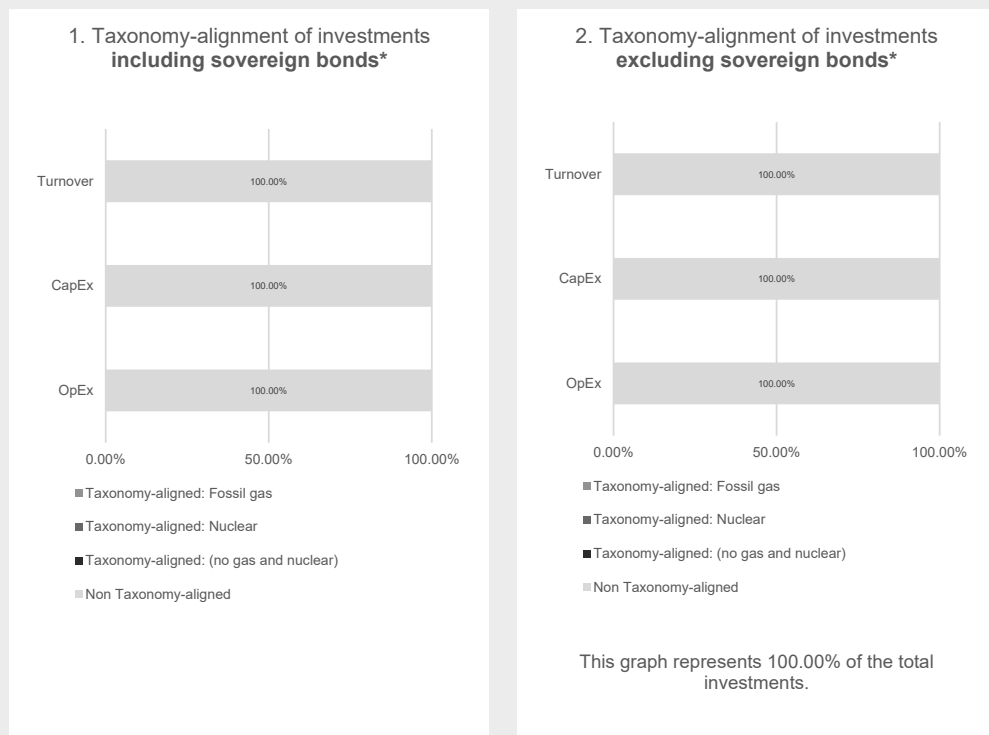
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 0.83% and included liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, for which there were no minimum environmental or social safeguards. It also included issuers for which there was no ESG rating.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

Through its ESG analysis, the Investment Manager identified companies that would be excluded under the binding criteria and avoided investing in them. The Fund did not invest in companies that, according to the Investment Manager’s analysis:

- Seriously violate the UNGC Principles (without positive perspective). For that purpose, the Fund did not invest in companies which the Investment Manager assessed as fail under the UNGC Principles;
- Generate more than 10% of revenue from the production and/or distribution of weapons;
- Are 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, cluster munitions and nuclear weapons);
- Manufacture tobacco or tobacco products or those that derive more than 5% of their revenue from such products;
- Generate more than 10% of their revenue from thermal coal extraction or coal-based power generation.

For companies where engagement was applicable related to specific PAIs the Investment Manager initiated engagements, encouraging, amongst others, companies to set targets for emissions reductions in line with the Paris Agreement or to improve the gender diversity of the board. The Investment Manager believes that given the timeframe from engagement companies should have additional time to begin implementing improvement plans before undertaking additional steps, including divestment.

Finally, the Investment Manager did make use of its proprietary ESG rating methodology. This rating assigned to issuers by the Investment Manager comprises four grades: AAA (best in class/very good), AA (good), A (fair) and B (needs improvement). Based on this proprietary framework, the Fund did not invest in companies that were rated B.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Global Aggregate Bond Fund (the “Fund”)

Legal Entity Identifier: 4S11SQ65Q40D8JWP8C65



**FRANKLIN  
TEMPLETON**

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ **YES**

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ **NO**

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 17.89% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social characteristics promoted by the Fund varied by the composition of the portfolio and included the reduction of greenhouse gas emissions, energy conservation, biodiversity protection, responsible solid and water waste management, alignment with international business conduct principles, and/or board gender diversity. Franklin Templeton Investment Management Limited and Franklin Advisers, Inc. (the "Investment Managers") sought to attain these characteristics by:

- Avoiding investments in issuers that were lagging in the transition to a low-carbon economy; and
- Implementing negative screens as part of its investment process, as further detailed in the section 'What investment strategy does this financial product follow?' of Fund's pre-contractual disclosure.

Moreover, the Fund had a minimum allocation of 5% of its portfolio to sustainable investments in economic activities that contributed to environmental objectives and a minimum allocation of 1% of its portfolio to sustainable investments in economic activities that contributed to social objectives. The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

### How did the sustainability indicators perform?

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

- Exposure to the principle adverse impacts (the "PAIs") indicators compared to the benchmark Bloomberg Euro-Aggregate: Corporates Index. Please refer to the values displayed in the section "How did this financial product consider principal adverse impacts on sustainability factors?" which represent the performance of the indicators as of the reference period.
- The list of issuers, with which the Investment Managers engaged between 1st July 2023-15th January 2024:  
1. China Development Bank 2. Morgan Stanley 3. Republic of Italy

| Sustainability KPI Name                                                                            | Value  |
|----------------------------------------------------------------------------------------------------|--------|
| Percentage of investments in green bonds                                                           | 16.28% |
| Percentage of investments in social bonds                                                          | 1.61%  |
| Percentage of investments in sustainability bonds                                                  | 0.00%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions") | 32.45% |

| Sustainability KPI Name                                                                | Value |
|----------------------------------------------------------------------------------------|-------|
| Percentage of investment in issuers having exposure to, or tying with excluded sectors | 0.00% |

### ● ... And compared to previous periods?

The Fund was liquidated mid-reference period.

Note: Benchmark PAI 1 or financed emissions is not comparable for benchmark analysis. There is calculation bias in the "investor stake" ratio (investment market value/ EVIC) as the inputs are from different data sources (Factset BDF and MSCI ESG), creating mismatch in valuation date as well as measurement unit mismatch. Benchmark PAI 1 metrics as of 30 June 2023 have been adjusted since the prior reporting of the Fund.

| Sustainability KPI Name                                                                            | Sustainability KPI historical comparison |        |
|----------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                    | 2024                                     | 2023   |
| Sustainability KPI Name                                                                            | Value                                    | Value  |
| Percentage of investments in green bonds                                                           | 16.28%                                   | 10.46% |
| Percentage of investments in social bonds                                                          | 1.61%                                    | 2.00%  |
| Percentage of investments in sustainability bonds                                                  | 0.00%                                    | 0.00%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions") | 32.45%                                   | 32.00% |
| Percentage of investment in issuers having exposure to, or tying with excluded sectors             | 0.00%                                    | 1.96%  |

|                                                  |                     | PAI historical comparison |          |          |          |
|--------------------------------------------------|---------------------|---------------------------|----------|----------|----------|
|                                                  |                     | 2024                      |          | 2023     |          |
| PAI indicators                                   | Unit of measurement | Value                     | Coverage | Value    | Coverage |
| GHG Emissions: Scope 1 EUR                       | tCO2e               | 16.45                     | 30.14%   | 22.23    | 36.64%   |
| Benchmark GHG Emissions: Scope 1 EUR             | tCO2e               | 658.82                    | 18.84%   | 660.48   | 18.92%   |
| GHG Emissions: Scope 2 EUR                       | tCO2e               | 13.88                     | 30.14%   | 16.79    | 36.64%   |
| Benchmark GHG Emissions: Scope 2 EUR             | tCO2e               | 116.24                    | 18.84%   | 115.40   | 18.92%   |
| GHG Emissions: Scope 3 Est EUR                   | tCO2e               | 426.54                    | 30.14%   | 438.76   | 36.64%   |
| Benchmark GHG Emissions: Scope 3 Est EUR         | tCO2e               | 4,503.16                  | 18.83%   | 4,760.43 | 18.87%   |
| GHG Emissions: Scope 1 & 2 EUR                   | tCO2e               | 30.32                     | 30.14%   | 39.02    | 36.64%   |
| Benchmark GHG Emissions: Scope 1 & 2 EUR         | tCO2e               | 775.06                    | 18.84%   | 775.88   | 18.92%   |
| GHG Emissions: Total Emissions Est EUR           | tCO2e               | 456.86                    | 30.14%   | 477.78   | 36.64%   |
| Benchmark GHG Emissions: Total Emissions Est EUR | tCO2e               | 5,278.22                  | 18.84%   | 5,536.31 | 18.92%   |
| Carbon Footprint 1&2 EUR                         | tCO2e/M€ invested   | 8.85                      | 30.14%   | 11.36    | 36.64%   |

|                                                                     |                             | PAI historical comparison |          |          |          |
|---------------------------------------------------------------------|-----------------------------|---------------------------|----------|----------|----------|
|                                                                     |                             | 2024                      |          | 2023     |          |
| PAI indicators                                                      | Unit of measurement         | Value                     | Coverage | Value    | Coverage |
| Benchmark Carbon Footprint 1&2 EUR                                  | tCO2e/M€ invested           | 65.64                     | 18.84%   | 66.28    | 18.92%   |
| Carbon Footprint Est EUR                                            | tCO2e/M€ invested           | 132.81                    | 30.14%   | 139.12   | 36.64%   |
| Benchmark Carbon Footprint Est EUR                                  | tCO2e/M€ invested           | 447.77                    | 18.84%   | 472.96   | 18.92%   |
| GHG Intensity 1&2 EUR                                               | tCO2e/M€ revenue            | 28.15                     | 31.98%   | 35.87    | 40.93%   |
| Benchmark GHG Intensity 1&2 EUR                                     | tCO2e/M€ revenue            | 183.37                    | 30.40%   | 167.62   | 30.31%   |
| GHG Intensity Est EUR                                               | tCO2e/M€ revenue            | 814.12                    | 31.98%   | 919.92   | 40.93%   |
| Benchmark GHG Intensity Est EUR                                     | tCO2e/M€ revenue            | 1,314.82                  | 30.40%   | 1,152.03 | 30.31%   |
| Exposure to companies active in the fossil fuel sector.             | Percentage of Fund invested | 1.87%                     | 31.98%   | 1.94%    | 40.93%   |
| Benchmark Exposure to companies active in the fossil fuel sector.   | Percentage of Fund invested | 2.95%                     | 28.80%   | 3.10%    | 28.82%   |
| Share of non-renewable energy consumption and production.           | Percentage of Fund invested | 79.21%                    | 16.28%   | 66.95%   | 24.12%   |
| Benchmark Share of non-renewable energy consumption and production. | Percentage of Fund invested | 68.17%                    | 14.98%   | 69.07%   | 20.87%   |
| Energy consumption intensity: Agriculture EUR                       | GWh per Million € sales     | 0.00                      | 19.09%   | 0.00     | 24.00%   |
| Benchmark Energy consumption intensity: Agriculture EUR             | GWh per Million € sales     | 1.16                      | 13.89%   | 2.83     | 16.67%   |
| Energy consumption intensity: Mining EUR                            | GWh per Million € sales     | 0.00                      | 19.09%   | 0.00     | 24.00%   |
| Benchmark Energy consumption intensity: Mining EUR                  | GWh per Million € sales     | 2.33                      | 13.89%   | 1.94     | 16.67%   |
| Energy consumption intensity: Manufacturing EUR                     | GWh per Million € sales     | 1.15                      | 19.09%   | 1.34     | 24.00%   |
| Benchmark Energy consumption intensity:                             | GWh per Million € sales     | 0.51                      | 13.89%   | 0.75     | 16.67%   |

|                                                                        |                             | PAI historical comparison |          |       |          |
|------------------------------------------------------------------------|-----------------------------|---------------------------|----------|-------|----------|
|                                                                        |                             | 2024                      |          | 2023  |          |
| PAI indicators                                                         | Unit of measurement         | Value                     | Coverage | Value | Coverage |
| Manufacturing EUR                                                      |                             |                           |          |       |          |
| Energy consumption intensity: Electricity EUR                          | GWh per Million € sales     | 1.22                      | 19.09%   | 2.03  | 24.00%   |
| Benchmark Energy consumption intensity: Electricity EUR                | GWh per Million € sales     | 8.22                      | 13.89%   | 8.32  | 16.67%   |
| Energy consumption intensity: Water EUR                                | GWh per Million € sales     | 0.00                      | 19.09%   | 0.00  | 24.00%   |
| Benchmark Energy consumption intensity: Water EUR                      | GWh per Million € sales     | 2.01                      | 13.89%   | 1.97  | 16.67%   |
| Energy consumption intensity: Construction EUR                         | GWh per Million € sales     | 0.00                      | 19.09%   | 0.00  | 24.00%   |
| Benchmark Energy consumption intensity: Construction EUR               | GWh per Million € sales     | 0.32                      | 13.89%   | 0.28  | 16.67%   |
| Energy consumption intensity: Trade and Vehicles EUR                   | GWh per Million € sales     | 0.03                      | 19.09%   | 0.01  | 24.00%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR         | GWh per Million € sales     | 0.26                      | 13.89%   | 0.12  | 16.67%   |
| Energy consumption intensity: Transportation and Storage EUR           | GWh per Million € sales     | 1.45                      | 19.09%   | 1.63  | 24.00%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR | GWh per Million € sales     | 2.59                      | 13.89%   | 2.96  | 16.67%   |
| Energy consumption intensity: Real Estate EUR                          | GWh per Million € sales     | 0.31                      | 19.09%   | 0.32  | 24.00%   |
| Benchmark Energy consumption intensity: Real Estate EUR                | GWh per Million € sales     | 0.59                      | 13.89%   | 0.50  | 16.67%   |
| Activities negatively affecting                                        | Percentage of Fund invested | 0.00%                     | 31.98%   | 0.00% | 40.93%   |



|                                                                                                                                                                  |                                            | PAI historical comparison |          |        |          |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|---------------------------|----------|--------|----------|
|                                                                                                                                                                  |                                            | 2024                      |          | 2023   |          |
| PAI indicators                                                                                                                                                   | Unit of measurement                        | Value                     | Coverage | Value  | Coverage |
| biodiversity-sensitive areas                                                                                                                                     |                                            |                           |          |        |          |
| Benchmark Activities negatively affecting biodiversity-sensitive areas                                                                                           | Percentage of Fund invested                | 0.07%                     | 28.84%   | 0.08%  | 28.82%   |
| Emissions to water EUR                                                                                                                                           | Metric Tons EUR                            | 0.00                      | 0.00%    | 0.00   | 0.00%    |
| Benchmark Emissions to water EUR                                                                                                                                 | Metric Tons EUR                            | 0.98                      | 0.09%    | 199.87 | 0.15%    |
| Hazardous waste EUR                                                                                                                                              | Metric Tons EUR                            | 0.29                      | 4.77%    | 0.08   | 8.09%    |
| Benchmark Hazardous waste EUR                                                                                                                                    | Metric Tons EUR                            | 9.25                      | 4.93%    | 8.80   | 5.79%    |
| Violations of UNGC principles and OECD Guidelines                                                                                                                | Percentage of Fund invested                | 0.00%                     | 33.97%   | 0.00%  | 40.93%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested                | 0.14%                     | 29.19%   | 0.17%  | 29.00%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises.           | Percentage of Fund invested                | 20.08%                    | 31.98%   | 24.28% | 40.93%   |
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested                | 15.04%                    | 28.80%   | 15.23% | 28.82%   |
| Unadjusted gender pay gap                                                                                                                                        | Percentage of Fund invested                | 15.00%                    | 5.49%    | 15.87% | 6.32%    |
| Benchmark Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested                | 18.53%                    | 5.67%    | 18.79% | 5.64%    |
| Board gender diversity                                                                                                                                           | Average percentage of female board members | 35.97%                    | 32.13%   | 34.70% | 36.64%   |
| Benchmark Board gender diversity                                                                                                                                 | Average percentage of                      | 34.43%                    | 22.34%   | 34.27% | 22.26%   |

|                                                           |                             | PAI historical comparison |          |       |          |
|-----------------------------------------------------------|-----------------------------|---------------------------|----------|-------|----------|
|                                                           |                             | 2024                      |          | 2023  |          |
| PAI indicators                                            | Unit of measurement         | Value                     | Coverage | Value | Coverage |
|                                                           | female board members        |                           |          |       |          |
| Exposure to controversial weapons                         | Percentage of Fund invested | 0.00%                     | 35.77%   | 0.00% | 40.93%   |
| Benchmark Exposure to controversial weapons               | Percentage of Fund invested | 0.09%                     | 29.02%   | 0.10% | 28.82%   |
| GHG Intensity of investee countries EUR                   | tCO2e/M€ revenue            | 327.21                    | 58.62%   | N/A   | N/A      |
| Benchmark GHG Intensity of investee countries EUR         | tCO2e/M€ revenue            | 365.20                    | 54.55%   | N/A   | N/A      |
| Investee countries subject to social violations           | Count of Countries in Fund  | 0.00                      | 58.62%   | N/A   | N/A      |
| Benchmark Investee countries subject to social violations | Count of Countries in Fund  | 2.00                      | 54.55%   | N/A   | N/A      |

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The objective of the sustainable investments was, amongst others, to fund and promote either:

- The efficient use of energy, raw materials, water, and land;
- The production of renewable energy;
- The reduction of waste, and greenhouse gas emissions, and lower impact of economic activities on biodiversity;
- The development of a circular economy;
- Tackling inequalities and fostering social cohesion;
- Social integration;
- Good labour relations; or
- Investments in human capital, including disadvantaged communities.

The Fund's sustainable investments included a minimum allocation of 5% of its portfolio to sustainable investments in economic activities that contributed to environmental objectives.

This was achieved by investing in bonds labelled as being green or in any other securities whose:

- Proceeds were used on eligible environmental projects;
- Framework adhered to international standards (including but not limited to, the International Capital Market Association (the "ICMA") Green Bond Principles, future European Union Green Bond Standard (the "EU GBS")); and
- Issuers that did not significantly harm other environmental and social objectives while demonstrating good governance practices.

The use of proceeds for these bonds was clearly defined and aligned with the objectives above.

Additionally, the Fund committed to include a minimum allocation of 1% of its portfolio to sustainable social activities. This was achieved by investing in bonds labelled as being social or in any other securities, whose:

- Proceeds were used on eligible social projects;
- Framework adhered to international standards (including but not limited to, ICMA Social Bond Principles); and
- Issuers that did not significantly harm other environmental and social objectives while demonstrating good governance practices.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Investment Managers used proprietary data tools and qualitative research to ensure alignment with the Do No Significant Harm (the "DNSH") principles across the portfolio.

Principal adverse impacts are the most significant negative impacts of investment decisions on

sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

All issuers were monitored using the Principal Adverse Impact Risk App (the "PAI Risk App"). The PAI Risk App used data from various third-party providers to identify issuers involved in harmful economic activities and/or controversies and excluded such issuers from the investment universe.

A second proprietary tool, the Energy and Environmental Transition Index (the "EETI"), ranked the remaining sovereign issuers in the universe according to their greenhouse gas emissions and intensity. Sovereign issuers falling within the bottom 20% of their peer groups based on EETI were excluded from the investment universe. Another tool, ESG Credit App ranked corporate issuers by their greenhouse gas emissions and greenhouse gas intensity using various data points such as Scope 1 and 2 greenhouse gasses emissions, emitters' historic trajectories. Corporate issuers falling within the bottom 20% of the investment universe (i.e. climate laggards) based on the ESG Credit App were also excluded from the portfolio.

Additionally, sovereign issuers were subjected to tests based on their political liberties and/or corruption.

When deploying funds to sustainable investments, the Investment Managers applied additional qualitative assessment (based on internal research or on external third-party opinion) of the issuer's and of the projects' DNSH eligibility.

### **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Managers as proxies for adverse impact. The Investment Managers performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments.

While assessing eligible green and social bonds, the Investment Managers reviewed and documented the materiality of the relevant PAIs for the project and how the project's implementation affected the issuer's overall PAIs outlook.

For example, while investing in a green bond whose use of proceeds targeted development of renewable energy sources, (e.g., solar/PV panels), the Investment Managers ascertained that financed projects reduced exposure to PAIs linked to greenhouse gas emissions.

### **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

For bonds issued by sovereign countries, the Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights were not applicable to such investments.

For bonds issued by corporate issuers, the sustainable investments were aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

Alignment was monitored using data from MSCI and ISS. Breaches identified by these service providers were flagged in the investment compliance system for subsequent investigation by the Investment Managers. Where due diligence proved that the issuer was not aligned with OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, it was deemed un-investible.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

PAI indicators were considered for the purpose of:

- Identifying best-in-class issuers;
- Restricting Fund's investable universe;
- Guiding thematic engagement; and
- Applying exclusions.

Identifying best-in-class issuers

The Fund sought exposure to bonds issued by corporates and sovereigns deemed by the Investment Managers to be Environmental Champions. Environmental Champions were identified using two proprietary ESG rankings:

- The EETI ranked sovereign issuers using various data points that included energy efficiency, natural capital conservation, renewable energy performance, using various data points, including greenhouse gas intensity (emissions normalized by gross domestic product, CO2e/GDP); and
- The ESG Credit App ranked corporate issuers by their greenhouse gas emissions and greenhouse gas intensity using various data points such as Scope 1 and 2 greenhouse gasses emissions, emitters' historic trajectories.

Restricting Fund's investable universe

Sovereign issuers falling within the bottom 20% of the investment universe based on the EETI and corporate issuers falling within the bottom 20% of the investment universe (i.e. climate laggards) based on the ESG Credit App were also excluded from the portfolio.

Guiding thematic engagement

The Investment Managers are on target with their commitment to engage on a calendar year basis with 5% of holdings which were considered as underperformers in terms of their aggregate exposure to applicable mandatory PAIs metrics.

Applying exclusions

The Fund also considered UNGC violations and exposure to controversial weapons for the purpose of applying specific ESG exclusions.

PAI metrics are an average as of 29 September 2023 and 29 December 2023.

| PAI indicators                                                      | Unit of measurement         | Value    | Coverage |
|---------------------------------------------------------------------|-----------------------------|----------|----------|
| GHG Emissions: Scope 1 EUR                                          | tCO2e                       | 16.45    | 30.14%   |
| Benchmark GHG Emissions: Scope 1 EUR                                | tCO2e                       | 658.82   | 18.84%   |
| GHG Emissions: Scope 2 EUR                                          | tCO2e                       | 13.88    | 30.14%   |
| Benchmark GHG Emissions: Scope 2 EUR                                | tCO2e                       | 116.24   | 18.84%   |
| GHG Emissions: Scope 3 Est EUR                                      | tCO2e                       | 426.54   | 30.14%   |
| Benchmark GHG Emissions: Scope 3 Est EUR                            | tCO2e                       | 4,503.16 | 18.83%   |
| GHG Emissions: Scope 1 & 2 EUR                                      | tCO2e                       | 30.32    | 30.14%   |
| Benchmark GHG Emissions: Scope 1 & 2 EUR                            | tCO2e                       | 775.06   | 18.84%   |
| GHG Emissions: Total Emissions Est EUR                              | tCO2e                       | 456.86   | 30.14%   |
| Benchmark GHG Emissions: Total Emissions Est EUR                    | tCO2e                       | 5,278.22 | 18.84%   |
| Carbon Footprint 1&2 EUR                                            | tCO2e/M€ invested           | 8.85     | 30.14%   |
| Benchmark Carbon Footprint 1&2 EUR                                  | tCO2e/M€ invested           | 65.64    | 18.84%   |
| Carbon Footprint Est EUR                                            | tCO2e/M€ invested           | 132.81   | 30.14%   |
| Benchmark Carbon Footprint Est EUR                                  | tCO2e/M€ invested           | 447.77   | 18.84%   |
| GHG Intensity 1&2 EUR                                               | tCO2e/M€ revenue            | 28.15    | 31.98%   |
| Benchmark GHG Intensity 1&2 EUR                                     | tCO2e/M€ revenue            | 183.37   | 30.40%   |
| GHG Intensity Est EUR                                               | tCO2e/M€ revenue            | 814.12   | 31.98%   |
| Benchmark GHG Intensity Est EUR                                     | tCO2e/M€ revenue            | 1,314.82 | 30.40%   |
| Exposure to companies active in the fossil fuel sector.             | Percentage of Fund invested | 1.87%    | 31.98%   |
| Benchmark Exposure to companies active in the fossil fuel sector.   | Percentage of Fund invested | 2.95%    | 28.80%   |
| Share of non-renewable energy consumption and production.           | Percentage of Fund invested | 79.21%   | 16.28%   |
| Benchmark Share of non-renewable energy consumption and production. | Percentage of Fund invested | 68.17%   | 14.98%   |
| Energy consumption intensity: Agriculture EUR                       | GWh per Million € sales     | 0.00     | 19.09%   |
| Benchmark Energy consumption intensity: Agriculture EUR             | GWh per Million € sales     | 1.16     | 13.89%   |
| Energy consumption intensity: Mining EUR                            | GWh per Million € sales     | 0.00     | 19.09%   |
| Benchmark Energy consumption intensity: Mining EUR                  | GWh per Million € sales     | 2.33     | 13.89%   |
| Energy consumption intensity: Manufacturing EUR                     | GWh per Million € sales     | 1.15     | 19.09%   |
| Benchmark Energy consumption intensity: Manufacturing EUR           | GWh per Million € sales     | 0.51     | 13.89%   |
| Energy consumption intensity: Electricity EUR                       | GWh per Million € sales     | 1.22     | 19.09%   |

| PAI indicators                                                                                                                                                   | Unit of measurement                        | Value  | Coverage |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------|----------|
| Benchmark Energy consumption intensity: Electricity EUR                                                                                                          | GWh per Million € sales                    | 8.22   | 13.89%   |
| Energy consumption intensity: Water EUR                                                                                                                          | GWh per Million € sales                    | 0.00   | 19.09%   |
| Benchmark Energy consumption intensity: Water EUR                                                                                                                | GWh per Million € sales                    | 2.01   | 13.89%   |
| Energy consumption intensity: Construction EUR                                                                                                                   | GWh per Million € sales                    | 0.00   | 19.09%   |
| Benchmark Energy consumption intensity: Construction EUR                                                                                                         | GWh per Million € sales                    | 0.32   | 13.89%   |
| Energy consumption intensity: Trade and Vehicles EUR                                                                                                             | GWh per Million € sales                    | 0.03   | 19.09%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR                                                                                                   | GWh per Million € sales                    | 0.26   | 13.89%   |
| Energy consumption intensity: Transportation and Storage EUR                                                                                                     | GWh per Million € sales                    | 1.45   | 19.09%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR                                                                                           | GWh per Million € sales                    | 2.59   | 13.89%   |
| Energy consumption intensity: Real Estate EUR                                                                                                                    | GWh per Million € sales                    | 0.31   | 19.09%   |
| Benchmark Energy consumption intensity: Real Estate EUR                                                                                                          | GWh per Million € sales                    | 0.59   | 13.89%   |
| Activities negatively affecting biodiversity-sensitive areas                                                                                                     | Percentage of Fund invested                | 0.00%  | 31.98%   |
| Benchmark Activities negatively affecting biodiversity-sensitive areas                                                                                           | Percentage of Fund invested                | 0.07%  | 28.84%   |
| Emissions to water EUR                                                                                                                                           | Metric Tons EUR                            | 0.00   | 0.00%    |
| Benchmark Emissions to water EUR                                                                                                                                 | Metric Tons EUR                            | 0.98   | 0.09%    |
| Hazardous waste EUR                                                                                                                                              | Metric Tons EUR                            | 0.29   | 4.77%    |
| Benchmark Hazardous waste EUR                                                                                                                                    | Metric Tons EUR                            | 9.25   | 4.93%    |
| Violations of UNGC principles and OECD Guidelines                                                                                                                | Percentage of Fund invested                | 0.00%  | 33.97%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested                | 0.14%  | 29.19%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises.           | Percentage of Fund invested                | 20.08% | 31.98%   |
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested                | 15.04% | 28.80%   |
| Unadjusted gender pay gap                                                                                                                                        | Percentage of Fund invested                | 15.00% | 5.49%    |
| Benchmark Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested                | 18.53% | 5.67%    |
| Board gender diversity                                                                                                                                           | Average percentage of female board members | 35.97% | 32.13%   |
| Benchmark Board gender diversity                                                                                                                                 | Average percentage of female board members | 34.43% | 22.34%   |
| Exposure to controversial weapons                                                                                                                                | Percentage of Fund invested                | 0.00%  | 35.77%   |
| Benchmark Exposure to controversial weapons                                                                                                                      | Percentage of Fund invested                | 0.09%  | 29.02%   |
| GHG Intensity of investee countries EUR                                                                                                                          | tCO2e/M€ revenue                           | 327.21 | 58.62%   |
| Benchmark GHG Intensity of investee countries EUR                                                                                                                | tCO2e/M€ revenue                           | 365.20 | 54.55%   |
| Investee countries subject to social violations                                                                                                                  | Count of Countries in Fund                 | 0.00   | 58.62%   |

| PAI indicators                                            | Unit of measurement        | Value | Coverage |
|-----------------------------------------------------------|----------------------------|-------|----------|
| Benchmark Investee countries subject to social violations | Count of Countries in Fund | 2.00  | 54.55%   |



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is - 2023-07-01 - 2024-01-15.

| Largest investments                                     | Sector           | % of Assets | Country        |
|---------------------------------------------------------|------------------|-------------|----------------|
| Bundesobligation 10/10/2025 REG S                       | Government bonds | 5.05%       | Germany        |
| United States Treasury Note/Bond 4.625% 06/30/2025      | Government bonds | 5.05%       | United States  |
| Republic Of Poland Government Bond 1.75% 04/25/2032     | Government bonds | 3.83%       | Poland         |
| Instituto De Credito Oficial 1.3% 10/31/2026 REG S      | Government bonds | 3.80%       | Spain          |
| United Kingdom Gilt 5.00% 03/07/2025 REG S              | Government bonds | 3.05%       | United Kingdom |
| United States Treasury Note/Bond 3.25% 05/15/2042       | Government bonds | 3.01%       | United States  |
| United States Treasury Note/Bond 4.5% 09/30/2028        | Government bonds | 2.90%       | United States  |
| Italy Buoni Poliennali Del Tesoro .95% 06/01/2032 REG S | Government bonds | 2.72%       | Italy          |
| United Kingdom Gilt .875% 07/31/2033 REG S              | Government bonds | 2.31%       | United Kingdom |
| Canadian Government Bond 1.25% 06/01/2030               | Government bonds | 2.26%       | Canada         |
| Netherlands Government Bond .5% 01/15/2040 144A REG S   | Government bonds | 2.22%       | Netherlands    |
| Spain Government Bond 1% 07/30/2042 144A REG S          | Government bonds | 1.89%       | Spain          |
| Development Bank of Japan Inc 2.30% 03/19/2026          | Government bonds | 1.82%       | Japan          |
| United Kingdom Gilt 3.75% 01/29/2038 REG S              | Government bonds | 1.69%       | United Kingdom |
| Caixabank SA .75% 05/26/2028 *FIXED TO FLOAT* REG S     | Financials       | 1.61%       | Spain          |



## What was the proportion of sustainability-related investments?

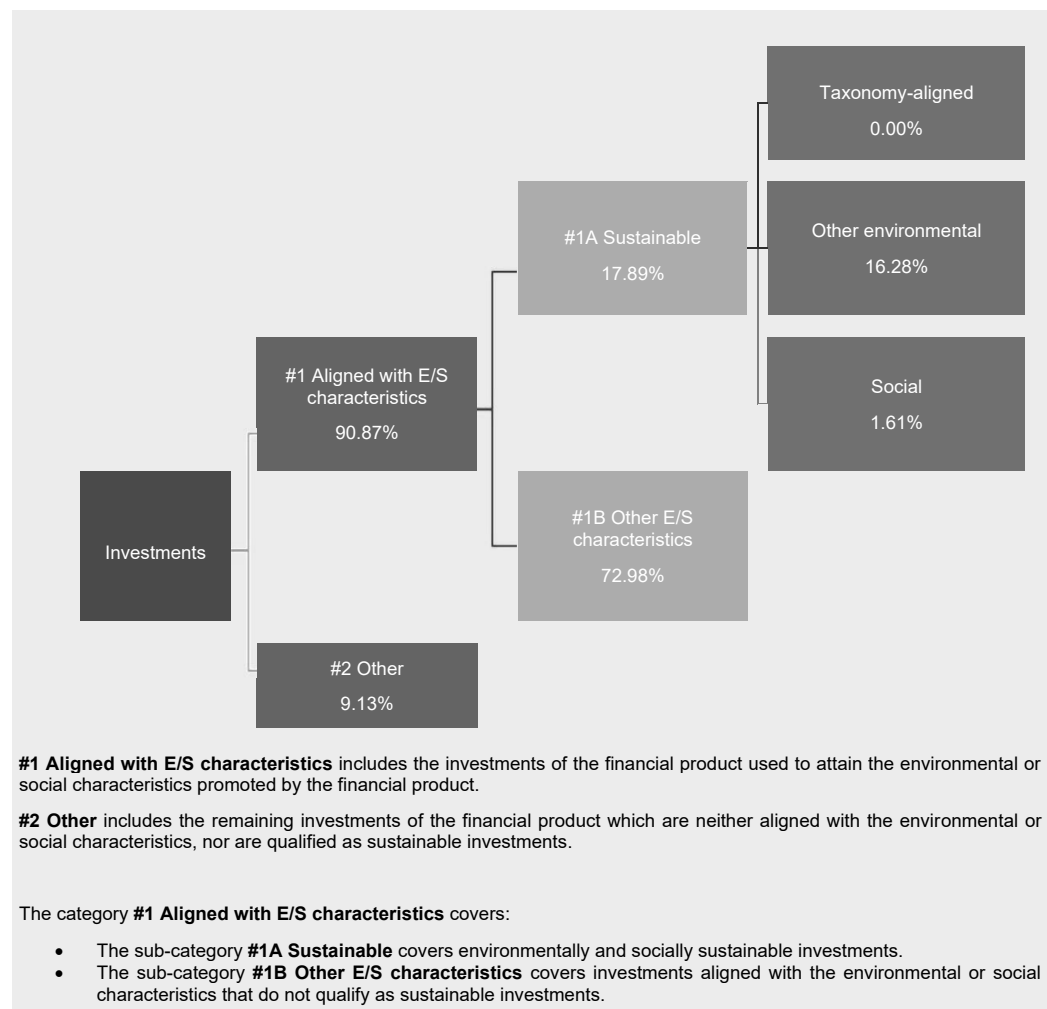
The proportion of sustainable investments was 17.89%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

90.87% of the Fund's portfolio was aligned with the environmental and/or social characteristics promoted by the Fund. The remaining portion (9.13%) was not aligned with the promoted characteristics and consisted primarily of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, and derivatives held for hedging purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 17.89% of its portfolio in sustainable investments.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                             | % of Assets |
|----------------------------------------|-------------|
| Government bonds                       | 61.90%      |
| Financials                             | 12.20%      |
| Health Care                            | 5.44%       |
| Communication Services                 | 2.74%       |
| Consumer Staples                       | 2.25%       |
| Real Estate                            | 2.24%       |
| Information Technology                 | 1.08%       |
| Industrials                            | 1.08%       |
| Consumer Discretionary                 | 0.68%       |
| Energy                                 | 0.57%       |
| Utilities                              | 0.39%       |
| Materials                              | 0.36%       |
| Top sub-sector                         | % of Assets |
| Government bonds                       | 61.90%      |
| Financial Services                     | 5.90%       |
| Banks                                  | 3.74%       |
| Health Care Providers & Services       | 3.10%       |
| Insurance                              | 1.41%       |
| Diversified Telecommunication Services | 1.08%       |
| Biotechnology                          | 1.08%       |
| Media                                  | 1.02%       |
| Food Products                          | 0.95%       |
| Pharmaceuticals                        | 0.93%       |
| Beverages                              | 0.74%       |
| Capital Markets                        | 0.74%       |
| Real Estate Management & Development   | 0.71%       |
| Software                               | 0.68%       |
| Energy Equipment & Services            | 0.57%       |



To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

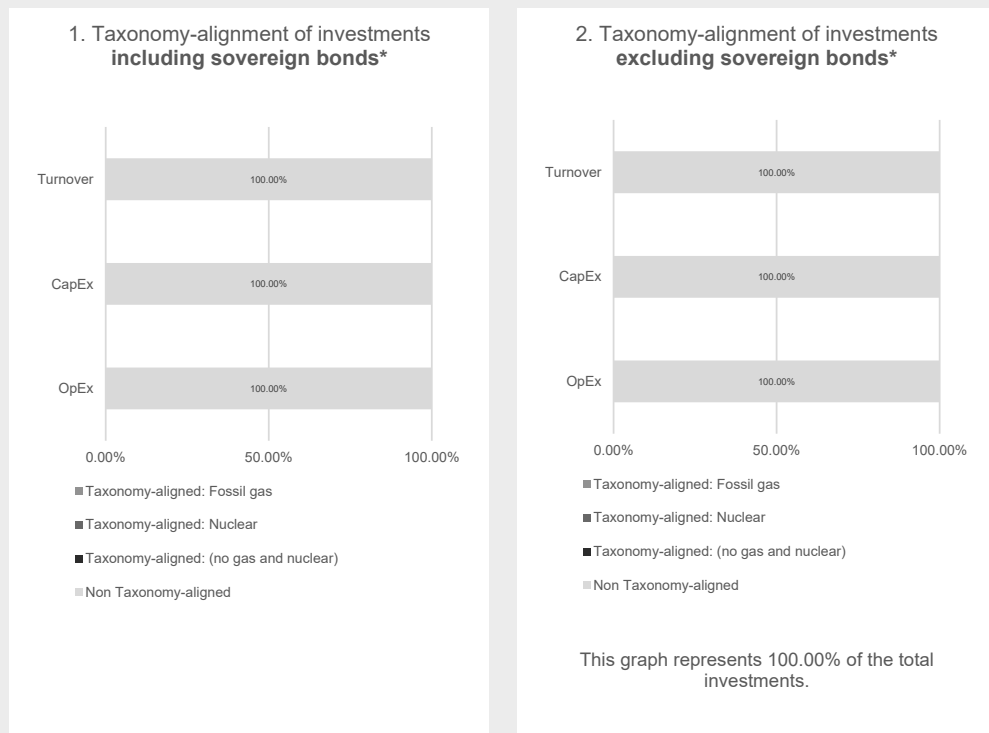
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective not aligned with the EU Taxonomy was 16.28%.

- **What was the share of socially sustainable investments?**

The share of socially sustainable investments was 1.61%

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 9.13% and included cash held for the purposes of servicing the day-to-day requirements of the Fund, and derivatives for hedging purposes, for which there were no minimum environmental or social safeguards.

Investments under “#2 Other” also included derivatives instruments which were used by the Fund for hedging purposes. The pre-contractual disclosure of the Fund will be amended at the next prospectus update to clarify this fact. For the avoidance of doubt, derivatives were not used by the Fund to promote E/S characteristics.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy were as follows:

- The exclusion of the bottom 20% of the investment universe based on the EETI and ESG Credit App;
- The commitment to engage with the 5% of holdings which were considered underperformers in terms of their PAIs metrics; and
- The application of the ESG exclusions further described in the investment strategy section of Fund's pre-contractual disclosure.

Utilizing sophisticated IT solutions, the Investment Managers effectively identified issuers positioned in the bottom 20% of their peer group and removed them from the investment universe. The Investment Managers also identified issuers that failed the Fund's exclusions and did not invest in them. Furthermore, the Investment Managers successfully engaged with three underperforming issuers. The Fund was liquidated on 15 January 2024. As of this date, the number of issuers engaged with did not comprise 5% of the underperforming issuers.



- **How did this financial product perform compared to the reference benchmark?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

# Franklin Global Corporate Investment Grade Bond Fund (the “Fund”)



**FRANKLIN  
TEMPLETON**

Legal Entity Identifier: 549300WDS73FHS1LLT86

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

### Did this financial product have a sustainable investment objective?

| <input type="radio"/> YES                                                                                                | <input checked="" type="radio"/> NO                                                                                                                                                                                      |
|--------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <input type="checkbox"/> It made sustainable investments with an environmental objective: 0.00%                          | <input checked="" type="checkbox"/> It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 12.40% of sustainable investments |
| <input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy        | <input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy                                                                        |
| <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy | <input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy                                                      |
| <input type="checkbox"/> It made sustainable investments with a social objective: 0.00%                                  | <input checked="" type="checkbox"/> with a social objective                                                                                                                                                              |
|                                                                                                                          | <input type="checkbox"/> It promoted E/S characteristics, but did not make any sustainable investments                                                                                                                   |



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund has been successful in promoting all set environmental and social characteristics, the list below presents degree of success for each of the following characteristics:

(i) reduction of greenhouse gas (GHG) emissions and (ii) energy conservation:

The Investment Managers sought exposure to, what they termed, Environmental Champion. An "Environmental Champion" is an issuer ranked within the top 20% of its peer group based on certain environmental factors (for further details, please see the pre-contractual disclosure of the Fund). At the end of the reporting period, the Fund's allocation to Environmental Champions stood at 27.92% of its net asset value (NAV).

Moreover, the bottom 20% of so-called climate laggards were removed from the investable universe. The Investment Managers also refrained from investing in issuers where exposure to fossil fuels extraction or energy production from fossil fuels exceeded their acceptable limit (as described in the Fund's pre-contractual disclosure). Furthermore, during the reference period, the average GHG intensity of the investee companies (Scope 1, 2, 3) for the Fund was 613.57, whereas for the benchmark it was 1,074.15. The Scope 1 and 2 GHG intensity for the Fund was 70.9 compared to 220.26 for the benchmark.

(iii) biodiversity protection:

The Investment Managers have monitored the Fund in regard of impact on biodiversity-sensitive areas, which is related to Principal Adverse Impact Indicator #7 (PAI #7), activities negatively affecting biodiversity-sensitive areas. At the end of the reporting period, no issuer within the Fund's portfolio is actively breaching the PAI indicator #7.

Additionally, the Investment Managers promoted good practices in terms of biodiversity protection. This has taken various forms, such as leading meetings with various stakeholders, including asset managers, government representatives, corporate issuers and financial institutions. Such meetings with various public entities help to further raise awareness among entities about their possible impact on biodiversity-sensitive areas. This includes evaluating the location of their operations, determining the presence of any endangered flora or fauna, and ensuring that their activities do not harm such areas. Additionally, these meetings support the advocacy of issuing of green use-of-proceeds instruments, where eligible categories will focus on the environmentally sustainable management of living natural resources and land use and/or terrestrial and aquatic biodiversity conservation projects.

(iv) alignment with the international business conduct principles and fundamental political freedoms:

Over the review period, the Fund maintained alignment with the international business conduct principles, observing the United Nations (Global Compact (UNGC) principles, United Nations Guiding Principles on Business and Human Rights and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises. During the reference period, the Fund had 0% share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (PAI indicator 10). Overall, the Fund avoided investments in issuers that had not adhered to aforementioned standards.

Additionally, the Fund pursued a secondary objective of:

(v) responsible solid and water waste management and (vi) development of circular economy:

The Investment Managers promoted responsible solid and water waste management and development of circular economy through engagement and investment in 'use of proceeds' instruments with eligible projects, including but not limited to wastewater treatment, waste sorting, processing and recycling, and biowaste composting.

(vii) reduction of gender pay gap and/or increase of board gender diversity:

The Investment Managers promoted the reduction of gender pay gap and increase of board gender diversity through engagement and investment in 'use of proceeds' instruments. In terms of related PAI metrics, the average board gender diversity of the corporate part of the Fund's portfolio was 36.28%, compared to 35.27% for the benchmark. And the average unadjusted gender pay gap of investee companies was 17.69% for the Fund and 15.25% for the benchmark.

Although the Fund is not committing to have a Fund level PAIs better than its benchmark, the Investment Manager regards the average outperformance of both PAI indicator 12 and PAI indicator 13 compared to the benchmark as a favourable contribution towards promoting social characteristics. However, both indicators are subject to data quality and availability, especially the unadjusted gender pay gap, therefore the Investment Manager hopes that that the implementation of new disclosure regulations, along with proactive direct engagement, would improve these aspects.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

## ● **How did the sustainability indicators perform?**

- Exposure to the principle adverse impacts (the "PAIs") indicators compared to the benchmark Bloomberg Global Aggregate Credit Index. Please refer to the values displayed in the section "How did this financial product consider principal adverse impacts on sustainability factors?" which represents the performance of the indicators as of the reference period.

| Sustainability KPI Name                                                                                                                        | Value  |
|------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| Percentage of investments in green bonds;                                                                                                      | 10.15% |
| Percentage of investments in social bonds                                                                                                      | 1.04%  |
| Percentage of investments in sustainability bonds                                                                                              | 1.21%  |
| Percentage of investments in bonds issued by best-in-class issuers (the "Environmental Champions")                                             | 27.92% |
| Percentage of investment in issuers having exposure to, or tying with excluded sectors and additional exclusions (above applicable thresholds) | 0.00%  |
| The number of issuers with which the Investment Managers engage.                                                                               | 85.00  |

## ● **... And compared to previous periods?**

Not applicable as there were no prior reference periods.

## ● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The objective of the sustainable investments was, amongst others, to fund and promote either:

- The efficient use of energy, raw materials, water, and land;
- The production of renewable energy;
- The reduction of waste, and greenhouse gas emissions, and lower impact of economic activities on biodiversity;
- The development of a circular economy;
- Tackling inequalities and fostering social cohesion;
- Social integration;
- Good labour relations; or
- Investments in human capital, including disadvantaged communities.

This was achieved by investing in bonds labelled as being green/social or in any other securities whose:

- Proceeds were used on eligible environmental projects;
- Framework adhered to international standards; and
- Issuers that did not significantly harm other environmental and social objectives while demonstrating good governance practices.

The use of proceeds for these bonds was clearly defined and aligned with the objectives above.

Below are some examples of investments made by the Fund that contributed to its sustainable investment objectives.

An example of an investment supporting GHG emissions reduction and contributing to other, Acciona Energía exemplifies investment in essential infrastructure. Specializing in the utility sector, the company provides electricity generation services for various projects. Acciona exclusively generates energy from renewable sources and has maintained carbon neutrality since 2016. The company's projects, detailed in Acciona's Green Financing Framework, aim to reduce greenhouse gas emissions

and supply electricity to at least 1.3 million homes. Notable projects include the construction of renewable energy facilities such as wind farms in Oaxaca, Mexico—one of the largest in Latin America—and a photovoltaic plant in Puerto Libertad, Mexico, which is among the largest photovoltaic power plants in Latin America. Additionally, Acciona has developed a solar power plant in Nevada, United States. According to the 2022 Sustainable Finance Report, these initiatives have collectively contributed to the avoidance of 79 kilotons of CO<sub>2</sub> emissions, the addition of 206.6 MW of energy capacity, and the production of 118.7 GWh of energy.

An example of promoting a reduction in the negative impact on biodiversity is the Green Bond issued by a telecom company Verizon. Due to issuance of the green bond, the company allocated proceeds into the biodiversity and conservation category. As an example of the financed project, Verizon invested over \$0.777 million with Arbor Day Foundation, Texas Trees and Eden Reforestation as part of commitment to plant 10M trees by 2030. Verizon is a founding member of Arbor Day Foundation's Time for Trees initiative which launched in 2019 and focuses its replanting efforts in areas as geographically diverse as the tropical rain forests and the iconic California national forests.

An instance of a bond financing the development of circular economy is the issuance from Suez. The Group is a circular economy model-focused company, operates in all aspects of water management and waste-recovery, including construction, infrastructure operation, recycling, renewable energy production, and digital services. The bond funded, among others, projects in wastewater treatment, including development, construction, operation, extension, renewal, and maintenance of wastewater collection networks and infrastructure for municipal and industrial clients. Another scope included eligible waste-related projects like development, construction, installation, and/or maintenance of waste sorting, processing, recycling, biowaste composting facilities, as well as collection, transport, and transfer of non-hazardous waste, and urban cleaning services.

CaixaBank is an example of the issuer emitting a social bond, which was at part dedicated to tackling inequalities topic. CaixaBank set new collaboration agreement with the Ministry of Agriculture, Fisheries and Food focusing the strategy on digitalisation, the improvement of industry training, as well as the incorporation of women and generational change-over to improve the sector's competitiveness. Part of the agreement is AgroBank Diversity Programme for diversity and to promote the role of women in rural areas. The following initiatives were taken as part of the programme: New AgroBank Chair "Women, Business and the Rural World", created in cooperation with the University of Castile-La Mancha; Presentation of the ClosenGap report, which quantifies the opportunity cost of the gap in rural areas; and Collaboration agreement between FADEMUR and MicroBank, for the financing of business projects through microcredits to promote equal opportunities and entrepreneurship in rural areas.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### ***How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?***

The Investment Managers used proprietary data tools and qualitative research to ensure alignment with the Do No Significant Harm (the "DNSH") principles across the portfolio.

All issuers were monitored using the Principal Adverse Impact Risk App (the "PAI Risk App"). The PAI Risk App used data from various third-party providers to identify issuers involved in harmful economic activities and/or controversies and exclude such issuers from the investment universe.

A second proprietary tool, the Energy and Environmental Transition Index (the "EETI"), ranked the remaining sovereign issuers in the universe according to their greenhouse gas emissions and intensity. Sovereign issuers falling within the bottom 20% of their peer groups based on EETI were excluded from the investment universe. Another tool, ESG Credit App ranked corporate issuers by their greenhouse gas emissions, emitters' historic trajectories, Science Based Target initiative (SBTi) target. Corporate issuers falling within the bottom 20% of the investment universe (i.e. climate laggards) based on the ESG Credit App were also excluded from the portfolio. Additionally, sovereign issuers were subjected to tests based on their political liberties and/or corruption.

When deploying funds to sustainable investments, the Investment Managers applied additional qualitative assessment (based on internal research or on external third-party opinion) of the issuer's and of the projects' DNSH eligibility.

### ***How were the indicators for adverse impacts on sustainability factors taken into account?***

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Managers as proxies for adverse impact. The Investment Managers performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments.

While assessing eligible green and social bonds, the Investment Managers reviewed and documented the materiality of the relevant PAIs for the project and how the project's implementation affected the issuer's overall PAIs outlook.

For example, while investing in a green bond whose use of proceeds targeted development of renewable energy sources, (e.g., solar/PV panels), the Investment Managers ascertained that financed projects reduce exposure to PAIs linked to greenhouse gas emissions.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

For bonds issued by sovereign countries, the Organization for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights were not applicable to such investments. For bonds issued by corporate issuers, the sustainable investments were aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights. Alignment was monitored using data from a third-party data provider. Breaches identified by this service provider were flagged in the investment compliance system for subsequent investigation by the Investment Managers. Where due diligence proved that the issuer was not aligned with OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, it was deemed un-investible.

*The EU Taxonomy sets out a “do no significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

All mandatory PAIs under EU SFDR formed one part of the input in the Investment Managers' ESG assessments of the investment. PAIs indicators were considered for the purpose of:

- Identifying best-in-class issuers;
- Restricting Fund's investable universe;
- Guiding thematic engagement; and
- Applying exclusions.

### Identifying best-in-class issuers

The Fund sought exposure to bonds issued by corporates and sovereigns deemed by the Investment Managers to be Environmental Champions. Environmental champions were identified using two proprietary ESG rankings:

- The EETI ranked sovereign issuers using various references that included energy efficiency, natural capital conservation, renewable energy performance, including greenhouse gas intensity (emissions normalized by gross domestic product, CO2e/GDP); and
- The ESG Credit App ranked corporate issuers by their greenhouse gas emissions and greenhouse gas intensity using various data references such as Scope 1 and 2 greenhouse gases emissions, emitters' historic trajectories, SBTi target.

### Restricting Fund's investable universe

Sovereign issuers falling within the bottom 20% of the investment universe based on the EETI and corporate issuers falling within the bottom 20% of the investment universe (i.e., climate laggards) based on the ESG Credit App were also excluded from the portfolio.

### Guiding thematic engagement

The Investment Managers are on target with their commitment to engage on a calendar year basis with 5% of holdings which were considered as underperformers in terms of their aggregate exposure to applicable mandatory PAIs metrics.

### Applying exclusions

The Fund considered UNGC violations, negative impact on biodiversity-sensitive areas and exposure to controversial weapons for the purpose of applying specific ESG exclusions as described in the investment strategy section.

PAI metrics are an average as of 29 September 2023, 29 December 2023, 29 March, 2024 and 30 June 2024.

| PAI indicators                                   | Unit of measurement | Value    | Coverage |
|--------------------------------------------------|---------------------|----------|----------|
| GHG Emissions: Scope 1 EUR                       | tCO2e               | 82.06    | 80.67%   |
| Benchmark GHG Emissions: Scope 1 EUR             | tCO2e               | 641.26   | 68.27%   |
| GHG Emissions: Scope 2 EUR                       | tCO2e               | 27.54    | 80.67%   |
| Benchmark GHG Emissions: Scope 2 EUR             | tCO2e               | 118.96   | 68.27%   |
| GHG Emissions: Scope 3 Est EUR                   | tCO2e               | 1,137.86 | 80.67%   |
| Benchmark GHG Emissions: Scope 3 Est EUR         | tCO2e               | 4,172.10 | 68.10%   |
| GHG Emissions: Scope 1 & 2 EUR                   | tCO2e               | 109.60   | 80.67%   |
| Benchmark GHG Emissions: Scope 1 & 2 EUR         | tCO2e               | 760.22   | 68.27%   |
| GHG Emissions: Total Emissions Est EUR           | tCO2e               | 1,247.46 | 80.67%   |
| Benchmark GHG Emissions: Total Emissions Est EUR | tCO2e               | 4,932.32 | 68.27%   |
| Carbon Footprint 1&2 EUR                         | tCO2e/M€ invested   | 20.98    | 80.67%   |
| Benchmark Carbon Footprint 1&2 EUR               | tCO2e/M€ invested   | 70.02    | 68.27%   |
| Carbon Footprint Est EUR                         | tCO2e/M€ invested   | 237.92   | 80.67%   |
| Benchmark Carbon Footprint Est EUR               | tCO2e/M€ invested   | 454.25   | 68.27%   |

| PAI indicators                                                         | Unit of measurement         | Value    | Coverage |
|------------------------------------------------------------------------|-----------------------------|----------|----------|
| GHG Intensity 1&2 EUR                                                  | tCO2e/M€ revenue            | 70.90    | 88.36%   |
| Benchmark GHG Intensity 1&2 EUR                                        | tCO2e/M€ revenue            | 220.26   | 86.43%   |
| GHG Intensity Est EUR                                                  | tCO2e/M€ revenue            | 613.57   | 88.36%   |
| Benchmark GHG Intensity Est EUR                                        | tCO2e/M€ revenue            | 1,074.15 | 86.51%   |
| Exposure to companies active in the fossil fuel sector.                | Percentage of Fund invested | 8.14%    | 88.08%   |
| Benchmark Exposure to companies active in the fossil fuel sector.      | Percentage of Fund invested | 12.90%   | 84.79%   |
| Share of non-renewable energy consumption and production.              | Percentage of Fund invested | 64.20%   | 65.93%   |
| Benchmark Share of non-renewable energy consumption and production.    | Percentage of Fund invested | 69.93%   | 65.84%   |
| Energy consumption intensity: Agriculture EUR                          | GWh per Million € sales     | 0.00     | 26.74%   |
| Benchmark Energy consumption intensity: Agriculture EUR                | GWh per Million € sales     | 0.97     | 65.91%   |
| Energy consumption intensity: Mining EUR                               | GWh per Million € sales     | 0.00     | 26.74%   |
| Benchmark Energy consumption intensity: Mining EUR                     | GWh per Million € sales     | 2.65     | 65.91%   |
| Energy consumption intensity: Manufacturing EUR                        | GWh per Million € sales     | 0.30     | 33.73%   |
| Benchmark Energy consumption intensity: Manufacturing EUR              | GWh per Million € sales     | 0.49     | 65.91%   |
| Energy consumption intensity: Electricity EUR                          | GWh per Million € sales     | 2.53     | 28.77%   |
| Benchmark Energy consumption intensity: Electricity EUR                | GWh per Million € sales     | 6.29     | 65.91%   |
| Energy consumption intensity: Water EUR                                | GWh per Million € sales     | 0.43     | 27.43%   |
| Benchmark Energy consumption intensity: Water EUR                      | GWh per Million € sales     | 1.32     | 65.91%   |
| Energy consumption intensity: Construction EUR                         | GWh per Million € sales     | 0.06     | 27.50%   |
| Benchmark Energy consumption intensity: Construction EUR               | GWh per Million € sales     | 0.22     | 65.91%   |
| Energy consumption intensity: Trade and Vehicles EUR                   | GWh per Million € sales     | 0.52     | 27.46%   |
| Benchmark Energy consumption intensity: Trade and Vehicles EUR         | GWh per Million € sales     | 0.21     | 65.91%   |
| Energy consumption intensity: Transportation and Storage EUR           | GWh per Million € sales     | 0.91     | 27.66%   |
| Benchmark Energy consumption intensity: Transportation and Storage EUR | GWh per Million € sales     | 2.29     | 65.91%   |
| Energy consumption intensity: Real Estate EUR                          | GWh per Million € sales     | 0.77     | 27.86%   |
| Benchmark Energy consumption intensity: Real Estate EUR                | GWh per Million € sales     | 0.52     | 65.91%   |
| Activities negatively affecting biodiversity-sensitive areas           | Percentage of Fund invested | 0.00%    | 88.09%   |
| Benchmark Activities negatively affecting biodiversity-sensitive areas | Percentage of Fund invested | 7.15%    | 89.85%   |
| Emissions to water EUR                                                 | Metric Tons EUR             | 0.00     | 0.00%    |
| Benchmark Emissions to water EUR                                       | Metric Tons EUR             | 1.08     | 0.42%    |
| Hazardous waste EUR                                                    | Metric Tons EUR             | 0.14     | 50.56%   |
| Benchmark Hazardous waste EUR                                          | Metric Tons EUR             | 7.45     | 43.84%   |

| PAI indicators                                                                                                                                                   | Unit of measurement                        | Value  | Coverage |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------|----------|
| Violations of UNGC principles and OECD Guidelines                                                                                                                | Percentage of Fund invested                | 0.00%  | 88.61%   |
| Benchmark Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested                | 0.13%  | 86.03%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises.           | Percentage of Fund invested                | 1.55%  | 88.08%   |
| Benchmark Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested                | 1.49%  | 84.83%   |
| Unadjusted gender pay gap                                                                                                                                        | Percentage of Fund invested                | 17.69% | 38.60%   |
| Benchmark Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested                | 15.25% | 39.54%   |
| Board gender diversity                                                                                                                                           | Average percentage of female board members | 36.28% | 88.08%   |
| Benchmark Board gender diversity                                                                                                                                 | Average percentage of female board members | 35.27% | 76.74%   |
| Exposure to controversial weapons                                                                                                                                | Percentage of Fund invested                | 0.00%  | 88.08%   |
| Benchmark Exposure to controversial weapons                                                                                                                      | Percentage of Fund invested                | 0.40%  | 84.96%   |
| GHG Intensity of investee countries EUR                                                                                                                          | tCO2e/M€ revenue                           | 248.86 | 5.96%    |
| Benchmark GHG Intensity of investee countries EUR                                                                                                                | tCO2e/M€ revenue                           | 594.28 | 5.91%    |
| Investee countries subject to social violations                                                                                                                  | Count of Countries in Fund                 | 0.00   | 5.96%    |
| Benchmark Investee countries subject to social violations                                                                                                        | Count of Countries in Fund                 | 1.50   | 5.91%    |





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2024-03-28 - 2024-06-30.

| Largest investments                                                | Sector           | % of Assets | Country        |
|--------------------------------------------------------------------|------------------|-------------|----------------|
| United States Treasury Floating Rate Note FRN 10/31/2024           | Government bonds | 4.55%       | United States  |
| Citigroup Inc 4.658% 05/24/2028 *FIXED TO FLOAT*                   | Financials       | 2.07%       | United States  |
| Goldman Sachs Group Inc/The 2.64% 02/24/2028 *FIXED TO FLOAT*      | Financials       | 2.02%       | United States  |
| Morgan Stanley 6.2960% 10/18/2028 *FIXED TO FLOAT*                 | Financials       | 1.95%       | United States  |
| Bank of Ireland Group PLC 5% 07/04/2031 *FIXED TO FLOAT* REG S     | Financials       | 1.60%       | Ireland        |
| Pension Insurance Corp PLC 4.625% 05/07/2031 REG S                 | Financials       | 1.58%       | United Kingdom |
| Cadent Finance PLC 2.125% 09/22/2028 REG S                         | Utilities        | 1.58%       | United Kingdom |
| BNP Paribas SA 4.375% 01/13/2029 *FIXED TO FLOAT* REG S            | Financials       | 1.54%       | France         |
| Holding D'infrastructures De Transport SASU 4.25% 03/18/2030 REG S | Financials       | 1.53%       | France         |
| RTE Réseau De Transport D'électricité SADIR 3.5% 12/07/2031 REG S  | Utilities        | 1.52%       | France         |
| Motability Operations Group PLC 2.375% 03/14/2032 REG S            | Financials       | 1.50%       | United Kingdom |
| Carrefour SA 2.625% 12/15/2027 REG S                               | Consumer Staples | 1.47%       | France         |
| Bank of Montreal 5.717% 09/25/2028                                 | Financials       | 1.43%       | Canada         |
| United States Treasury Note/Bond 5% 08/31/2025                     | Government bonds | 1.40%       | United States  |
| Suez SACA 2.375% 05/24/2030 REG S                                  | Utilities        | 1.40%       | France         |



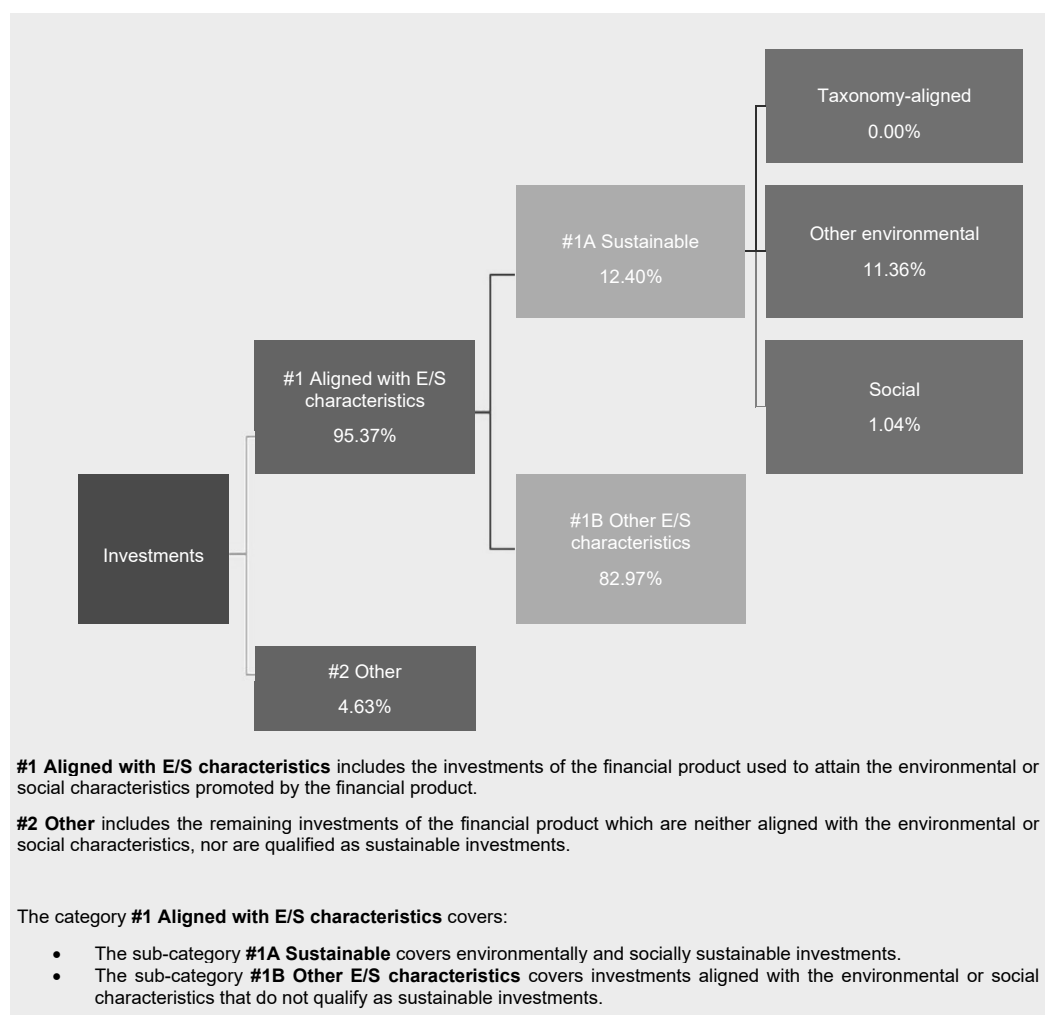
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 12.40%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

95.37% of the Fund's portfolio was aligned with the environmental and/or social characteristics promoted by the Fund. The remaining portion (4.63%) was not aligned with the promoted characteristics and consisted of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) as well as financial derivatives instruments for hedging, efficient portfolio management and investment purposes. For the avoidance of doubt, certain money market instruments, such as government T-Bills, were included in 82.97% portion, where the Investment Managers have confirmed that such instruments were aligned with environmental and/or social characteristics promoted by the Fund. The Fund invested 12.40% of its portfolio in sustainable investments.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                             | % of Assets |
|----------------------------------------|-------------|
| Financials                             | 32.45%      |
| Health Care                            | 12.36%      |
| Communication Services                 | 9.12%       |
| Consumer Staples                       | 9.11%       |
| Utilities                              | 8.41%       |
| Government bonds                       | 5.95%       |
| Industrials                            | 5.77%       |
| Information Technology                 | 4.57%       |
| Energy                                 | 2.75%       |
| Real Estate                            | 2.24%       |
| Consumer Discretionary                 | 2.21%       |
| Materials                              | 1.80%       |
| Top sub-sector                         | % of Assets |
| Banks                                  | 13.45%      |
| Capital Markets                        | 8.28%       |
| Government bonds                       | 5.95%       |
| Insurance                              | 5.01%       |
| Electric Utilities                     | 4.05%       |
| Diversified Telecommunication Services | 3.59%       |
| Consumer Staples Distribution & Retail | 3.57%       |
| Health Care Providers & Services       | 3.55%       |
| Pharmaceuticals                        | 3.53%       |
| Financial Services                     | 3.53%       |
| Oil, Gas & Consumable Fuels            | 2.75%       |
| Beverages                              | 2.37%       |
| Biotechnology                          | 2.27%       |
| Consumer Finance                       | 2.18%       |
| Food Products                          | 2.11%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

☐ Yes

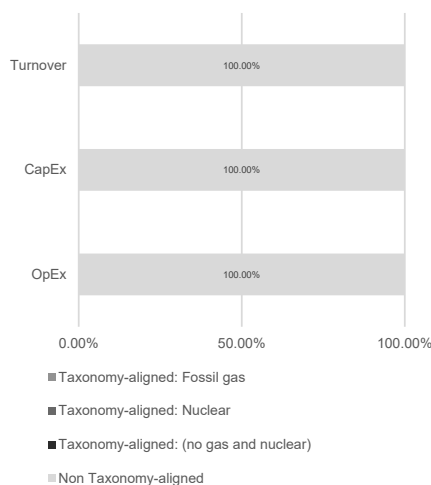
☐ In fossil gas

☐ In nuclear energy

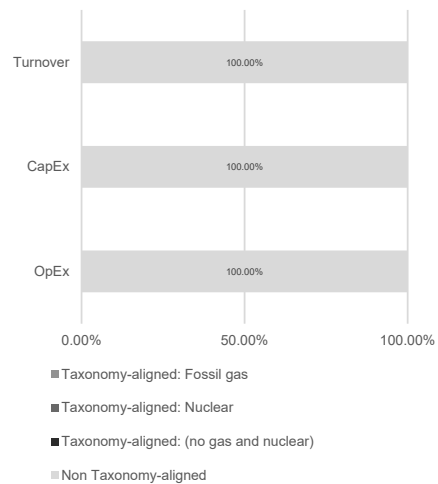
☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.

#### 1. Taxonomy-alignment of investments including sovereign bonds\*



#### 2. Taxonomy-alignment of investments excluding sovereign bonds\*



This graph represents 100.00% of the total investments.

\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective not aligned with the EU Taxonomy was 11.36%.

- **What was the share of socially sustainable investments?**

The share of socially sustainable investments was 1.04%.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Other” was 4.63% and included liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for the purposes of servicing the day-to day requirements of the Fund as well as financial derivatives instruments for hedging, efficient portfolio management and investment purposes. For the avoidance of doubt, this did not include certain money market instruments, such as government T-Bills, where the Investment Managers have confirmed there were aligned with environmental and/or social characteristics promoted by the Fund. No minimum environmental and/or social safeguards have been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The Investment Managers employed a variety of techniques to meet the environmental and social characteristics promoted by the Fund, while adhering to the binding elements of the investment strategy. These techniques, enumerated subsequently, comprise a synthesis of IT applications, qualitative and quantitative analysis, and interactions with diverse stakeholders, among others. Through the implementation of these techniques, the Fund has successfully fulfilled its pledged environmental and social characteristics.

1. The Fund allocated part of its net assets to sustainable investments through ‘use of proceeds’ instruments, funding projects with positive environmental or social impacts. The Investment Managers evaluated each security against the applicable requirements, and the thorough process ensured that only verified bonds has been classified as sustainable investments.
2. The Investment Manager used proprietary ESG IT solutions (including the ESG Credit Application and the Energy and Environmental Transition Index (EETI)) which identified the issuers falling within the bottom 20% of their peer groups based on GHG emissions which are then excluded from the investment universe.
3. The Fund did not invest in issuers that violated its exclusions. Using internal and external resources like MSCI and Sustainalytics, the manager also assessed issuers’ involvement in controversial business practices and/or adverse economic activities. This process ensured pre-trade exclusion of ineligible issuers and post-trade monitoring for any violation of the Fund’s exclusions, prompting timely divestment if needed and under the conditions specified in the pre-contractual disclosure of the Fund.
4. In order to meet its commitment to engage (on a calendar year basis) with the 5% of holdings which are considered as underperformers in terms of their PAIs metrics, the Investment Managers engaged with the identified issuers by using the following methods:
  - 1:1 meetings: The Investment Managers discussed sustainability topics, controversies, and encouraged proactive remedies, addressed risks and opportunities, including biodiversity protection, GHG emissions reduction, and gender pay gap.
  - Written communications: The Investment Managers sent letters and questionnaires on material topics, such as fossil fuel financing activities, to promote environmental and social business activities and facilitate better informed investment decisions.
  - In-person meetings: The Investment Managers engaged with stakeholders at conferences, sharing best practices in sustainable investing.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Global Green Bond Fund (the “Fund”)

Legal Entity Identifier: 2549006AK218PYV09U02



## Sustainable investment objective

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

☒ **YES**

- ☒ It made **sustainable investments with an environmental objective**: 99.54%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made **sustainable investments with a social objective**: 0.00%

☐ **NO**

- ☐ It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investment
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☐ It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent was the sustainable investment objective of this financial product met?

The Fund's sustainable investment objective was to invest in bonds adhering to a recognised green bond assessment framework and other eligible bonds and/or instruments that qualified as sustainable investments with an environmental objective. This was achieved primarily via investing in green bonds (99.54% of NAV), proceeds of which financed expenditures in renewable energy deployment, efficient use of energy, carbon efficient modes of transportation and green buildings. The Fund has been successful in deploying capital for aforementioned expenditures which resulted in, among other outcomes, c. 435 tons of CO<sub>2</sub>e avoided or reduced, c. 775 MWh of renewable energy produced, c. 166 MWh of energy saved, c. 1000 m<sup>2</sup> of green buildings constructed or renovated and c. 13,7 millions of liters of water saved or treated per every million of Euro invested (data as of 29th Dec 2023).

The top five SDGs to which the Fund contributed through the investments in use-of-proceeds bonds (please note that each bond can contribute to the multiple SDGs) were: SDG7 Affordable and Clean Energy (67%), SDG 13 Climate Action (53%), SDG 11 Sustainable Cities and Communities (45%), SDG 9 Industry, Innovation and Infrastructure (43%), and SDG 6 Clean Water and Sanitation (25%) (as of 29 December 2023).

An example of green bond investment is Orsted's green bond. In 2023 DKK 18.7 billion was allocated to the 11 projects in renewable energy including offshore and onshore wind farms and solar PV farms. Key projects included the Hornsea 2 offshore wind farm in the UK, which became fully operational in August 2022 and has a capacity of 1.32 GW, enough to power over 1.4 million UK homes. Financed projects support the Paris Agreement and aim to have a transformative impact on the UN Sustainable Development Goals, particularly those focused on affordable and clean energy and climate action. Additionally, the company is committed to biodiversity conservation, with all new renewable energy projects commissioned from 2030 onwards expected to have a net-positive biodiversity impact, and a ban on landfilling wind turbine blades and solar PV modules.

Another case is a green bond from Bank of Ireland. The framework was designed to support the green transition by financing projects in four categories: Green Buildings & Energy Efficiency (Residential and Commercial), Renewable Energy, and Clean Transportation. The Green Eligible Asset Portfolio includes top energy-efficient residential properties, commercial properties with high BREEAM or LEED certifications, renewable energy generation facilities, and clean transportation operations like electric vehicles. Almost 11,000 projects have been supported through expenditures.

The Fund invested in use of proceeds instruments, the proceeds of which were used for financing projects, including but not limited to, protection of biological diversity, promotion of circular economy and sustainable waste management, and efficient use of water.

An example of promoting of biodiversity protection through investments in 'use of proceeds' instruments is the green bond from the United Kingdom. The UK's Green Financing Programme, which includes the issuance of sovereign green bonds (green gilts), is designed to Fund green expenditures that address environmental challenges, including biodiversity loss. One of the expenditures allocated for this purpose is the Nature for Climate Fund (NCF), which aims to expand and enhance woodland cover and to restore, protect and better manage peatland. While acting as carbon sinks these projects aim to also create sustainable biodiverse habitats. Another programme is agri-environment schemes, supporting the UK in transitioning from a land-based farming subsidy system to a sustainable one, focusing on preventing soil erosion and promoting biodiverse natural spaces alongside crop growing areas. But the bond proceeds not only supported national efforts, but also international programmes such as the Investments in Forests and Sustainable Land Use (ODA), which supports support public-private partnerships that can work collaboratively to reduce deforestation internationally.

In terms of sustainable waste management, and efficient use of water, an example is the green bond from Iren. Bond proceeds concentrated in different regions of Italy. Among the various supported projects, part of the expenditures financed development, construction and operation of waste-to-energy plants for municipal and special solid waste in Parma and Piacenza, where the thermal energy produced from processed waste is transferred to the city district heating network. The proceeds have strengthened their energy efficiency, renewable energy share, and thermal energy recovery capabilities. Further, it financed the development of separate waste collection services, including the transformation of collection systems in Torino and Emilia, and the extension of collection hubs in the Emilia area. The expenditures also covered upgrades to wastewater treatment plants in various locations, aiming to improve waste management efficiency and recycling, and to allow for irrigation re-usage of treated water.

**Sustainability indicators** measure how the sustainable objectives of this financial product are attained.

### ● **How did the sustainability indicators perform?**

| Sustainability KPI Name                                                                                                                                                                                                                                                                                                                                                                                              | Value  |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| The percentage of investments in green bonds                                                                                                                                                                                                                                                                                                                                                                         | 99.54% |
| The percentage of investments in other eligible bonds supportive of a low-carbon future or supportive of the Paris Climate Agreement. (This indicator was changed into "the percentage of investments in other eligible bonds and/or instruments qualifying as environmentally sustainable investments under SFDR and/or instruments qualifying as environmentally sustainable investments under SFDR in March 2024) | 0.00%  |
| The percentage of investments in issuers having exposure to, or ties with the sectors and the additional exclusions                                                                                                                                                                                                                                                                                                  | 0.00%  |

### ● **... And Compared to Previous Periods?**

Please note that due to a change in methodology, some sustainability indicators from this reference period (percentage of investment in social and sustainable bonds) are based on the average of the quarter end, whereas the previous reference period only reflects values as at the last day of the end of the fiscal year (30 June 2023).

During both reference periods, the Fund maintained a significant percentage allocation in sustainable investments with a slightly higher average allocation at the end of the current reference period. As of 30 June 2023, the exposure to green bonds was at 96.52%, while throughout the fiscal year ending on 30 June 2024, the average allocation rose to 99.54%.

At the end of the current and previous reference periods, the Fund had no exposure to the excluded sectors and additional exclusions detailed in the pre-contractual disclosure of the Fund.

| Sustainability KPI Name                                                                                                                                                                                                                                                                                                                                                                                              | Sustainability KPI historical comparison |        |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                                                                                                                                                                                                                                                                                                                                      | 2024                                     | 2023   |
| Sustainability KPI Name                                                                                                                                                                                                                                                                                                                                                                                              | Value                                    | Value  |
| The percentage of investments in green bonds                                                                                                                                                                                                                                                                                                                                                                         | 99.54%                                   | 96.52% |
| The percentage of investments in other eligible bonds supportive of a low-carbon future or supportive of the Paris Climate Agreement. (This indicator was changed into "the percentage of investments in other eligible bonds and/or instruments qualifying as environmentally sustainable investments under SFDR and/or instruments qualifying as environmentally sustainable investments under SFDR in March 2024) | 0.00%                                    | 0.00%  |
| The percentage of investments in issuers having exposure to, or ties with the sectors and the additional exclusions                                                                                                                                                                                                                                                                                                  | 0.00%                                    | 0.00%  |

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### ***How did the sustainable investments not cause significant harm to any sustainable investment objective?***

The Investment Managers used proprietary data tools and qualitative research to ensure alignment with the Do No Significant Harm (the "DNSH") principles across the portfolio.

Corporate issuers were monitored using the principal adverse impacts (the "PAIs") Risk App (the "PAI Risk App"). The PAI Risk App used data from various third-party providers to identify issuers involved in harmful economic activities and/or controversies and excluded such issuer from the investment universe.

Additionally, sovereign issuers were subjected to tests based on their political liberties and/or corruption. Finally, the Investment Managers applied additional qualitative assessment (based on internal research or external second party opinion) of the issuer's and the project's DNSH eligibility.

### ***How were the indicators for adverse impacts on sustainability factors taken into account?***

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Managers as proxies for adverse impact. The Investment Managers performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments.

While assessing eligible bonds, the Investment Managers reviewed and documented the materiality of relevant PAIs for the project as well as how the project's implementation affected the issuer's overall PAIs outlook.

For example, while investing in a green bond whose use of proceeds targeted development of renewable energy sources, e.g., solar/PV panels, the Investment Managers ascertained that the financed projects reduced exposure to PAIs linked to greenhouse gas emissions.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

For bonds issued by sovereign countries, the Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights were not applicable.

For bonds issued by corporate issuers, the sustainable investments were aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.

Alignment was monitored using data from MSCI and ISS. Breaches identified by these service providers were flagged in the investment compliance system for subsequent investigation by the Investment Managers.

Where due diligence proved that the issuer was not aligned with OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights, it was deemed un-investible.



### **How did this financial product consider principal adverse impacts on sustainability factors?**

PAI indicators were considered for the purpose of:

- performing the DNSH test;
- guiding thematic engagement; and
- applying exclusions.

#### **Performing the DNSH test**

The Investment Managers used proprietary data tools and qualitative research to ensure alignment with the DNSH principles across the portfolio using the PAIs indicators. Corporate issuers were monitored using the PAI Risk App. The PAI Risk App used data from various third-party providers to identify issuers involved in harmful economic activities and/or controversies based on all mandatory PAIs and excluded such issuers from the investment universe. Additionally, sovereign issuers were subjected to tests and evaluation based on their greenhouse gas emissions, political liberties and/or corruption.

#### **Guiding thematic engagement**

The Investment Managers are on target with their commitment to engage on a calendar year basis with 5% of holdings which were considered as underperformers in terms of their aggregate exposure to applicable mandatory PAIs metrics.

#### **Applying exclusions**

The Fund also considered UNGC violations, exposure to controversial weapons and activities negatively affecting biodiversity for the purpose of applying specific ESG exclusions. The Fund also excluded from its portfolio issuers subject to social violations as referred to in international treaties and conventions, such as but not limited to United Nations principles.





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is 2023-07-01 - 2024-06-30.

| Largest investments                                                | Sector           | % of Assets | Country              |
|--------------------------------------------------------------------|------------------|-------------|----------------------|
| Bundesrepublik Deutschland Bundesanleihe 1.8% 08/15/2053 REG S     | Government bonds | 5.35%       | Germany              |
| CPPIB Capital Inc 3% 06/15/2028 REG S                              | Government bonds | 2.82%       | Canada               |
| United Kingdom Gilt 1.5% 07/31/2053 REG S                          | Government bonds | 2.76%       | United Kingdom       |
| United Kingdom Gilt .875% 07/31/2033 REG S                         | Government bonds | 2.69%       | United Kingdom       |
| Region Wallonne Belgium 3.75% 04/22/2039 REG S                     | Government bonds | 2.46%       | Belgium              |
| Spain Government Bond 1% 07/30/2042 144A REG S                     | Government bonds | 2.33%       | Spain                |
| Bank Of Ireland Group PLC 6.253% 09/16/2026 *FIXED TO FLOAT* REG S | Financials       | 2.28%       | Ireland              |
| MAF Sukuk Ltd 5% 06/01/2033 REG S                                  | Real Estate      | 2.20%       | United Arab Emirates |
| Intesa Sanpaolo Spa 6.5% 03/14/2029 REG S *FIXED TO FLOAT*         | Financials       | 2.15%       | Italy                |
| Chile Government International Bond 3.5% 01/25/2050                | Government bonds | 2.04%       | Chile                |
| European Union 2.75% 02/04/2033 REG S                              | Government bonds | 1.82%       | Supranational        |
| Commercial Bank Of Dubai PSC 5.319% 06/14/2028 REG S               | Financials       | 1.66%       | United Arab Emirates |
| Metropolitan Life Global Funding I .95% 07/02/2025 144A            | Financials       | 1.60%       | United States        |
| Vattenfall AB 6.875% 08/17/2083 *FIXED TO FLOAT* REG S             | Utilities        | 1.43%       | Sweden               |
| European Union 2.625% 02/04/2048 REG S                             | Government bonds | 1.38%       | Supranational        |



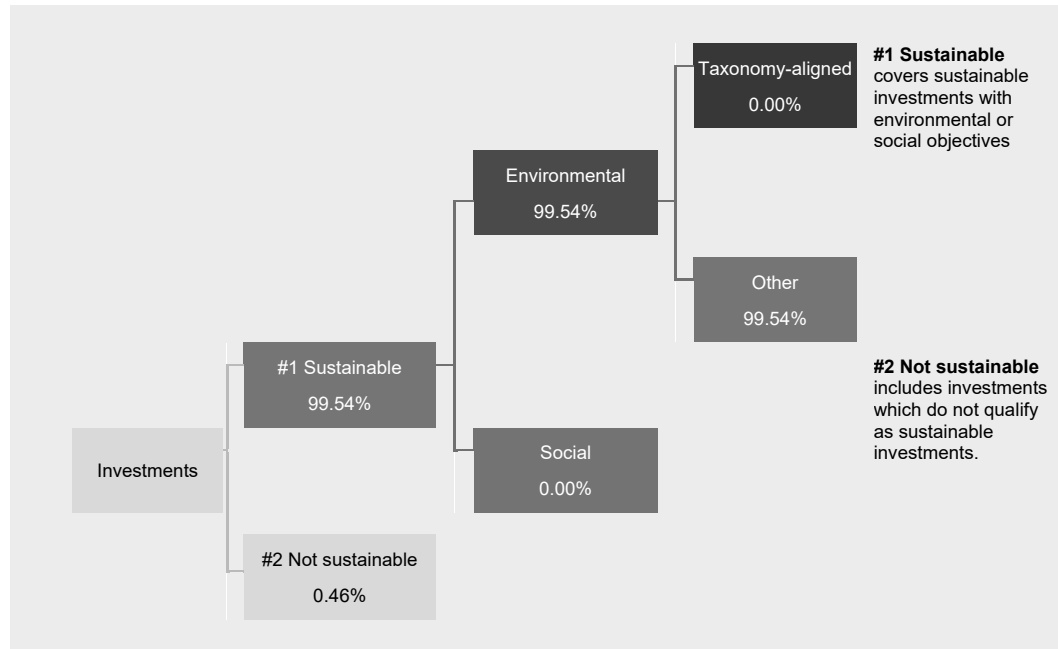
## What was the proportion of sustainability-related investments?

99.54% of the Fund's NAV contributed to the sustainable investment objective.

**Asset allocation**  
describes the share  
of investments in  
specific assets.

### What was the asset allocation?

99.54% of the Fund's portfolio contributed to the sustainable investment objective. The remaining portion (0.46%) did not contribute to such objective and consisted of liquid assets held for the purposes of servicing the day-to-day flow management and liquidity requirements of the Fund as well as derivatives used for hedging purposes.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                                          | % of Assets |
|-----------------------------------------------------|-------------|
| Government bonds                                    | 37.08%      |
| Financials                                          | 32.40%      |
| Utilities                                           | 19.16%      |
| Real Estate                                         | 3.25%       |
| Communication Services                              | 3.02%       |
| Consumer Discretionary                              | 2.51%       |
| Industrials                                         | 1.85%       |
| Information Technology                              | 0.28%       |
| Top sub-sector                                      | % of Assets |
| Government bonds                                    | 37.08%      |
| Banks                                               | 24.38%      |
| Electric Utilities                                  | 14.74%      |
| Insurance                                           | 6.95%       |
| Multi-Utilities                                     | 2.66%       |
| Diversified Telecommunication Services              | 2.48%       |
| Real Estate Management & Development                | 2.20%       |
| Automobiles                                         | 1.61%       |
| Ground Transportation                               | 1.56%       |
| Financial Services                                  | 1.07%       |
| Specialized REITs                                   | 1.05%       |
| Gas Utilities                                       | 0.94%       |
| Independent Power & Renewable Electricity Producers | 0.82%       |
| Automobile Components                               | 0.60%       |
| Media                                               | 0.54%       |



## To what extent were sustainable investments with an environmental objective aligned with the EU Taxonomy?

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities are economic activities** for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies

- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.

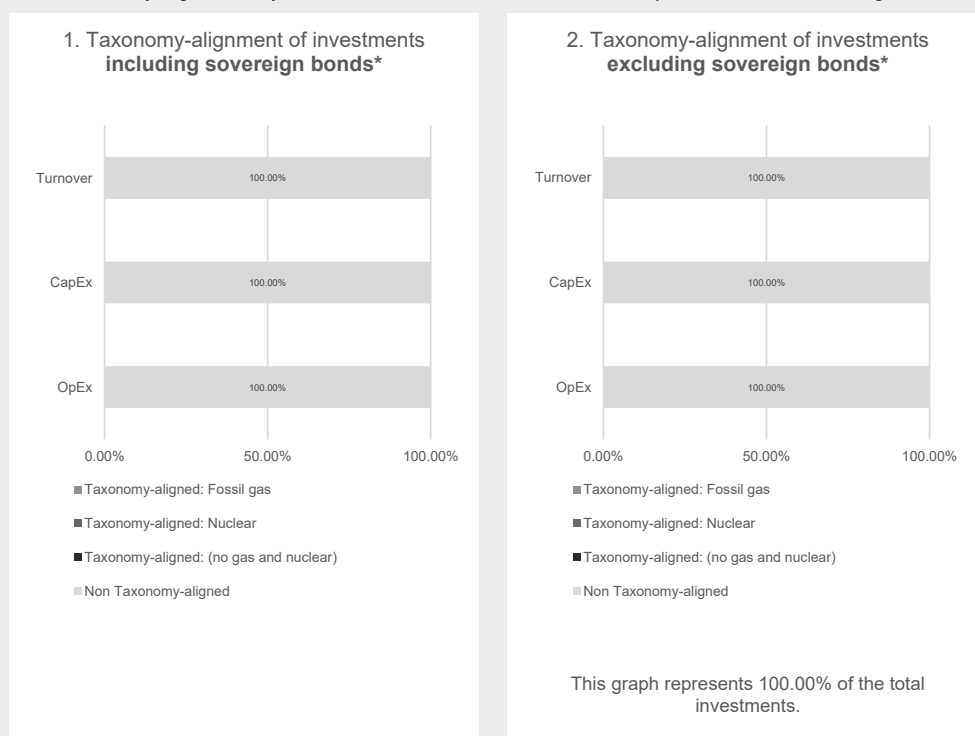
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

The Fund did not make sustainable investments with an environmental objective aligned with the EU Taxonomy.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

- ☐ Yes
- ☐ In fossil gas ☐ In nuclear energy
- ☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

<sup>1</sup>Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

● **What was the share of investments made in transitional and enabling activities?**

The Fund did not invest in transitional and enabling activities.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

 **What was the share of sustainable investments with an environmental objective that were not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective not aligned with the EU Taxonomy was 99.54% of NAV.

 **What was the share of socially sustainable investments?**

Not applicable.

 **What investments were included under “not sustainable”, what was their purpose and were there any minimum environmental or social safeguards?**

The “#2 Not sustainable” investments included liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for the purposes of servicing the day-to-day requirements of the Fund as well as derivative instruments used for hedging purposes.

For derivatives, the Investment Managers determined what is the underlying asset and if applicable, subjected this asset to all relevant ESG screening depending on the underlying asset's nature. For the avoidance of doubt, the Investment Managers will ensure that the underlying asset of any derivatives used for efficient portfolio management will qualify as a sustainable investment.

If the Investment Managers was not in position to determine the ESG quality of the underlying asset because of its nature (e.g., currency forwards for hedging purposes), the Investment Managers assessed the ESG credentials of a derivative contract counterparty. If a counterparty was a subsidiary without a separate ESG reporting scheme, the ESG characteristics of a parent company apply. The Fund did not engage in derivatives with financial institutions which did not meet Investment Managers' ESG criteria. To qualify as eligible counterparty, a financial institution must meet at least two of the following criteria:

- MSCI ESG rating of BBB or above – or in absence of MSCI rating, being above industry average rating as judged by alternative third party ESG data provider;
- signatory to the Equator Principles;
- signatory to Task Force on Climate-Related Financial Disclosures; and
- is committed to set a Science Based Target initiative (the “SBTi”) target.

For liquid assets, the Investment Managers applies minimum environmental and social safeguards by verifying that the counterparties used for placement of deposits meet the EU Taxonomy Safeguards, as assessed by MSCI. Counterparties not meeting such criteria were not used by the Fund.

The limited proportion of investments under “#2 Not sustainable” and the applicable minimum safeguards did not affect the delivery of the sustainable investment objectives of the Fund.



**What actions have been taken to attain the sustainable investment objective during the reference period?**

The Investment Managers employed a variety of techniques to achieve the Sustainable investment objective of the Fund, while adhering to the mandatory components of the investment strategy. These techniques, enumerated subsequently, comprise a synthesis of qualitative and quantitative analysis of investments to determine a positive contribution to environmental objectives, ensuring investments do no significant harm and their promoters follow good governance practices, IT applications, and interactions with diverse stakeholders, among others. Through the implementation of these techniques, the Fund has successfully fulfilled its pledged environmental objectives.

1. The Fund allocated part of its net assets to sustainable investments through ‘use of proceeds’ instruments, funding projects with positive environmental impacts. The Investment Managers evaluated each security against the applicable requirements, and the thorough process ensured that only verified bonds have been classified as sustainable investments.

2. The Fund did not invest in issuers that violated its exclusions. Using internal and external resources like MSCI and Sustainalytics, the manager also assessed issuers' involvement in controversial business practices and/or adverse economic activities. This process ensured pre-trade exclusion of ineligible issuers and post-trade monitoring for any violation of the Fund's exclusions, prompting timely divestment if needed and under the conditions specified in the pre-contractual disclosure of the Fund.

3. In order to meet its commitment to engage (on a calendar year basis) with the 5% of holdings which are considered as underperformers in terms of their PAIs metrics, the Investment Managers engaged with the identified issuers by using the following methods:

- 1:1 meetings: The Investment Managers discussed sustainability topics, controversies, and encouraged proactive remedies, addressed risks and opportunities, including biodiversity protection, GHG emissions reduction, and gender pay gap.
- Written communications: The Investment Managers sent letters and questionnaires on material topics, such as fossil fuel financing activities, to promote environmental and social business activities and facilitate better informed investment decisions.
- In-person meetings: The Investment Managers engaged with stakeholders at conferences, sharing best practices in sustainable investing.



### How did this financial product perform compared to the reference sustainable benchmark?

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the sustainable objective.

# Franklin Global Multi-Asset Income Fund (the "Fund")

Legal Entity Identifier: 549300A75JSDJHNO0S41



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund promoted the reduction of greenhouse gas ("GHG") emissions and increase in board gender diversity in the Fund's portfolio through engagement with poor performers and positively tilting the portfolio towards stronger performers in terms of these metrics.

The Fund does not use a reference benchmark to which it aligns the environmental and/or social characteristics promoted.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

Throughout the reference period, the Fund successfully met the environmental and social characteristics it promoted by adhering to the binding elements mentioned in the prospectus. The Fund's exclusions were also adhered to over the period.

On average, over the reference period:

- 72.56% of the in-scope equity and corporate credit positions held by the Fund were ranked in the top 50% of their respective industry peer group (within MSCI All Country World Index) in terms of lowest GHG emissions.
- 77.45% of the sovereign debt securities held by the Fund were ranked in the top 33% of countries out of the Bloomberg Global Aggregate Index ranked by lowest GHG intensity

During the reference period:

- There were 5 holdings identified as underperformers (bottom 10% within their industry peer group) in respect of their GHG emissions. Engagement discussions were initiated with all.
- There were 3 holdings identified as underperformers (less than 10% female board representation) in respect of their board diversity. Engagement discussions initiated with all.

| Sustainability KPI Name                                                                                                                                                                                            | Value  |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| Number of companies in the portfolio which are in top half of the Fund's corporate investment universe, defined by MSCI All Country World Index ("Fund's Corporate Investment Universe") in terms of GHG emissions | 116.00 |

| Sustainability KPI Name                                                                                                                                                                                                       | Value |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|
| Number of sovereigns in the portfolio which are in top third of the Fund's sovereign investment universe, defined as the Bloomberg Global Aggregate Index ("Fund's Sovereign Investment Universe"), in terms of GHG emissions | 9.00  |
| Number of companies in the portfolio which are in the worst decile of the Fund's Corporate Investment Universe, in terms of GHG emissions                                                                                     | 5.00  |
| Number of companies in the portfolio with female board representation below 10%                                                                                                                                               | 3.00  |
| Number of companies the Investment Managers have engaged with                                                                                                                                                                 | 7.00  |

● **... And compared to previous periods?**

Not applicable as there were no prior reference periods.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 GHG emissions (for equities and corporate credit positions)
- Board gender diversity
- GHG intensity (for sovereigns)

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs are applicable to the widest range of the Fund's investments and represent the largest opportunity set for engagement.

- GHG emissions - The Investment Manager engaged with companies which were ranked in the bottom 10% in their industry peer group (within MSCI All Country World Index) regarding their scope 1 and scope 2 GHG emissions. In the portfolio construction phase, the Investment Manager also favoured companies and sovereign issuers with lower GHG emissions relative to their industry peers.
- Board gender diversity - The Investment Manager engaged with the investee companies which had less than 10% female representation on the board of directors.
- For all engagements, if a company does not demonstrate meaningful commitment and/or improvement over two years in relation to emissions reduction, the Investment Manager will divest as soon as practicably possible, taking due account of the interests of the Shareholders.





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-08-23 - 2024-06-30.

| Largest investments                               | Sector                 | % of Assets | Country        |
|---------------------------------------------------|------------------------|-------------|----------------|
| FTIF-FRANKLIN EMERGING MARKET CORPORATE DEBT FUND | Financials             | 2.33%       | Luxembourg     |
| Amazon.com Inc COM USD.01                         | Consumer Discretionary | 1.76%       | United States  |
| United Kingdom Gilt 3.75% 10/22/2053 REG S        | Government bonds       | 1.71%       | United Kingdom |
| AbbVie Inc COM USD NPV                            | Health Care            | 1.59%       | United States  |
| Comcast Corp COM A USD1 (NEW)                     | Communication Services | 1.53%       | United States  |
| Johnson & Johnson COM USD1                        | Health Care            | 1.50%       | United States  |
| Cisco Systems Inc COM NPV                         | Information Technology | 1.48%       | United States  |
| JPMorgan Chase & Co COM USD1                      | Financials             | 1.47%       | United States  |
| FTAF-FRANKLIN K2 CAT BOND UCITS FUND              | Financials             | 1.45%       | Luxembourg     |
| PepsiCo Inc COM USD.017                           | Consumer Staples       | 1.41%       | United States  |
| Alphabet Inc COM USD.001 CL A                     | Communication Services | 1.35%       | United States  |
| Broadcom Inc COM USD 1                            | Information Technology | 1.15%       | United States  |
| McDonald's Corp COM USD.01                        | Consumer Discretionary | 1.14%       | United States  |
| Chevron Corp COM USD.75                           | Energy                 | 1.12%       | United States  |
| Duke Energy Corp COM USD.001                      | Utilities              | 1.10%       | United States  |



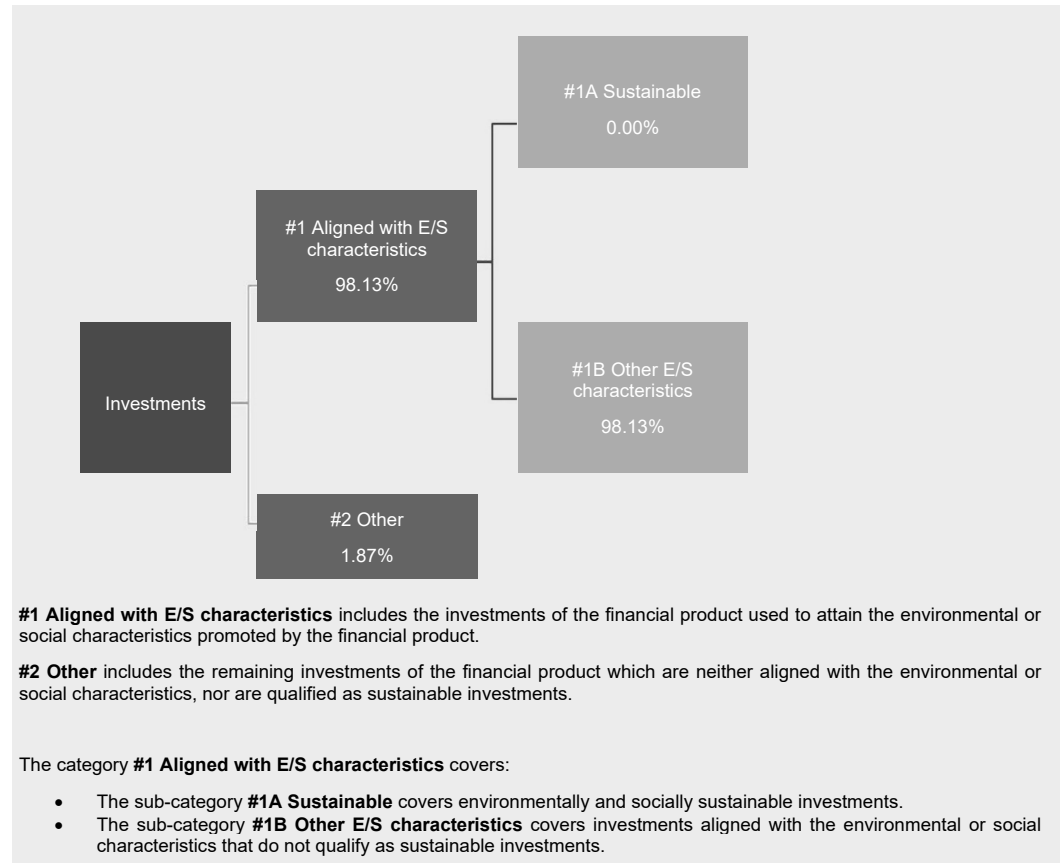
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

During the reference period, 98.13% of the Fund's portfolio based on market value was aligned with the E/S characteristics promoted by the Fund. The remaining portion (1.87%) was not aligned with the promoted characteristics and consisted primarily of liquid assets, index derivatives, certain collective investment management schemes and securities issued by private companies on which PAI data is not available which are held for the purposes of investment and servicing the day-to-day requirements of the Fund.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                               | % of Assets |
|------------------------------------------|-------------|
| Financials                               | 29.42%      |
| Government bonds                         | 11.44%      |
| Information Technology                   | 11.30%      |
| Health Care                              | 8.45%       |
| Communication Services                   | 6.76%       |
| Consumer Discretionary                   | 6.54%       |
| Industrials                              | 6.51%       |
| Utilities                                | 5.44%       |
| Materials                                | 3.67%       |
| Energy                                   | 3.31%       |
| Consumer Staples                         | 3.10%       |
| Real Estate                              | 2.19%       |
| Top sub-sector                           | % of Assets |
| Banks                                    | 11.57%      |
| Government bonds                         | 11.44%      |
| Financial Services                       | 10.68%      |
| Semiconductors & Semiconductor Equipment | 6.30%       |
| Pharmaceuticals                          | 5.02%       |
| Electric Utilities                       | 4.57%       |
| Insurance                                | 3.77%       |
| Capital Markets                          | 3.37%       |
| Oil, Gas & Consumable Fuels              | 2.99%       |
| Diversified Telecommunication Services   | 2.47%       |
| Chemicals                                | 2.04%       |
| Air Freight & Logistics                  | 1.95%       |
| Communications Equipment                 | 1.94%       |
| Biotechnology                            | 1.90%       |
| Automobiles                              | 1.83%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

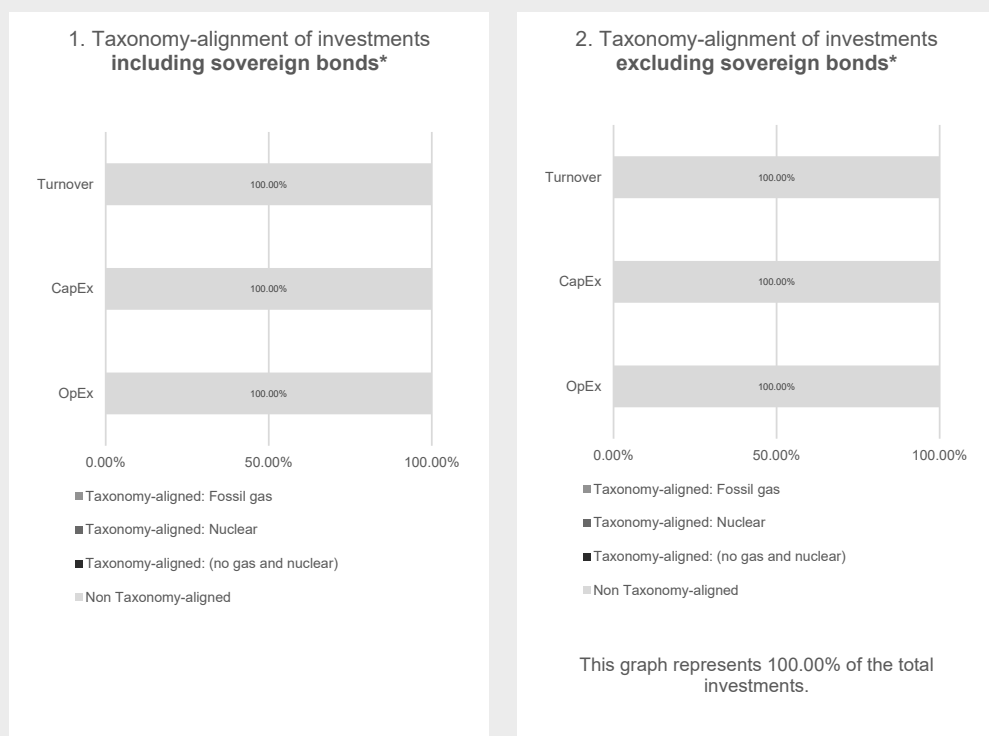
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.



**What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.



**What was the share of socially sustainable investments?**

Not applicable.



**What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The portion of investments under “#2 Other” was 1.87% during the reference period and comprised of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds), collective investment schemes and securities issued by private companies on which PAI data is not available which are held for the purposes of investment and servicing the day-to-day requirements of the Fund. These may also include derivatives that were not linked to a single stock or bond and are not used to attain environmental or social characteristics promoted by the Fund. No minimum environmental and/or social safeguards were put in place.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

To meet the environmental and social characteristics promoted by the Fund, the Investment Manager:

- Positively tilted the portfolio towards stronger performers in terms lowest GHG emissions (equities, corporate credit and sovereign positions). The binding elements of the investment strategy were met throughout the reference period.
- Engaged with issuers that were considered underperformers in respect of the PAIs outlined in the binding elements of the investment strategy (PAI 1 – Scope 1 & 2 GHG Emissions, PAI 13 – Board Gender Diversity). 4 engagements focused on initiatives to reduce GHG emissions, 2 engagements focused on strengthening board gender diversity and 1 engagement covered both issues.
- Adhered to the exclusions as set out in the prospectus regarding UNGC violations, controversial weapons, and all other business activities for which exclusions are in place.



**How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.



## Environmental and/or social characteristics

## Did this financial product have a sustainable investment objective?

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
- ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 52.60% of sustainable investments
- ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not



## To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social characteristics promoted by the Fund varied by the composition of the portfolio as they are specific to each company or industry the Fund invests in. These characteristics, for example, included the reduction of greenhouse gas emissions, resource efficiency, waste prevention and recycling, pollution prevention and control, good labour standards, fair wages, diversity and gender balance, health & safety practices, or alignment with the international business conduct principles. Templeton Asset Management Ltd. (the "Investment Manager") attained these characteristics by:

- Favouring issuers with a proprietary score of 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology,
- Committing to have an ESG score at Fund level higher than the MSCI ESG score of the Fund's benchmark (MSCI India Index), referenced in Appendix F to the Prospectus ("the Benchmark"),
- Implementing negative screens as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the pre-contractual disclosure of the Fund.

Over the period, the issuers owned in the Fund all scored a 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology. The Fund also maintained a weighted average ESG score higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology. Finally, the Fund, according to the Investment Manager's analysis, did not breach any of the listed ESG exclusions.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

## How did the sustainability indicators perform?

The sustainability indicators used to measure the attainment of the environmental and/or social characteristics promoted were:

1. The share of investee companies rated 3 (Strong), 2 (Good), 1 (Appropriate), and 0 (Poor) by the Investment Manager's proprietary ESG methodology;
2. The weighted average base ESG score of the portfolio and average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

Below is a breakdown of the portfolio's investments measured using an average taken from 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period.

| Sustainability KPI Name                                                                                       | Value  |
|---------------------------------------------------------------------------------------------------------------|--------|
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary E&S methodology      | 33.10% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary E&S methodology        | 49.00% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary E&S methodology | 15.50% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary E&S methodology        | 0.00%  |
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary G methodology        | 43.40% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary G methodology          | 47.70% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary G methodology   | 6.60%  |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary G methodology          | 0.00%  |
| The weighted average base ESG score of the portfolio, as measured by MSCI ESG Rating Methodology              | 5.60   |
| The average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology                            | 4.50   |

### ... And compared to previous periods?

Not applicable.

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The objective of the sustainable investments was to contribute to positive social and/or environmental outcome areas across one or more of the six following positive outcome areas (3 social and 3 environmental) linked to the United Nations Sustainable Development Goals (the "UN SDGs"):

Social Outcome Areas:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);

Environmental Outcome Areas:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

For sustainable investments, the Do No Significant Harm (the "DNSH") assessment was integrated into the strategy through ESG minimum standards. These minimum standards have been adhered to throughout the year.

The Investment Manager examined negative externalities by screening for severe environmental and social controversies through third party ESG data provided by MSCI. All sustainable investments passed the ESG minimum standards set for DNSH i.e. they do not exhibit severe environmental or social controversies that have not been resolved or without a positive forward-looking view. Additionally, absence of severe negative environmental or social externalities were captured and formed part of Investment Manager's assessment of the issuer.

Lastly, the Investment Manager (i) applied exclusions as further described in the investment strategy section of the Prospectus and (ii) integrated principal adverse impacts (the "PAIs") into the research process.

### How were the indicators for adverse impacts on sustainability factors taken into account?

When assessing compliance of the Fund's sustainable investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they are relevant for the investments contemplated by the Fund and other

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

data points deemed by the Investment Manager as proxies for adverse impact. The Investment Manager performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. There were no issuers over year that were deemed to be in breach of these indicators according to the Investment Managers' analysis for its sustainable investments.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The Fund's sustainable investments portion did not invest in companies that, according to MSCI, did not observe the main international conventions (United Nations Global Compact Principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations (the "UN") Guiding Principles on Business and Human Rights.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following PAIs:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies;
- Violations of UNGC Principles and OECD Guidelines; and
- Exposure to controversial weapons.

As part of research process, the Investment Manager adopted a materiality-based approach to assessing PAIs through their assessment of ESG issues. Such assessment considered third party data vendors, company reports, and own engagement with management teams. The Investment Manager takes a sector-relative approach to the relevance of the PAI indicators which can vary by company and industry. In addition, there were explicit considerations of the PAIs at a portfolio level as follows:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies

For companies that have a greenhouse gas intensity that exceeded a threshold deemed acceptable by the Investment Manager and defined below, the Investment Manager monitored and engaged with these companies to encourage them to set adequate emission reduction targets and manage their greenhouse gas emissions and/or intensity accordingly.

This threshold is set at the average greenhouse gas intensity of the Fund's benchmark. The data has been reviewed on a quarterly basis and includes each company's scope 1+2 greenhouse gas emissions.

Here, the data has identified companies where further analysis was required. On these names, the Investment Managers have conducted deeper research and contacted the company to understand further their carbon management strategy from a forward-looking perspective.

- Violations of UNGC Principles or Organisation for Economic Co-operation and Development (the "OECD") Guidelines for Multinational Enterprises

The Fund did not invest in companies that, according to MSCI, do not observe UNGC Principles or OECD Guidelines for Multinational Enterprises.

- Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons, and biological weapons)

In accordance with the Investment Manager's controversial weapons policy, the Fund did not invest in companies that are producers or distributors of such weapons.





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2024-03-28 - 2024-06-30.

| Largest investments               | Sector                 | % of Assets | Country |
|-----------------------------------|------------------------|-------------|---------|
| ICICI BANK LIMITED                | Financials             | 7.43%       | India   |
| HDFC BANK LIMITED                 | Financials             | 6.20%       | India   |
| LARSEN AND TOUBRO LIMITED         | Industrials            | 5.71%       | India   |
| INFOSYS LIMITED                   | Information Technology | 5.47%       | India   |
| RELIANCE INDUSTRIES LIMITED       | Energy                 | 5.09%       | India   |
| TATA MOTORS LIMITED               | Consumer Discretionary | 4.02%       | India   |
| Zomato Ltd                        | Consumer Discretionary | 3.72%       | India   |
| TATA CONSULTANCY SERVICES LIMITED | Information Technology | 3.04%       | India   |
| UNITED SPIRITS LIMITED            | Consumer Staples       | 2.91%       | India   |
| Axis Bank Limited                 | Financials             | 2.54%       | India   |
| TRENT LIMITED                     | Consumer Discretionary | 2.43%       | India   |
| THE INDIAN HOTELS COMPANY LIMITED | Consumer Discretionary | 2.36%       | India   |
| KOTAK MAHINDRA BANK LIMITED       | Financials             | 2.30%       | India   |
| TITAN COMPANY LIMITED             | Consumer Discretionary | 2.27%       | India   |
| OBEROI REALTY LIMITED             | Real Estate            | 2.17%       | India   |



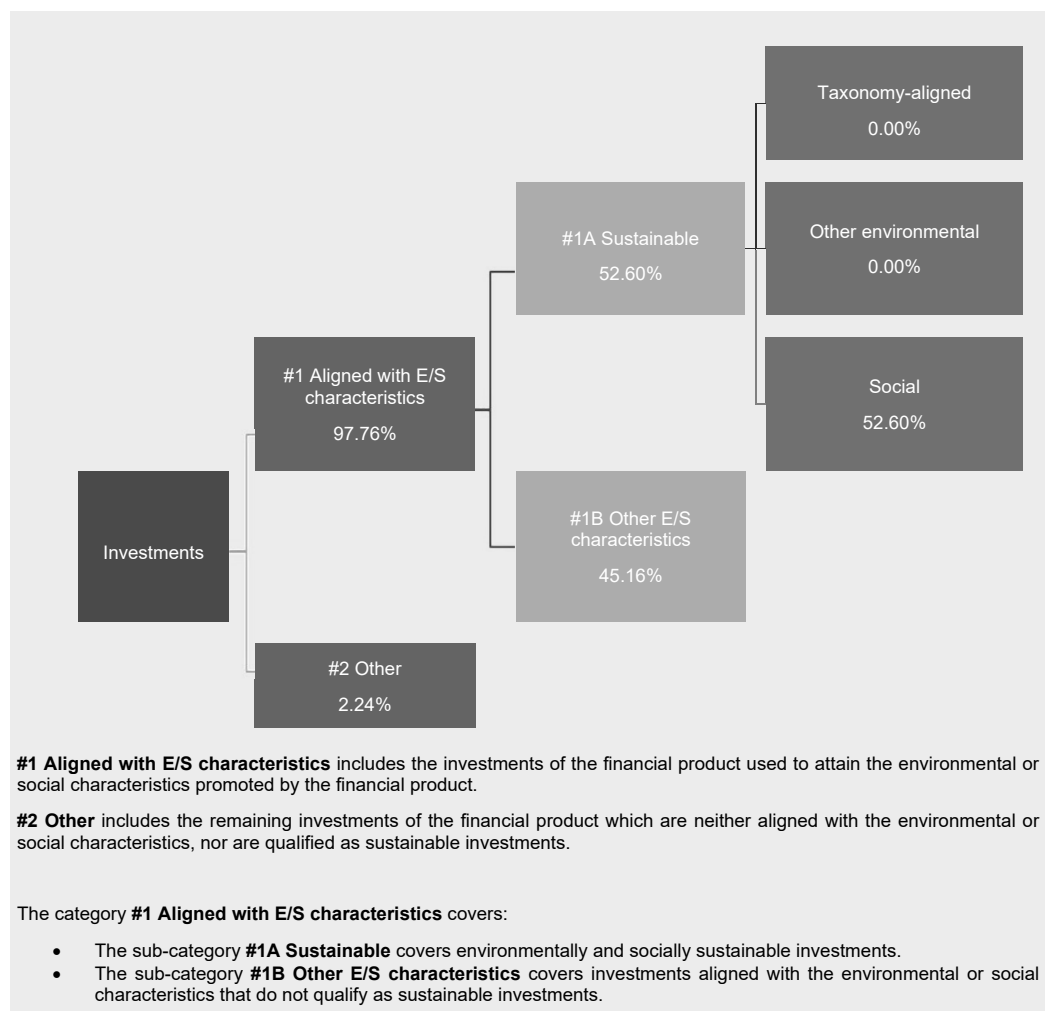
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 52.60%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

97.76% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (2.24%) was not aligned with the promoted characteristics and consisted primarily of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes is not aligned with the promoted characteristics.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                           | % of Assets |
|--------------------------------------|-------------|
| Financials                           | 24.52%      |
| Consumer Discretionary               | 23.21%      |
| Information Technology               | 11.98%      |
| Industrials                          | 9.46%       |
| Consumer Staples                     | 8.40%       |
| Health Care                          | 7.51%       |
| Energy                               | 5.09%       |
| Real Estate                          | 3.42%       |
| Utilities                            | 2.07%       |
| Materials                            | 1.86%       |
| Communication Services               | 0.24%       |
| Top sub-sector                       | % of Assets |
| Banks                                | 18.46%      |
| IT Services                          | 11.04%      |
| Hotels, Restaurants & Leisure        | 9.69%       |
| Automobiles                          | 6.17%       |
| Construction & Engineering           | 5.71%       |
| Oil, Gas & Consumable Fuels          | 5.09%       |
| Health Care Providers & Services     | 4.84%       |
| Insurance                            | 3.49%       |
| Beverages                            | 3.46%       |
| Real Estate Management & Development | 3.42%       |
| Food Products                        | 3.02%       |
| Pharmaceuticals                      | 2.67%       |
| Automobile Components                | 2.66%       |
| Specialty Retail                     | 2.43%       |
| Metals & Mining                      | 1.58%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

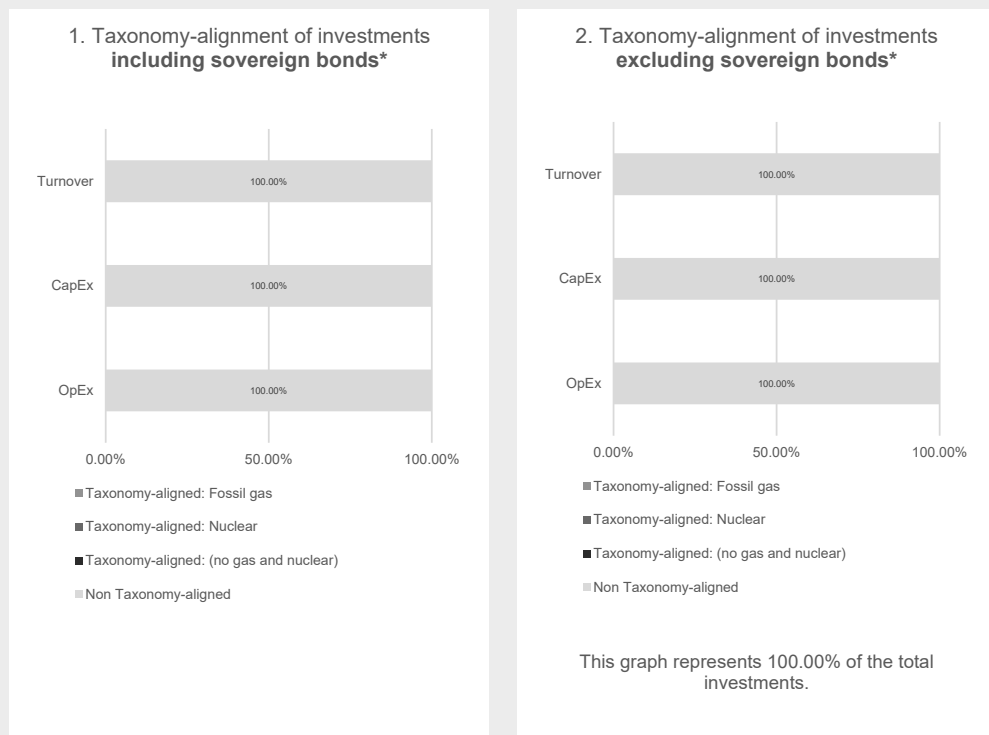
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

The Fund invested in 52.60% sustainable investments with a social objective.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Not sustainable” was 2.24% and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes and are not aligned with the promoted characteristics. No minimum environmental and/or social safeguards had been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy were monitored through the reference period by the investment team and investment compliance. These were not at the discretion of the Investment Manager and can be summarised as follows:

- The Fund excluded companies rated 0 (poor) under proprietary ESG methodology;
- The Fund maintained a weighted average ESG score of the Fund higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology;
- The Fund applied ESG exclusions further described in section “What investment strategy does this financial product follow?” of the pre-contractual disclosure of the Fund.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Innovation Fund (the "Fund")

Legal Entity Identifier: 5493001D40O5GUTY6W49



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social ("E/S") characteristics promoted by the Fund were specific to each company and industry in which the Fund operated. These characteristics consisted of inter alia, cybersecurity and data privacy, support of human capital and/or environmental-related aspects (e.g., carbon emissions, water usage, and e-waste). Franklin Advisers, Inc. (the "Investment Manager") sought to attain these characteristics by excluding certain issuers and sectors considered by the Investment Manager as harmful for the society while favouring issuers with a good environmental, social and governance (the "ESG") profile, as captured by its proprietary ESG methodology.

The Fund allocated 99.21% of its assets to investments aligned with the E/S characteristics.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

The Fund successfully met the E/S characteristics it promoted by not owning companies rated B under the Investment Manager's proprietary criteria, as well as avoiding excluded companies as identified through the Investment Manager's analysis.

| Sustainability KPI Name                                         | Value  |
|-----------------------------------------------------------------|--------|
| The share of companies rated AAA by proprietary ESG methodology | 6.62%  |
| The share of companies rated AA by proprietary ESG methodology  | 59.50% |
| The share of companies rated A by proprietary ESG methodology   | 33.88% |
| The share of companies rated B by proprietary ESG methodology   | 0.00%  |

| Sustainability KPI Name                                                                             | Value |
|-----------------------------------------------------------------------------------------------------|-------|
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00% |

### ... And compared to previous periods?

The performance of the sustainability indicators was consistent with the prior period.

In the prior periodic reporting of the Fund, the companies 'rated B' were labeled as 'not rated'. The label has now been updated in the table below.

| Sustainability KPI Name                                                                             | Sustainability KPI historical comparison |        |
|-----------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                     | 2024                                     | 2023   |
| Sustainability KPI Name                                                                             | Value                                    | Value  |
| The share of companies rated AAA by proprietary ESG methodology                                     | 6.62%                                    | 10.56% |
| The share of companies rated AA by proprietary ESG methodology                                      | 59.50%                                   | 61.13% |
| The share of companies rated A by proprietary ESG methodology                                       | 33.88%                                   | 26.20% |
| The share of companies rated B by proprietary ESG methodology                                       | 0.00%                                    | 2.11%  |
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00%                                    | 0.00%  |

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

Not applicable.

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

Not applicable.

#### How were the indicators for adverse impacts on sustainability factors taken into account?

Not applicable.

#### Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



### How did this financial product consider principal adverse impacts on sustainability factors?

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 greenhouse gas emissions;
- Scope 1+2 and material Scope 3 greenhouse gas emissions intensity; and
- Board gender diversity.

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs were applicable to the widest range of the Fund's investments and represented the largest opportunity set for engagement.

With regards to greenhouse gas emissions, the Investment Manager was committed to engage with the investee companies to ensure they were establishing and committing to greenhouse gas emissions reductions plans, that are in accord with science based long term goals of net-zero emissions by 2050. The Investment Manager worked with companies to move them up to the scale of committing to align with net zero targets, aligning their emissions with net zero, being aligned to achieve net zero, and reaching net zero emissions. While the Investment Manager understood that, in the short-term, absolute emissions may increase for some companies as they work on transition plans, therefore, the consideration of greenhouse gas emission intensity helped the Investment Manager to monitor that overall companies' greenhouse gas emissions were trending in a direction aligned with greenhouse gas emissions reductions over time.

With regards to board gender diversity, the Investment Manager was committed to engage with the investee companies to ensure their boards are representative of the customers they serve as the Investment Manager believed this helped them to better understand their consumer base, create better products, and ultimately be more efficient companies. Initially, the Investment Manager worked to identify companies that did not have board gender diversity and set time-based thresholds for drafting a plan to increase board gender diversity. The Investment Manager believed it is reasonable to increase the acceptable level of board gender diversity over time and engaged with companies that were laggards relative to their industry peers.

For the above PAIs, the Investment Manager initially baselined the portfolio and investee companies and looked to drive improvement on both fronts over time through engagement. The Fund was engaged with investee companies to set and follow science-based emissions reductions targets and sought to follow a portfolio coverage approach, with increasing weight in companies that have achieved net zero greenhouse gas emissions, were aligned with net zero or are aligning. The goal for the portfolio is to achieve 100% in these categories by 2040. For board gender diversity, the Fund engaged with all companies that lacked any gender diversity with an expectation for them to develop at minimum a plan to increase board gender diversity within 18 months. The Investment Manager intends to increase the expectations of board gender diversity over time. Consequences of a lack of improvement on these measures for investee companies eventually include divestment if the Investment Manager does not see a path for improvement.

Finally, the Fund excluded companies that produce or distribute controversial weapons or who failed to comply with the United Nations Global Compact Principles (the "UNGC Principles") without positive outlook for remediation.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments          | Sector                 | % of Assets | Country       |
|------------------------------|------------------------|-------------|---------------|
| NVIDIA CORPORATION           | Information Technology | 8.94%       | United States |
| MICROSOFT CORPORATION        | Information Technology | 7.46%       | United States |
| AMAZON.COM, INC.             | Consumer Discretionary | 7.04%       | United States |
| ALPHABET INC.                | Communication Services | 4.31%       | United States |
| SERVICENOW, INC.             | Information Technology | 3.50%       | United States |
| MASTERCARD INCORPORATED.     | Financials             | 3.23%       | United States |
| SYNOPSYS, INC.               | Information Technology | 2.90%       | United States |
| CADENCE DESIGN SYSTEMS, INC. | Information Technology | 2.81%       | United States |
| ASML Holding N.V.            | Information Technology | 2.75%       | Netherlands   |
| INTUIT INC.                  | Information Technology | 2.65%       | United States |
| META PLATFORMS, INC.         | Communication Services | 2.60%       | United States |
| TESLA INC                    | Consumer Discretionary | 2.14%       | United States |
| LAM RESEARCH CORPORATION     | Information Technology | 1.98%       | United States |
| APPLE INC.                   | Information Technology | 1.94%       | United States |
| ELI LILLY AND COMPANY        | Health Care            | 1.85%       | United States |





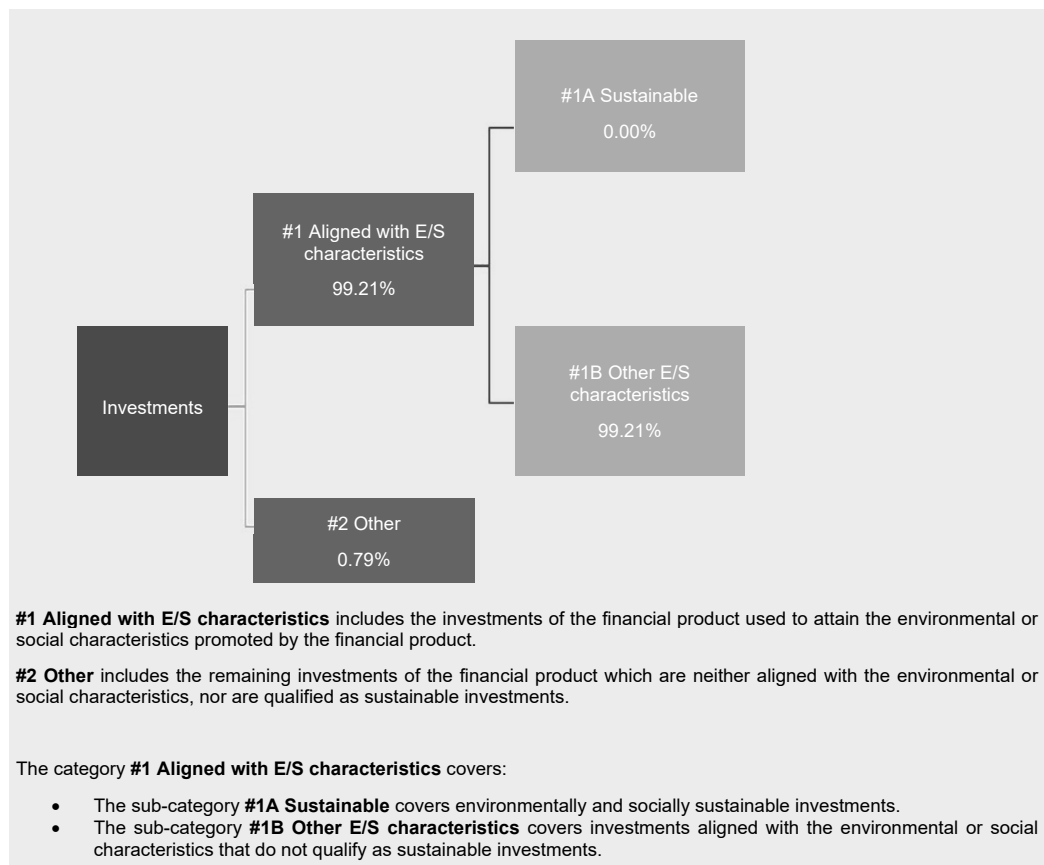
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

99.21% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (0.79%) was not aligned with the promoted characteristics and consisted primarily of liquid assets which were held for the purposes of servicing the day-to-day requirements of the Fund or issuers for which there was no ESG rating.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                 | % of Assets |
|--------------------------------------------|-------------|
| Information Technology                     | 58.15%      |
| Health Care                                | 11.84%      |
| Consumer Discretionary                     | 11.49%      |
| Communication Services                     | 7.04%       |
| Financials                                 | 6.16%       |
| Industrials                                | 3.41%       |
| Energy                                     | 0.96%       |
| Utilities                                  | 0.17%       |
| Top sub-sector                             | % of Assets |
| Software                                   | 29.61%      |
| Semiconductors & Semiconductor Equipment   | 22.82%      |
| Broadline Retail                           | 8.34%       |
| Interactive Media & Services               | 6.90%       |
| Financial Services                         | 4.45%       |
| Health Care Equipment & Supplies           | 3.76%       |
| Life Sciences Tools & Services             | 3.67%       |
| IT Services                                | 2.96%       |
| Pharmaceuticals                            | 2.44%       |
| Automobiles                                | 2.14%       |
| Technology Hardware, Storage & Peripherals | 1.95%       |
| Capital Markets                            | 1.70%       |
| Aerospace & Defense                        | 1.12%       |
| Health Care Providers & Services           | 0.96%       |
| Energy Equipment & Services                | 0.96%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



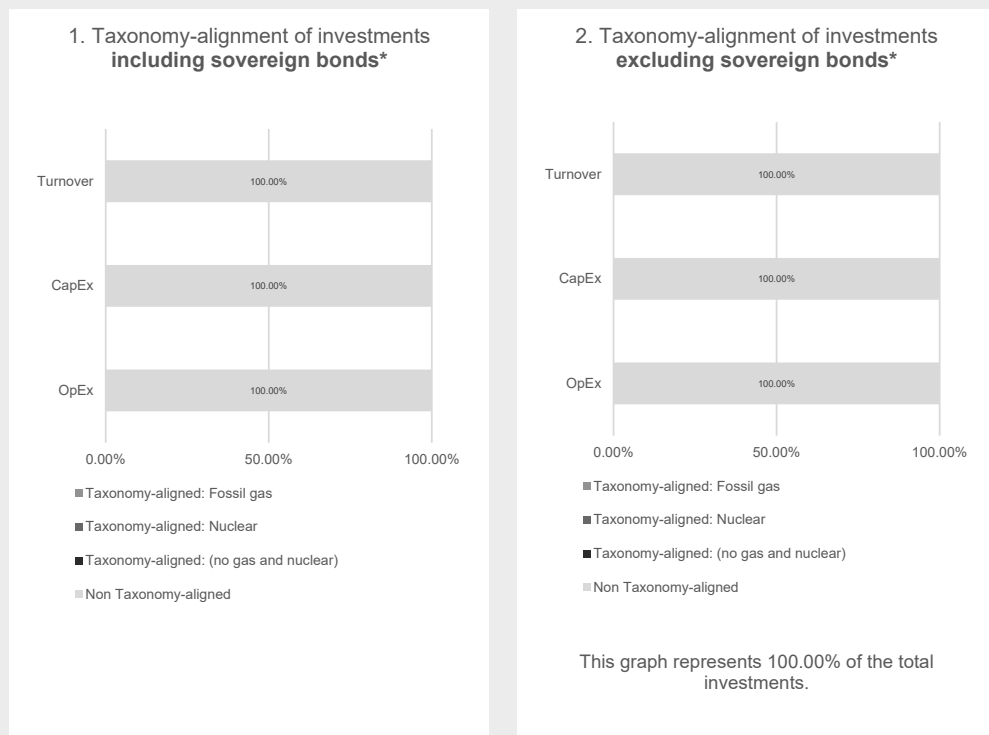
## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

- ☐ Yes
- ☐ In fossil gas ☐ In nuclear energy
- ☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 0.79% and included liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, for which there were no minimum environmental or social safeguards. It also included issuers for which there was no ESG rating.



### **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

Through its ESG analysis, the Investment Manager identified companies that would be excluded under the binding criteria and avoided investing in them. The Fund did not invest in companies that, according to the Investment Manager’s analysis:

- Seriously violate the UNGC Principles (without positive perspective) - for that purpose, the Fund did not invest in companies which the Investment Manager assessed as fail under the UNGC Principles;
- Generate more than 10% of revenue from the production and/or distribution of weapons;
- Are 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, cluster munitions and nuclear weapons);
- Manufacture tobacco or tobacco products or those that derive more than 5% of their revenue from such products;
- Generate more than 10% of their revenue from thermal coal extraction or coal-based power generation.

For companies where engagement was applicable related to specific PAIs the Investment Manager initiated engagements, encouraging, amongst others, companies to set targets for emissions reductions in line with the Paris Agreement or to improve the gender diversity of the board. The Investment Manager believes that given the timeframe from engagement companies should have additional time to begin implementing improvement plans before undertaking additional steps, including divestment.

Finally, the Investment Manager did make use of its proprietary ESG rating methodology. This rating assigned to issuers by the Investment Manager comprises four grades: AAA (best in class/very good), AA (good), A (fair) and B (needs improvement). Based on this proprietary framework, the Fund did not invest in companies that were rated B.



### **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Intelligent Machines Fund (the "Fund")

Legal Entity Identifier: 254900ZZZRM3C21CZ625



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social ("E/S") characteristics promoted by the Fund were specific to each company and industry in which the Fund operated. These characteristics consisted of inter alia, cybersecurity and data privacy, support of human capital and/or environmental-related aspects (e.g., carbon emissions, water usage, and e-waste). Franklin Advisers, Inc. (the "Investment Manager") sought to attain these characteristics by excluding certain issuers and sectors considered by the Investment Manager as harmful for the society while favouring issuers with a good environmental, social and governance (the "ESG") profile, as captured by its proprietary ESG methodology.

The Fund allocated 96.94% of its assets to investments aligned with the E/S characteristics.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

The Fund successfully met the E/S characteristics it promoted by not owning companies rated B under the Investment Manager's proprietary criteria, as well as avoiding excluded companies as identified through the Investment Manager's analysis.

| Sustainability KPI Name                                         | Value  |
|-----------------------------------------------------------------|--------|
| The share of companies rated AAA by proprietary ESG methodology | 11.01% |
| The share of companies rated AA by proprietary ESG methodology  | 54.37% |
| The share of companies rated A by proprietary ESG methodology   | 34.62% |
| The share of companies rated B by proprietary ESG methodology   | 0.00%  |

| Sustainability KPI Name                                                                             | Value |
|-----------------------------------------------------------------------------------------------------|-------|
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00% |

● **... And compared to previous periods?**

Not applicable.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 greenhouse gas emissions;
- Scope 1+2 and material Scope 3 greenhouse gas emissions intensity; and
- Board gender diversity.

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs were applicable to the widest range of the Fund's investments and represented the largest opportunity set for engagement.

With regards to greenhouse gas emissions, the Investment Manager was committed to engage with the investee companies to ensure they were establishing and committing to greenhouse gas emissions reductions plans, that are in accord with science based long term goals of net-zero emissions by 2050. The Investment Manager worked with companies to move them up to the scale of committing to align with net zero targets, aligning their emissions with net zero, being aligned to achieve net zero, and reaching net zero emissions. While the Investment Manager understood that, in the short-term, absolute emissions may increase for some companies as they work on transition plans, therefore, the consideration of greenhouse gas emission intensity helped the Investment Manager to monitor that overall companies' greenhouse gas emissions were trending in a direction aligned with greenhouse gas emissions reductions over time.

With regards to board gender diversity, the Investment Manager was committed to engage with the investee companies to ensure their boards are representative of the customers they serve as the Investment Manager believed this helped them to better understand their consumer base, create better products, and ultimately be more efficient companies. Initially, the Investment Manager worked to identify companies that did not have board gender diversity and set time-based thresholds for drafting a plan to increase board gender diversity. The Investment Manager believed it is reasonable to increase the acceptable level of board gender diversity over time and engaged with companies that were laggards relative to their industry peers.

For the above PAIs, the Investment Manager initially baselined the portfolio and investee companies and looked to drive improvement on both fronts over time through engagement. The Fund was engaged with investee companies to set and follow science-based emissions reductions targets and sought to follow a portfolio coverage approach, with increasing weight in companies that have achieved net zero greenhouse gas emissions, were aligned with net zero or are aligning. The goal for the portfolio is to achieve 100% in these categories by 2040. For board gender diversity, the Fund engaged with all companies that lacked any gender diversity with

an expectation for them to develop at minimum a plan to increase board gender diversity within 18 months. The Investment Manager intends to increase the expectations of board gender diversity over time. Consequences of a lack of improvement on these measures for investee companies eventually include divestment if the Investment Manager does not see a path for improvement.

Finally, the Fund excluded companies that produce or distribute controversial weapons or who failed to comply with the United Nations Global Compact Principles (the "UNGC Principles") without positive outlook for remediation.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is - 2024-03-25 - 2024-06-30.

| Largest investments                          | Sector                 | % of Assets | Country       |
|----------------------------------------------|------------------------|-------------|---------------|
| NVIDIA CORPORATION                           | Information Technology | 9.22%       | United States |
| MEDPACE HOLDINGS, INC.                       | Health Care            | 6.04%       | United States |
| ASML Holding N.V.                            | Information Technology | 5.07%       | Netherlands   |
| INTUITIVE SURGICAL, INC.                     | Health Care            | 4.86%       | United States |
| CADENCE DESIGN SYSTEMS, INC.                 | Information Technology | 4.51%       | United States |
| SYNOPSYS, INC.                               | Information Technology | 4.51%       | United States |
| APPLE INC.                                   | Information Technology | 3.77%       | United States |
| Taiwan Semiconductor Manufacturing Co., Ltd. | Information Technology | 3.54%       | Taiwan        |
| ADVANCED MICRO DEVICES, INC.                 | Information Technology | 3.53%       | United States |
| APPLIED MATERIALS, INC.                      | Information Technology | 3.20%       | United States |
| BROADCOM INC.                                | Information Technology | 3.20%       | United States |
| ASM International N.V.                       | Information Technology | 3.08%       | Netherlands   |
| AXON ENTERPRISE, INC.                        | Industrials            | 3.05%       | United States |
| TESLA INC                                    | Consumer Discretionary | 2.76%       | United States |
| The Descartes Systems Group Inc.             | Information Technology | 2.51%       | Canada        |



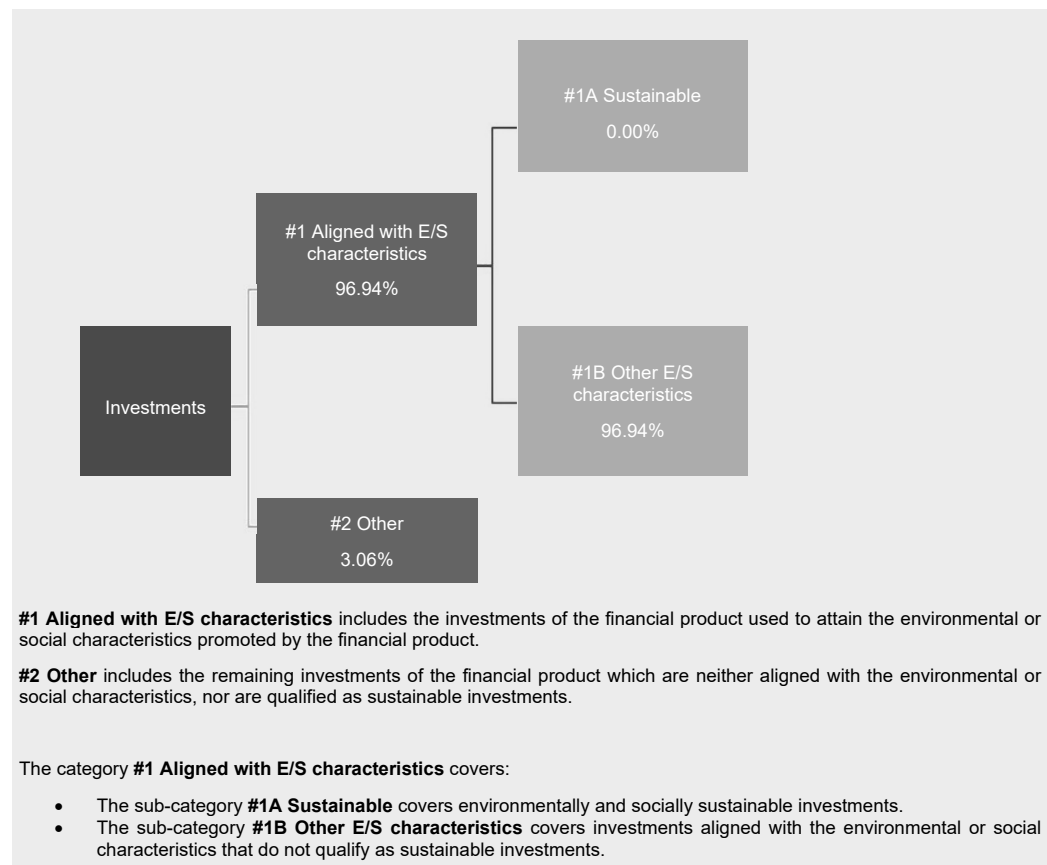
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

96.94% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (3.06%) was not aligned with the promoted characteristics and consisted primarily of liquid assets which were held for the purposes of servicing the day-to-day requirements of the Fund or issuers for which there was no ESG rating.





● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                     | % of Assets |
|------------------------------------------------|-------------|
| Information Technology                         | 76.49%      |
| Industrials                                    | 9.11%       |
| Health Care                                    | 8.24%       |
| Consumer Discretionary                         | 3.09%       |
| Top sub-sector                                 | % of Assets |
| Semiconductors & Semiconductor Equipment       | 43.72%      |
| Software                                       | 22.99%      |
| Health Care Equipment & Supplies               | 7.89%       |
| Electronic Equipment, Instruments & Components | 5.78%       |
| Technology Hardware, Storage & Peripherals     | 4.01%       |
| Aerospace & Defense                            | 3.05%       |
| Construction & Engineering                     | 2.98%       |
| Automobiles                                    | 2.76%       |
| Electrical Equipment                           | 1.50%       |
| Industrial Conglomerates                       | 0.92%       |
| Ground Transportation                          | 0.66%       |
| Household Durables                             | 0.32%       |
| Health Care Technology                         | 0.26%       |
| Life Sciences Tools & Services                 | 0.10%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

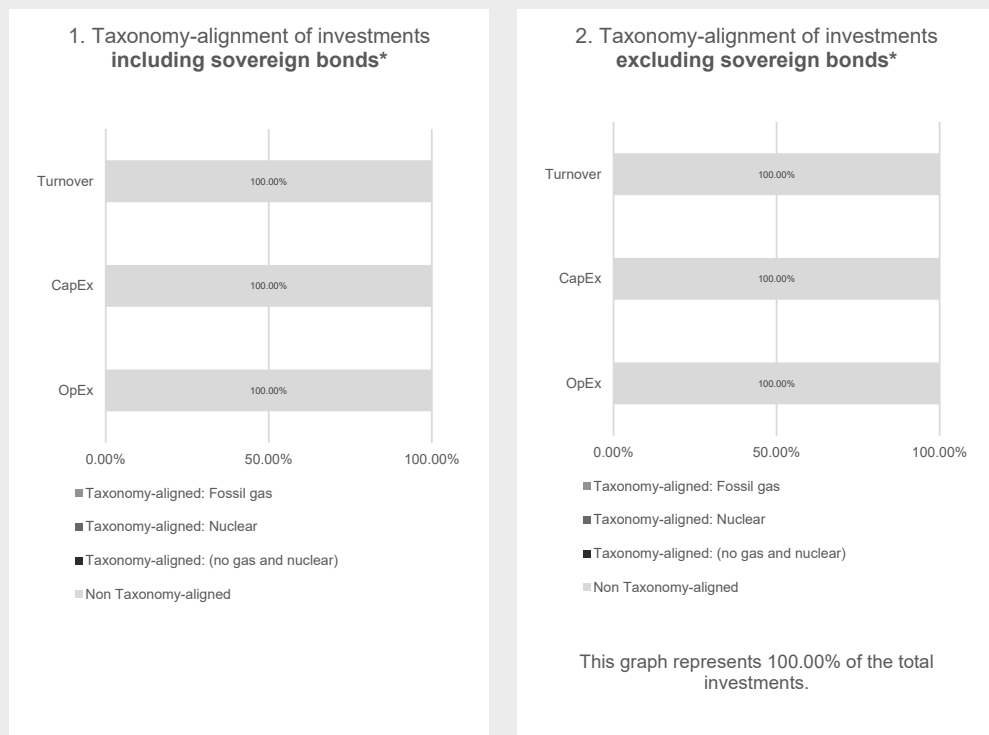
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 3.06% and included liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, for which there were no minimum environmental or social safeguards. It also included issuers for which there was no ESG rating.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

Through its ESG analysis, the Investment Manager identified companies that would be excluded under the binding criteria and avoided investing in them. The Fund did not invest in companies that, according to the Investment Manager’s analysis:

- Seriously violate the UNGC Principles (without positive perspective) - for that purpose, the Fund did not invest in companies which the Investment Manager assessed as fail under the UNGC Principles;
- Generate more than 10% of revenue from the production and/or distribution of weapons;
- Are 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, cluster munitions and nuclear weapons);
- Manufacture tobacco or tobacco products or those that derive more than 5% of their revenue from such products;
- Generate more than 10% of their revenue from thermal coal extraction or coal-based power generation.

For companies where engagement was applicable related to specific PAIs the Investment Manager initiated engagements, encouraging, amongst others, companies to set targets for emissions reductions in line with the Paris Agreement or to improve the gender diversity of the board. The Investment Manager believes that given the timeframe from engagement companies should have additional time to begin implementing improvement plans before undertaking additional steps, including divestment.

Finally, the Investment Manager did make use of its proprietary ESG rating methodology. This rating assigned to issuers by the Investment Manager comprises four grades: AAA (best in class/very good), AA (good), A (fair) and B (needs improvement). Based on this proprietary framework, the Fund did not invest in companies that were rated B.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin K2 Alternative Strategies Fund (the “Fund”)

Legal Entity Identifier: 54930062LATFG8YHK918



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made **sustainable investments with an environmental objective: 0.00%**
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made **sustainable investments with a social objective: 0.00%**

☒ NO

- ☐ It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund encouraged at portfolio level minimum environmental, social and governance (the “ESG”) standards by targeting a weighted average ESG score greater than i) the median MSCI ESG score of the investment universe; or ii) an MSCI ESG score of 5.25, whichever was higher, based on the long exposure in the portfolio of rated securities.

Thereby, the Fund promoted environmental and social characteristics which include inter alia actions to combat climate change, reduction of pollution and waste and/or human rights.

The investment universe was defined as all issuers with a current MSCI ESG score. Holdings without MSCI attributed ESG score did not contribute to the ESG score of the Fund or its investment universe.

In addition, the Fund implemented negative screens as part of its investment process.

In this regard, the Fund allocated 56.59% of its assets to investments aligned with the E/S characteristics during the reference period.

### How did the sustainability indicators perform?

The sustainability indicators used to measure the attainment of the environmental and/or social characteristics promoted were:

- The weighted average MSCI ESG score of the portfolio; and
- The share of investee companies having exposure to, or ties with the excluded sectors and the additional exclusions described in the Fund's pre-contractual disclosure.

| Sustainability KPI Name                                                                                             | Value |
|---------------------------------------------------------------------------------------------------------------------|-------|
| The weighted average MSCI ESG score of the portfolio                                                                | 6.22  |
| The share of investee companies having exposure to, or ties with the excluded sectors and the additional exclusions | 0.00  |

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

● ... And compared to previous periods?

|                                                                                                                     | Sustainability KPI historical comparison |       |
|---------------------------------------------------------------------------------------------------------------------|------------------------------------------|-------|
|                                                                                                                     | 2024                                     | 2023  |
| Sustainability KPI Name                                                                                             | Value                                    | Value |
| The weighted average MSCI ESG score of the portfolio                                                                | 6.22                                     | 6.00  |
| The share of investee companies having exposure to, or ties with the excluded sectors and the additional exclusions | 0.00                                     | 0.00  |

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable

----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The principal adverse impacts (the "PAIs") were integrated into K2/D&S Management Co., L.L.C. (the "Investment Manager") proprietary scoring model, the ESG 360 Dashboard. This ESG modelling tool takes in position level scoring from MSCI ESG and produces sleeve and portfolio scores.

The following PAIs were considered in relation to the Fund:

- Exposure to companies active in the fossil fuel sector;
- Violations of United Nations Global Compact principles (the "UNGC Principles") and Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises; and
- Exposure to controversial weapons.

The Fund monitors exposure to companies active in fossil fuels sector and targets 0% long exposure to companies which generate more than 30% of their revenues from coal production or distribution.

The Fund committed to have less than 1% long exposure in the portfolio to equities and corporate credit that violated the UNGC Principles without positive perspective. The Fund limited exposure to equities and corporate credit that violated the UNGC Principles without positive perspective to 0.31%. Furthermore, the Fund considered Violations of UN Global Compact and OECD Guidelines as part of the assessment of investee companies good governance. The Investment Manager screened the long holdings to identify securities which failed the UNGC or OECD Guidelines. The Investment Manager engaged with the Investment Co-Managers to understand the investment proposition of the security which were flagged as violating UN Global Compact or OECD Guidelines and performed an assessment of the underlying company's governance. If it was determined that the security indeed had poor governance, the security was added to the Fund's restricted list, leading the Investment Manager to divest within 90 days.

The Fund limited exposure to controversial weapons to 0%.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                | Sector       | % of Assets | Country            |
|----------------------------------------------------|--------------|-------------|--------------------|
| ITRAXX-Europe - Series: 41 - Version: 1 - Term: 5Y | Credit Index | 2.92%       | EUROPEAN COUNTRIES |
| CDXNAIG - Series: 42 - Version: 1 : 5Y             | Credit Index | 2.60%       | UNITED STATES      |
| S&P500 EMINI FUT Sep24 : ESU4                      | Equity Index | 2.19%       | UNITED STATES      |
| EURO-BUND FUTURE Sep24 : RXU4                      | Government   | 1.38%       | GERMANY            |
| ITRAXX-Xover - Series: 41 - Version: 1 - Term: 5Y  | Credit Index | 1.25%       | EUROPEAN COUNTRIES |
| EURO STOXX 50 Sep24 : VGU4                         | Equity Index | 0.71%       | EUROPEAN COUNTRIES |
| US 2YR NOTE (CBT) Sep24 : TUU4 COMB                | Government   | 0.60%       | UNITED STATES      |
| FX: GBP/USD 09/18/2024                             | FX           | 0.53%       | UNITED KINGDOM     |
| MEXICAN PESO FUT Sep24 : PEU4 COMB                 | FX           | 0.52%       | MEXICO             |
| US ULTRA BOND CBT Sep24 : WNU4 COMB                | Government   | 0.49%       | UNITED STATES      |
| FX: USD/JPY 07/15/2024                             | FX           | 0.47%       | JAPAN              |
| FX: USD/NOK 07/15/2024                             | FX           | 0.42%       | NORWAY             |
| TOPIX INDX FUTR Sep24 : TPU4 COMB                  | Equity Index | 0.35%       | JAPAN              |
| EURO FX CURR FUT Sep24 : ECU4 ELEC                 | FX           | 0.33%       | EUROPEAN COUNTRIES |
| DAX INDEX FUTURE Sep24 : GXU4                      | Equity Index | 0.31%       | GERMANY            |



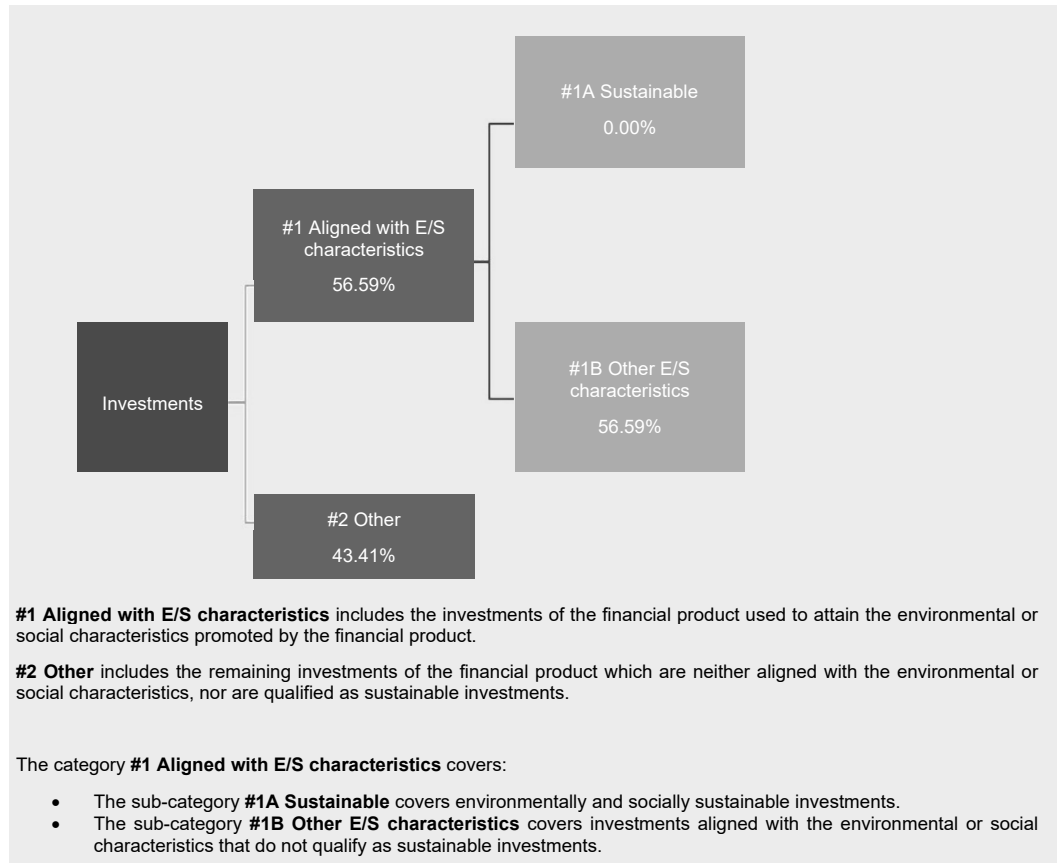
## What was the proportion of sustainability-related investments?

The Fund did not make sustainable investments during the reference period.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

56.59% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion 43.41% was not aligned with E/S characteristics and consisted primarily of asset types and securities which were considered ineligible assets within the MSCI ESG Ratings methodology.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                     | % of Assets |
|------------------------------------------------|-------------|
| Equity Index                                   | 23.20%      |
| Government                                     | 21.07%      |
| FX                                             | 18.46%      |
| Health Care                                    | 14.90%      |
| Credit Index                                   | 14.47%      |
| Industrials                                    | 10.57%      |
| Consumer Discretionary                         | 6.37%       |
| Information Technology                         | 6.32%       |
| Financials                                     | 5.51%       |
| Utilities                                      | 4.93%       |
| Interest Rate Derivatives                      | 3.66%       |
| Communication Services                         | 3.62%       |
| Materials                                      | 2.92%       |
| Energy                                         | 2.54%       |
| Consumer Staples                               | 2.34%       |
| Top sub-sector                                 | % of Assets |
| Equity Index                                   | 23.20%      |
| Government                                     | 21.07%      |
| FX                                             | 18.46%      |
| Credit Index                                   | 14.47%      |
| Pharmaceuticals, Biotechnology & Life Sciences | 9.96%       |
| Capital Goods                                  | 7.36%       |
| Utilities                                      | 4.93%       |
| Health Care Equipment & Services               | 4.93%       |
| Software & Services                            | 4.32%       |
| Interest Rate Derivatives                      | 3.66%       |
| Consumer Services                              | 3.10%       |
| Materials                                      | 2.92%       |
| Financial Services                             | 2.55%       |
| Energy                                         | 2.54%       |
| Media & Entertainment                          | 2.39%       |



To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

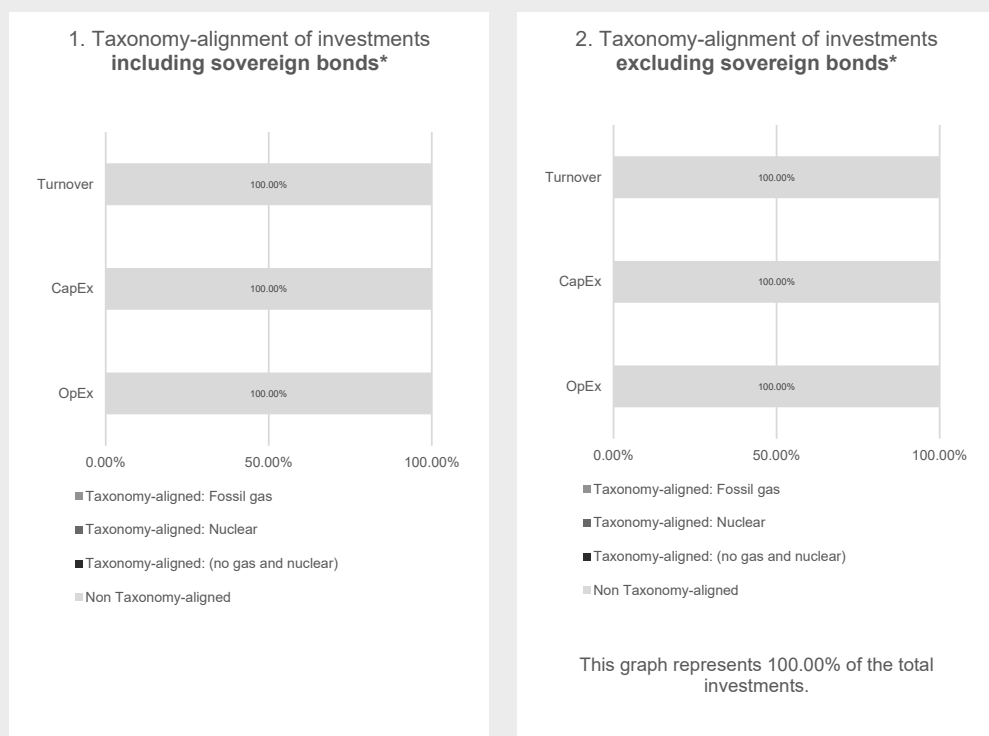
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 43.41% and included asset types and securities that were considered ineligible assets within the MSCI ESG Ratings methodology. This included liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds), foreign exchange and foreign exchange derivatives, interest rate swaps and UCITS eligible commodities. In addition, the Fund invested in assets that are eligible under MSCI ESG Ratings methodology, but which are not covered for the purpose of calculating an overall Fund ESG score. These assets included structured credit and short derivative positions. Lastly, no environmental and/or social safeguards have been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy can be summarized as follows:

1. The Fund committed and succeeded to reach an overall ESG score of at least 5.25, based on the weighted average MSCI ESG rating for all long holdings of rated securities actively held in the portfolio and covered by MSCI. If the Fund’s score fell below 5.25, the Investment Manager rebalanced across the Investment Co-Manager’s sleeves to achieve a Fund score of 5.25 or better within 90 days.

The weighted average MSCI ESG score of the portfolio was 6.22 (and the median MSCI ESG score of the investment universe was 5.25) ; and

2. the Fund excluded certain sectors and companies with respect to the following criteria:

- 0% exposure to controversial weapons;
- Less than 1% long exposure to securities which fail the UNGC Principles without positive perspective;
- Less than 5% long exposure to MSCI CCC-rated securities;
- The Fund targets 0% long exposure in aggregate to (i) companies which generate more than 5% of their revenues from tobacco production or distribution and (ii) companies which generate more than 30% of their revenues from coal production or distribution. At not time will this exposure exceed 1% of long positions, and should it exceed 0%, the positions in violation of these thresholds will be removed from the Fund by the end of the calendar month following the month in which the issue is identified by the Investment Manager.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Mutual European Fund (the "Fund")

Legal Entity Identifier: JJQ58E37C5M7D0I35584



**FRANKLIN  
TEMPLETON**

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ ☐ **YES**

- ☐ It made **sustainable investments with an environmental objective: 0.00%**
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made **sustainable investments with a social objective: 0.00%**

☒ ☒ **NO**

- ☐ It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and social characteristics promoted by the Fund include, among other things, the reduction of greenhouse gas ("GHG") intensity and board gender diversity. Since these commitments have been made, the Investment Manager attained these characteristics by:

- Maintaining lower portfolio GHG intensity (scope 1+2) compared to both the MSCI Europe Value Index (the "Benchmark") and MSCI All Country Europe Index (the "Investment Universe");
- Engaging with certain investee companies to promote gender diversity, notably female representation, on the board of directors, where applicable; and
- Implementing negative screens to avoid certain controversial practices as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the Fund's prospectus.

#### Sustainability indicators

measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

- The Fund's weighted GHG intensity (scope 1+2) was at least 20% below both the Benchmark and Investment Universe.
- The percentage of investments in companies having exposure to, or ties with excluded sectors and/or with additional exclusions as further detailed in section "What investment strategy does this financial product follow?" in the Fund's prospectus have been 0%.
- The percentage of Fund's votes in favor of separation of the roles of CEO and Chair of the Board of Directors of the invested companies, when presented with the opportunity, has been 100%.
- The percentage of investments in companies that have less than one female director on the board of directors has been 0%, while also engaging with certain investee companies to promote Board diversification towards at least two female directors, or 30% of the board, whichever is greater.

| Sustainability KPI Name                                                                             | Value  |
|-----------------------------------------------------------------------------------------------------|--------|
| Fund's weighted GHG intensity (scope 1+2), in percentage points, below the Benchmark (at least 20%) | 49.46% |

| Sustainability KPI Name                                                                                                                                                  | Value   |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|
| Fund's weighted GHG intensity (scope 1+2), in percentage points, below the Investment Universe (at least 20%)                                                            | 26.57%  |
| Percentage of investments in companies having exposure to, or ties with excluded sectors and/or with additional exclusions                                               | 0.00%   |
| Percentage of Fund's votes in favor of separation of the roles of CEO and Chair of the board of directors of the invested companies, when presented with the opportunity | 100.00% |
| Percentage of investments in companies that have less than one female director                                                                                           | 0.00%   |
| Percentage of investments in companies with less than two or 30% female directors                                                                                        | 3.95%   |

● **... And compared to previous periods?**

Not applicable.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Greenhouse gas intensity
- Board gender diversity
- Controversial weapons
- Greenhouse gas (GHG) intensity

The Fund committed to maintaining a portfolio GHG intensity (scope 1+2), at least 20% below that of the Benchmark and of the Investment Universe, whichever was the lowest.

- Board gender diversity

The Investment Manager engaged with the investee companies to encourage a minimum of 2 females, or 30% of the board, whichever was greater, as a minimum board gender diversity threshold (below referred to as "2 or 30%" threshold). The Fund did not invest in companies which had no female directors. In cases where the company had at least one female director but did not meet the "2 or 30%" threshold, the Investment Manager would have engaged with the company and may have voted against key committee

members unless the company was in the process of rectifying the shortcoming. Failure to achieve, or present a clear and credible plan to achieve, the "2 or 30%" threshold within 3 years from establishment of the position would result in divestment from this company as soon as practicably possible. Divestment would normally occur within a period of one month, unless market conditions such as limitations on liquidity required a longer divestment period taking into account Shareholders' best interests.

- Controversial weapons

The Fund did not invest in companies that were involved in the production or distribution of controversial weapons.



## What were the top investments of this financial product?

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is - 2024-03-27 - 2024-06-30.

| Largest investments                                        | Sector                 | % of Assets | Country        |
|------------------------------------------------------------|------------------------|-------------|----------------|
| Novartis AG ORD CHF 0.49                                   | Health Care            | 4.31%       | Switzerland    |
| Shell PLC ORD EUR0.07                                      | Energy                 | 4.19%       | United Kingdom |
| BNP Paribas SA ORD EUR2                                    | Financials             | 4.00%       | France         |
| Roche Holding AG ORD CHF NPV                               | Health Care            | 3.97%       | Switzerland    |
| Deutsche Bank AG ORD EUR NPV<br>*REGISTERED*               | Financials             | 3.96%       | Germany        |
| BP PLC ORD GBP.25                                          | Energy                 | 3.93%       | United Kingdom |
| NN Group NV ORD EUR0.12                                    | Financials             | 3.44%       | Netherlands    |
| AerCap Holdings NV ORD EUR.01<br>(NYE)                     | Industrials            | 3.32%       | Ireland        |
| Siemens AG ORD EUR NPV -<br>REGISTERED                     | Industrials            | 3.29%       | Germany        |
| Koninklijke KPN NV ORD EUR.04                              | Communication Services | 3.11%       | Netherlands    |
| ASR Nederland NV ORD EUR.16                                | Financials             | 3.07%       | Netherlands    |
| Deutsche Telekom AG ORD REGD<br>NPV                        | Communication Services | 2.86%       | Germany        |
| GSK PLC ORD GBP 0.3125                                     | Health Care            | 2.84%       | United Kingdom |
| Hellenic Telecommunications<br>Organization SA ORD EUR2.83 | Communication Services | 2.83%       | Greece         |
| HALEON PLC ORD GBP 0.01                                    | Consumer Staples       | 2.79%       | United Kingdom |



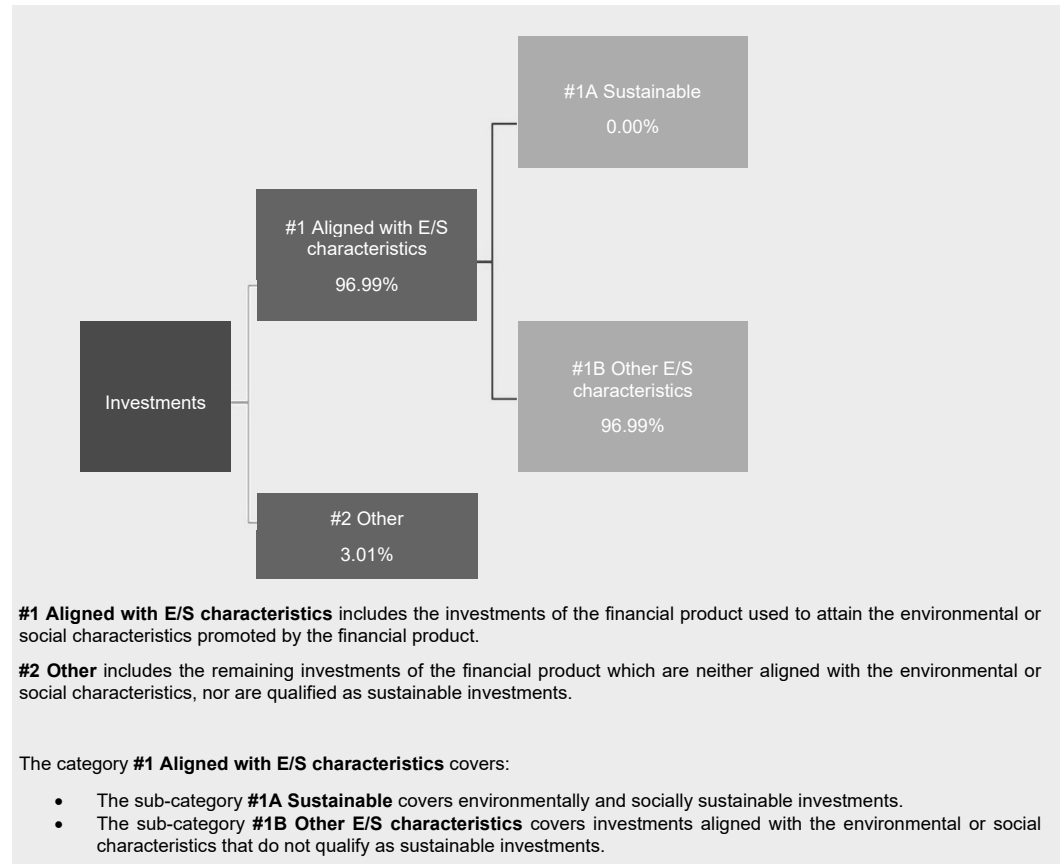
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

96.99% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (3.01%) was not aligned with the promoted characteristics and consisted primarily of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) as well as securities held for investment purposes which were involved in special situations, such as merger arbitrage and stressed or distressed credit.



● *In which economic sectors were the investments made?*

| Top sector                             | % of Assets |
|----------------------------------------|-------------|
| Financials                             | 20.15%      |
| Consumer Staples                       | 13.14%      |
| Industrials                            | 11.00%      |
| Energy                                 | 10.84%      |
| Health Care                            | 10.78%      |
| Communication Services                 | 8.84%       |
| Consumer Discretionary                 | 7.61%       |
| Materials                              | 6.94%       |
| Information Technology                 | 2.46%       |
| Real Estate                            | 2.37%       |
| Utilities                              | 1.90%       |
| Top sub-sector                         | % of Assets |
| Banks                                  | 10.08%      |
| Pharmaceuticals                        | 9.37%       |
| Diversified Telecommunication Services | 8.84%       |
| Oil, Gas & Consumable Fuels            | 7.76%       |
| Insurance                              | 6.33%       |
| Beverages                              | 5.48%       |
| Trading Companies & Distributors       | 5.30%       |
| Metals & Mining                        | 3.79%       |
| Capital Markets                        | 3.74%       |
| Automobile Components                  | 3.57%       |
| Chemicals                              | 3.15%       |
| Industrial Conglomerates               | 3.15%       |
| Energy Equipment & Services            | 3.08%       |
| Personal Care Products                 | 2.83%       |
| Textiles, Apparel & Luxury Goods       | 2.72%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

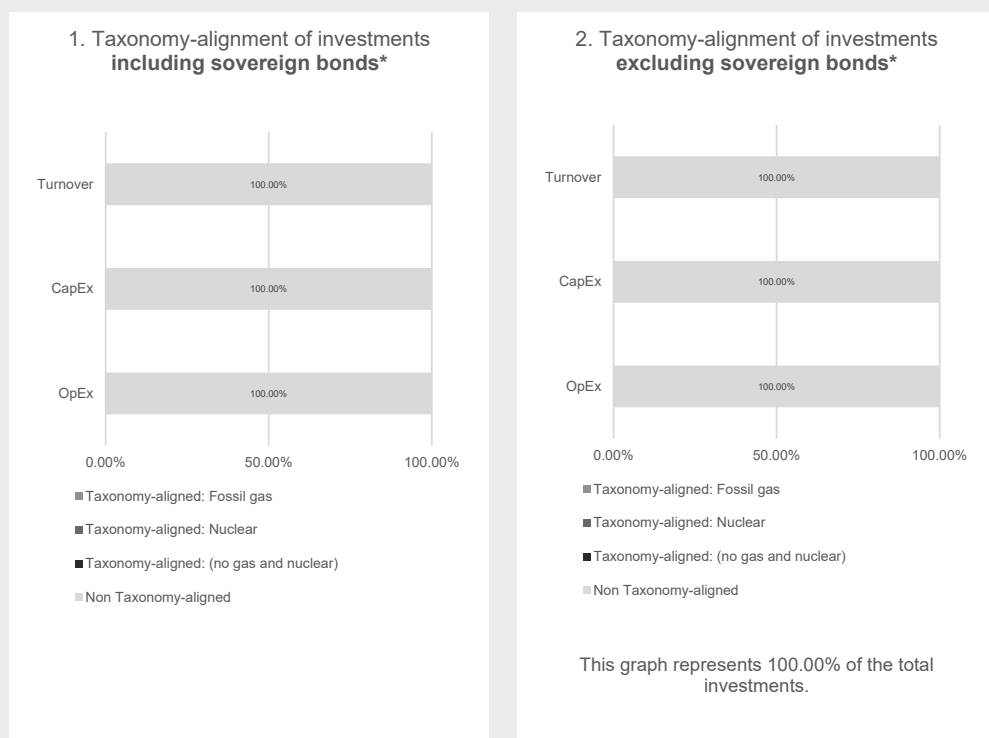
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 3.01% and included liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for the purposes of servicing the day-to-day requirements of the Fund as well as securities held for investment purposes which were involved in special situations, including merger arbitrage, stressed and distressed debt issuers. No minimum environmental or social safeguards were put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

To meet the environmental and/or social characteristics during the referencing period, the Fund has:

- Maintained at least a 20% lower portfolio GHG intensity (scope 1+2) compared to both the MSCI Europe Value Index (the "Benchmark") and MSCI All Country Europe Index (the "Investment Universe");
- Implemented negative screens to avoid certain controversial practices as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the Fund's prospectus;
- Avoided investment in companies without at least one female board director and engaged with certain investee companies to promote gender diversity, notably female representation, on the board of directors, where applicable;
- Voted to separate the roles of CEO and Chair of the Board of Directors of the investee companies, when presented the opportunity.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Mutual Global Discovery Fund (the "Fund")

Legal Entity Identifier: QTFU8A4D119D722NRX62



**FRANKLIN  
TEMPLETON**

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ **YES**

- ☐ It made **sustainable investments with an environmental objective: 0.00%**
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made **sustainable investments with a social objective: 0.00%**

☒ **NO**

- ☐ It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and social characteristics promoted by the Fund include, among other things, the reduction of greenhouse gas ("GHG") intensity and board gender diversity. Since these commitments have been made, the Investment Manager attained these characteristics by:

- Maintaining lower portfolio GHG intensity (scope 1+2) compared to both the MSCI World Value Index (the "Benchmark") and MSCI All Country World Index (the "Investment Universe");
- Engaging with certain investee companies to promote gender diversity, notably female representation, on the board of directors, where applicable; and
- Implementing negative screens to avoid certain controversial practices as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the Fund's prospectus.

#### Sustainability indicators

measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

- The Fund's weighted GHG intensity (scope 1+2) was at least 20% below both the Benchmark and Investment Universe.
- The percentage of investments in companies having exposure to, or ties with excluded sectors and/or with additional exclusions as further detailed in section "What investment strategy does this financial product follow?" in the Fund's prospectus have been 0%.
- The percentage of Fund's votes in favor of separation of the roles of CEO and Chair of the board of directors of the invested companies, when presented with the opportunity, has been 100%.
- The percentage of investments in companies that have less than one female director on the board of directors has been 0%, while also engaging with certain investee companies to promote Board diversification towards at least two female directors, or 30% of the board, whichever is greater.

| Sustainability KPI Name                                                                             | Value  |
|-----------------------------------------------------------------------------------------------------|--------|
| Fund's weighted GHG intensity (scope 1+2), in percentage points, below the Benchmark (at least 20%) | 59.15% |

| Sustainability KPI Name                                                                                                                                                  | Value   |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|
| Fund's weighted GHG intensity (scope 1+2), in percentage points, below the Investment Universe (at least 20%)                                                            | 45.97%  |
| Percentage of investments in companies having exposure to, or ties with excluded sectors and/or with additional exclusions                                               | 0.00%   |
| Percentage of Fund's votes in favor of separation of the roles of CEO and Chair of the board of directors of the invested companies, when presented with the opportunity | 100.00% |
| Percentage of investments in companies that have less than one female director                                                                                           | 0.00%   |
| Percentage of investments in companies with less than two or 30% female directors                                                                                        | 26.50%  |

● **... And compared to previous periods?**

Not applicable.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



**How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Greenhouse gas intensity
- Board gender diversity
- Controversial weapons
- Greenhouse gas (GHG) intensity

The Fund committed to maintaining a portfolio GHG intensity (scope 1+2), at least 20% below that of the Benchmark and of the Investment Universe, whichever was the lowest.

- Board gender diversity

The Investment Manager engaged with the investee companies to encourage a minimum of 2 females, or 30% of the board, whichever was greater, as a minimum board gender diversity threshold (below referred to as "2 or 30%" threshold). The Fund did not invest in companies which had no female directors. In cases where the company had at least one female director but did not meet the "2 or 30%" threshold, the Investment Manager would have engaged with the company and may have voted against key committee

members unless the company was in the process of rectifying the shortcoming. Failure to achieve, or present a clear and credible plan to achieve, the "2 or 30%" threshold within 3 years from establishment of the position would result in divestment from this company as soon as practicably possible. Divestment would normally occur within a period of one month, unless market conditions such as limitations on liquidity required a longer divestment period taking into account Shareholders' best interests.

- Controversial weapons

The Fund did not invest in companies that were involved in the production or distribution of controversial weapons.



## What were the top investments of this financial product?

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is - 2024-03-27 - 2024-06-30.

| Largest investments                    | Sector                 | % of Assets | Country        |
|----------------------------------------|------------------------|-------------|----------------|
| Shell PLC ORD EUR0.07                  | Energy                 | 2.42%       | United Kingdom |
| Schlumberger NV ORD USD0.01            | Energy                 | 2.34%       | United States  |
| Everest Group Ltd ORD USD.01           | Financials             | 2.24%       | United States  |
| Deutsche Telekom AG ORD REGD NPV       | Communication Services | 2.22%       | Germany        |
| Medtronic PLC ORD USD.1                | Health Care            | 2.19%       | United States  |
| BNP Paribas SA ORD EUR2                | Financials             | 2.15%       | France         |
| United Parcel Service Inc COM B USD.01 | Industrials            | 2.13%       | United States  |
| AerCap Holdings NV ORD EUR.01 (NYSE)   | Industrials            | 2.13%       | Ireland        |
| BP PLC ORD GBP.25                      | Energy                 | 2.11%       | United Kingdom |
| Novartis AG SPONSORED ADR              | Health Care            | 2.11%       | Switzerland    |
| Seven & i Holdings Co Ltd ORD JPY NPV  | Consumer Staples       | 2.10%       | Japan          |
| NN Group NV ORD EUR0.12                | Financials             | 2.08%       | Netherlands    |
| Global Payments Inc COM NPV            | Financials             | 2.05%       | United States  |
| CVS Health Corp COM USD1               | Health Care            | 2.04%       | United States  |
| Roche Holding AG ORD CHF NPV           | Health Care            | 2.03%       | Switzerland    |



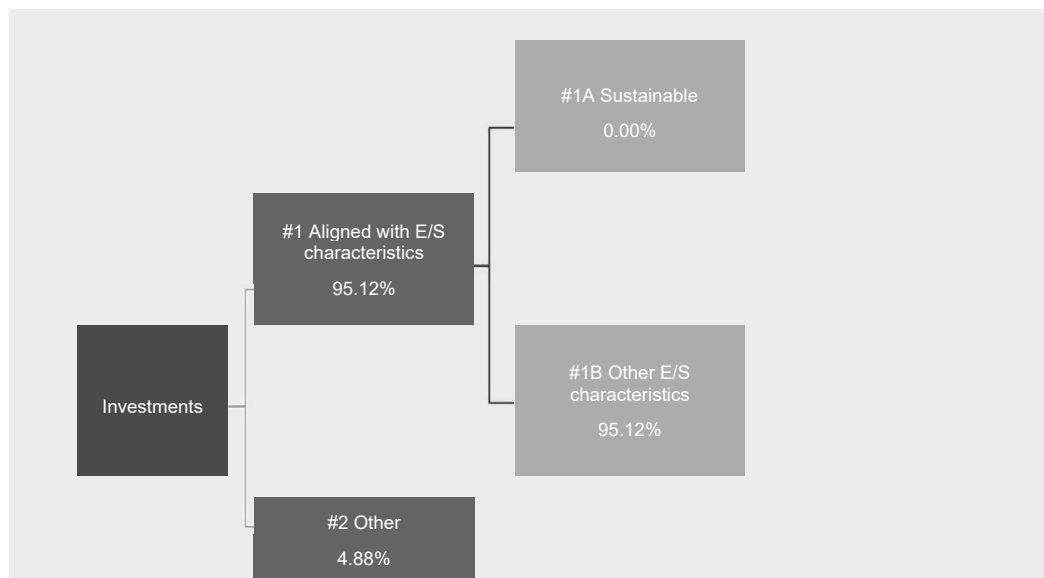
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

95.12% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (4.88%) was not aligned with the promoted characteristics and consisted primarily of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) as well as securities held for investment purposes which were involved in special situations, such as merger arbitrage and stressed or distressed credit.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

● *In which economic sectors were the investments made?*

| Top sector                             | % of Assets |
|----------------------------------------|-------------|
| Financials                             | 20.56%      |
| Health Care                            | 17.85%      |
| Industrials                            | 12.44%      |
| Consumer Staples                       | 10.93%      |
| Communication Services                 | 8.32%       |
| Energy                                 | 7.87%       |
| Consumer Discretionary                 | 7.47%       |
| Information Technology                 | 5.37%       |
| Materials                              | 3.63%       |
| Real Estate                            | 1.76%       |
| Utilities                              | 1.13%       |
| Top sub-sector                         | % of Assets |
| Pharmaceuticals                        | 7.77%       |
| Health Care Providers & Services       | 7.66%       |
| Banks                                  | 6.41%       |
| Oil, Gas & Consumable Fuels            | 5.75%       |
| Financial Services                     | 5.71%       |
| Insurance                              | 4.94%       |
| Trading Companies & Distributors       | 3.77%       |
| Food Products                          | 3.60%       |
| Personal Care Products                 | 3.18%       |
| Textiles, Apparel & Luxury Goods       | 2.48%       |
| Diversified Telecommunication Services | 2.42%       |
| Media                                  | 2.35%       |
| Health Care Equipment & Supplies       | 2.22%       |
| Entertainment                          | 2.21%       |
| Energy Equipment & Services            | 2.12%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

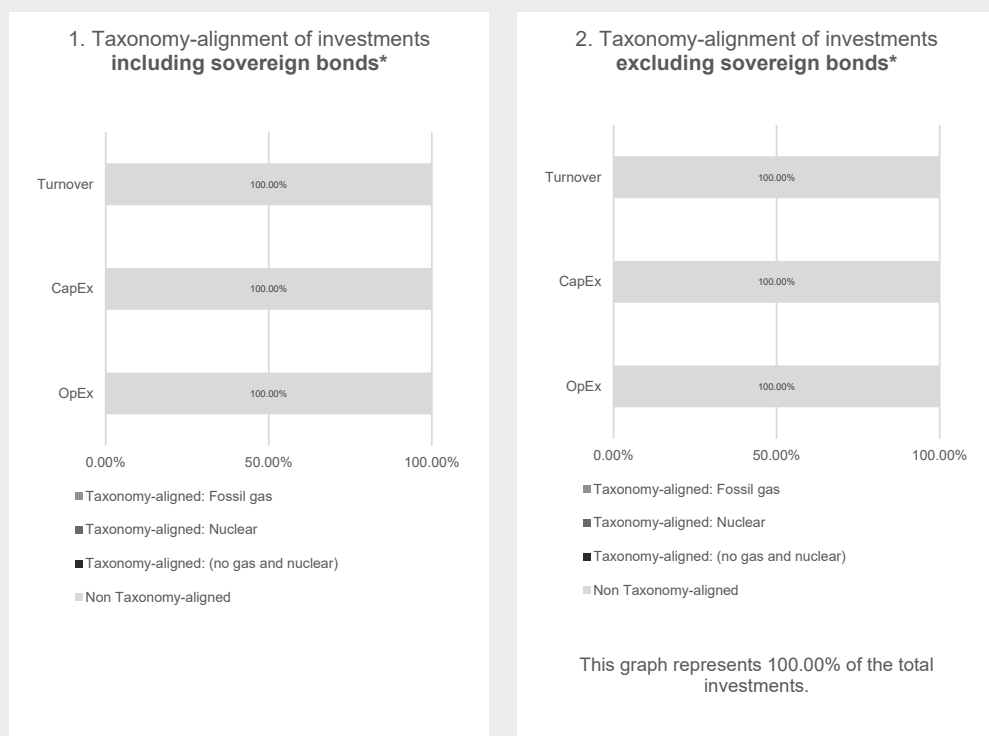
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 4.88% and included liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for the purposes of servicing the day-to-day requirements of the Fund as well as securities held for investment purposes which were involved in special situations, including merger arbitrage, stressed and distressed debt issuers. No minimum environmental or social safeguards were put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

To meet the environmental and/or social characteristics during the referencing period, the Fund has:

- Maintained at least a 20% lower portfolio GHG intensity (scope 1+2) compared to both the MSCI World Value Index (the "Benchmark") and MSCI All Country World Index (the "Investment Universe");
- Implemented negative screens to avoid certain controversial practices as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the Fund's prospectus;
- Avoided investment in companies without at least one female board director and engaged with certain investee companies to promote gender diversity, notably female representation, on the board of directors, where applicable;
- Voted to separate the roles of CEO and Chair of the Board of Directors of the investee companies, when presented the opportunity.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.



# Franklin Technology Fund (the "Fund")

Legal Entity Identifier: 549300P9XZCZFA3DI319



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social ("E/S") characteristics promoted by the Fund were specific to each company and industry in which the Fund operated. These characteristics consisted of inter alia, cybersecurity and data privacy, support of human capital and/or environmental-related aspects (e.g., carbon emissions, water usage, and e-waste). Franklin Advisers, Inc. (the "Investment Manager") sought to attain these characteristics by excluding certain issuers and sectors considered by the Investment Manager as harmful for the society while favouring issuers with a good environmental, social and governance (the "ESG") profile, as captured by its proprietary ESG methodology.

The Fund allocated 98.02% of its assets to investments aligned with the E/S characteristics.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

The Fund successfully met the E/S characteristics it promoted by not owning companies rated B under the Investment Manager's proprietary criteria, as well as avoiding excluded companies as identified through the Investment Manager's analysis.

| Sustainability KPI Name                                         | Value  |
|-----------------------------------------------------------------|--------|
| The share of companies rated AAA by proprietary ESG methodology | 10.18% |
| The share of companies rated AA by proprietary ESG methodology  | 53.08% |
| The share of companies rated A by proprietary ESG methodology   | 36.74% |
| The share of companies rated B by proprietary ESG methodology   | 0.00%  |

| Sustainability KPI Name                                                                             | Value |
|-----------------------------------------------------------------------------------------------------|-------|
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00% |

### ... And compared to previous periods?

The performance of the sustainability indicators was consistent with the prior period.

In the prior periodic reporting of the Fund, the companies 'rated B' were labeled as 'not rated'. The label has now been updated in the table below.

| Sustainability KPI Name                                                                             | Sustainability KPI historical comparison |        |
|-----------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                     | 2024                                     | 2023   |
| Sustainability KPI Name                                                                             | Value                                    | Value  |
| The share of companies rated AAA by proprietary ESG methodology                                     | 10.18%                                   | 11.72% |
| The share of companies rated AA by proprietary ESG methodology                                      | 53.08%                                   | 52.80% |
| The share of companies rated A by proprietary ESG methodology                                       | 36.74%                                   | 34.05% |
| The share of companies rated B by proprietary ESG methodology                                       | 0.00%                                    | 1.44%  |
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00%                                    | 0.00%  |

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

Not applicable.

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

Not applicable.

#### How were the indicators for adverse impacts on sustainability factors taken into account?

Not applicable.

#### Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



### How did this financial product consider principal adverse impacts on sustainability factors?

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 greenhouse gas emissions;
- Scope 1+2 and material Scope 3 greenhouse gas emissions intensity; and
- Board gender diversity.

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs were applicable to the widest range of the Fund's investments and represented the largest opportunity set for engagement.

With regards to greenhouse gas emissions, the Investment Manager was committed to engage with the investee companies to ensure they were establishing and committing to greenhouse gas emissions reductions plans, that are in accord with science based long term goals of net-zero emissions by 2050. The Investment Manager worked with companies to move them up to the scale of committing to align with net zero targets, aligning their emissions with net zero, being aligned to achieve net zero, and reaching net zero emissions. While the Investment Manager understood that, in the short-term, absolute emissions may increase for some companies as they work on transition plans, therefore, the consideration of greenhouse gas emission intensity helped the Investment Manager to monitor that overall companies' greenhouse gas emissions were trending in a direction aligned with greenhouse gas emissions reductions over time.

With regards to board gender diversity, the Investment Manager was committed to engage with the investee companies to ensure their boards are representative of the customers they serve as the Investment Manager believed this helped them to better understand their consumer base, create better products, and ultimately be more efficient companies. Initially, the Investment Manager worked to identify companies that did not have board gender diversity and set time-based thresholds for drafting a plan to increase board gender diversity. The Investment Manager believed it is reasonable to increase the acceptable level of board gender diversity over time and engaged with companies that were laggards relative to their industry peers.

For the above PAIs, the Investment Manager initially baselined the portfolio and investee companies and looked to drive improvement on both fronts over time through engagement. The Fund was engaged with investee companies to set and follow science-based emissions reductions targets and sought to follow a portfolio coverage approach, with increasing weight in companies that have achieved net zero greenhouse gas emissions, were aligned with net zero or are aligning. The goal for the portfolio is to achieve 100% in these categories by 2040. For board gender diversity, the Fund engaged with all companies that lacked any gender diversity with an expectation for them to develop at minimum a plan to increase board gender diversity within 18 months. The Investment Manager intends to increase the expectations of board gender diversity over time. Consequences of a lack of improvement on these measures for investee companies eventually include divestment if the Investment Manager does not see a path for improvement.

Finally, the Fund excluded companies that produce or distribute controversial weapons or who failed to comply with the United Nations Global Compact Principles (the "UNGC Principles") without positive outlook for remediation.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments          | Sector                 | % of Assets | Country       |
|------------------------------|------------------------|-------------|---------------|
| NVIDIA CORPORATION           | Information Technology | 8.31%       | United States |
| MICROSOFT CORPORATION        | Information Technology | 7.55%       | United States |
| AMAZON.COM, INC.             | Consumer Discretionary | 5.98%       | United States |
| APPLE INC.                   | Information Technology | 3.82%       | United States |
| SERVICENOW, INC.             | Information Technology | 3.09%       | United States |
| ASML Holding N.V.            | Information Technology | 3.00%       | Netherlands   |
| MASTERCARD INCORPORATED.     | Financials             | 2.91%       | United States |
| SYNOPSYS, INC.               | Information Technology | 2.90%       | United States |
| INTUIT INC.                  | Information Technology | 2.36%       | United States |
| ADVANCED MICRO DEVICES, INC. | Information Technology | 2.30%       | United States |
| ALPHABET INC.                | Communication Services | 2.25%       | United States |
| ORACLE CORPORATION           | Information Technology | 2.18%       | United States |
| ADOBE INC.                   | Information Technology | 2.15%       | United States |
| APPLIED MATERIALS, INC.      | Information Technology | 2.08%       | United States |
| ANALOG DEVICES, INC.         | Information Technology | 2.01%       | United States |



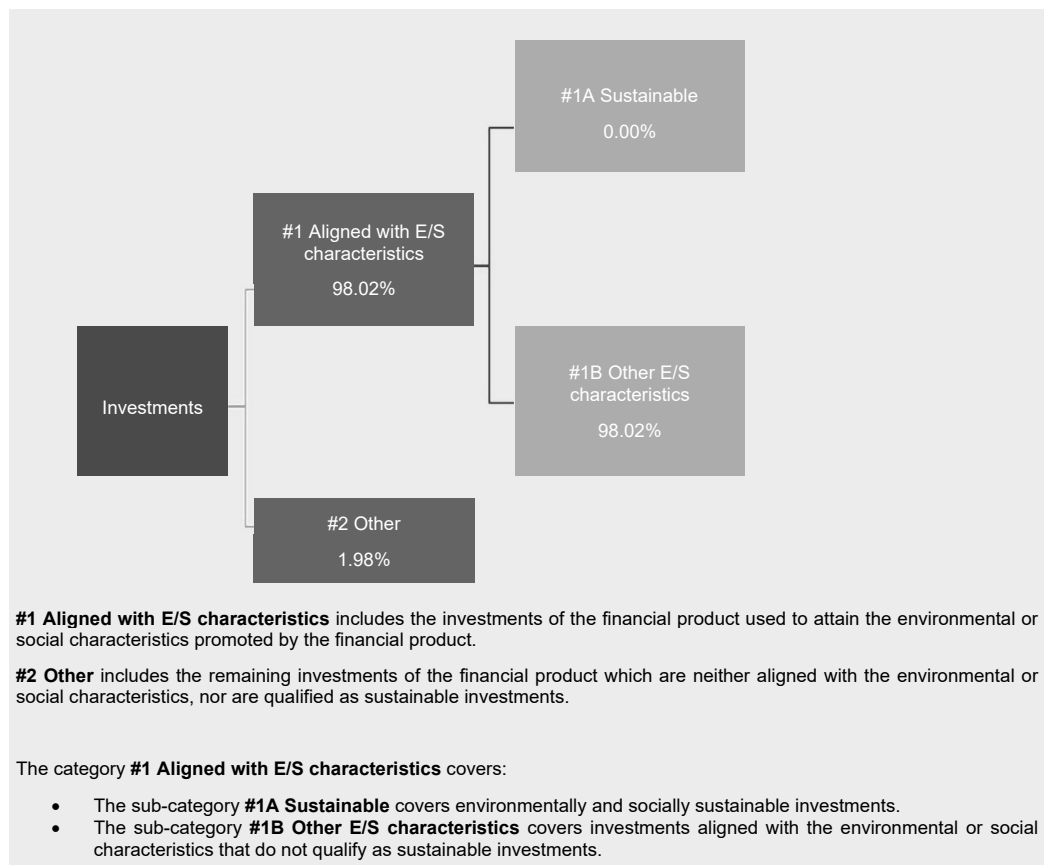
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

98.02% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (1.98%) was not aligned with the promoted characteristics and consisted primarily of liquid assets which were held for the purposes of servicing the day-to-day requirements of the Fund or issuers for which there was no ESG rating.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                     | % of Assets |
|------------------------------------------------|-------------|
| Information Technology                         | 75.82%      |
| Consumer Discretionary                         | 9.64%       |
| Communication Services                         | 5.50%       |
| Financials                                     | 5.31%       |
| Health Care                                    | 1.23%       |
| Real Estate                                    | 0.20%       |
| Industrials                                    | 0.19%       |
| Consumer Staples                               | 0.13%       |
| Top sub-sector                                 | % of Assets |
| Software                                       | 35.14%      |
| Semiconductors & Semiconductor Equipment       | 28.84%      |
| IT Services                                    | 6.42%       |
| Broadline Retail                               | 6.09%       |
| Financial Services                             | 4.90%       |
| Interactive Media & Services                   | 4.19%       |
| Technology Hardware, Storage & Peripherals     | 3.92%       |
| Hotels, Restaurants & Leisure                  | 2.20%       |
| Health Care Technology                         | 1.12%       |
| Communications Equipment                       | 0.98%       |
| Automobiles                                    | 0.84%       |
| Entertainment                                  | 0.75%       |
| Automobile Components                          | 0.61%       |
| Media                                          | 0.56%       |
| Electronic Equipment, Instruments & Components | 0.52%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

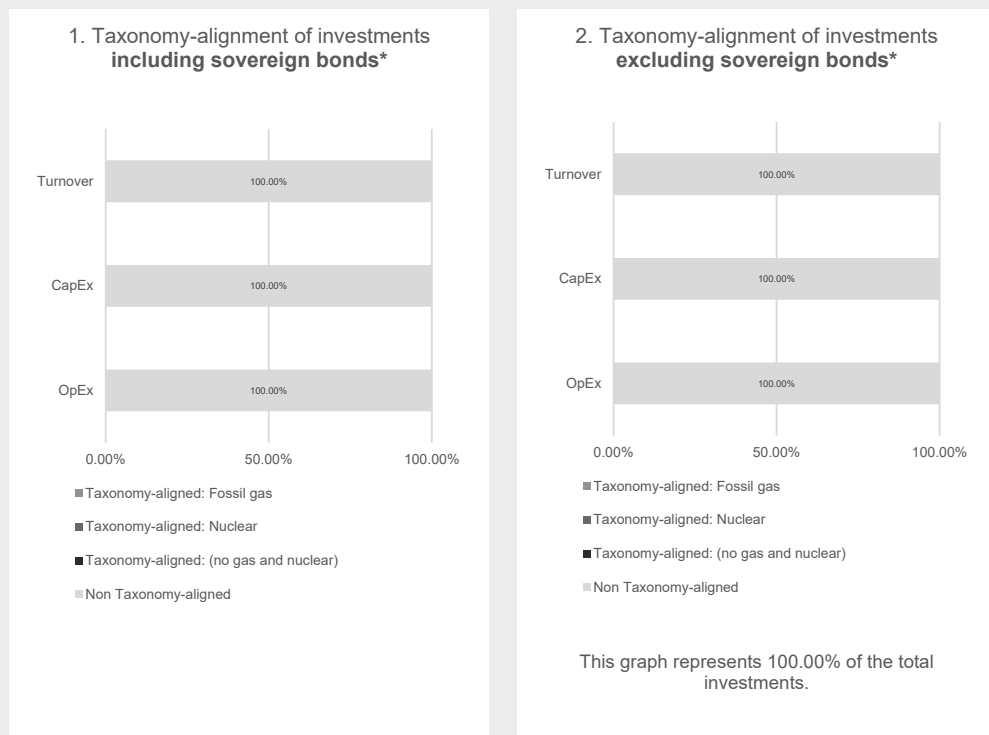
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 1.98% and included liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, for which there were no minimum environmental or social safeguards. It also included issuers for which there was no ESG rating.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

Through its ESG analysis, the Investment Manager identified companies that would be excluded under the binding criteria and avoided investing in them. The Fund did not invest in companies that, according to the Investment Manager’s analysis:

- Seriously violate the UNGC Principles (without positive perspective) - for that purpose, the Fund did not invest in companies which the Investment Manager assessed as fail under the UNGC Principles;
- Generate more than 10% of revenue from the production and/or distribution of weapons;
- Are 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, cluster munitions and nuclear weapons);
- Manufacture tobacco or tobacco products or those that derive more than 5% of their revenue from such products;
- Generate more than 10% of their revenue from thermal coal extraction or coal-based power generation.

For companies where engagement was applicable related to specific PAIs the Investment Manager initiated engagements, encouraging, amongst others, companies to set targets for emissions reductions in line with the Paris Agreement or to improve the gender diversity of the board. The Investment Manager believes that given the timeframe from engagement companies should have additional time to begin implementing improvement plans before undertaking additional steps, including divestment.

Finally, the Investment Manager did make use of its proprietary ESG rating methodology. This rating assigned to issuers by the Investment Manager comprises four grades: AAA (best in class/very good), AA (good), A (fair) and B (needs improvement). Based on this proprietary framework, the Fund did not invest in companies that were rated B.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin U.S. Opportunities Fund (the "Fund")

Legal Entity Identifier: YWFJZZO29TGGRF43SH58



**FRANKLIN  
TEMPLETON**

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ **YES**

- ☐ It made **sustainable investments with an environmental objective: 0.00%**
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made **sustainable investments with a social objective: 0.00%**

☒ **NO**

- ☐ It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social ("E/S") characteristics promoted by the Fund were specific to each company and industry in which the Fund operated. These characteristics consisted of inter alia, support of human capital, diversity and inclusion, employee satisfaction and/or environmental-related aspects (e.g., carbon emissions, water usage, and e-waste). Franklin Advisers, Inc. (the "Investment Manager") sought to attain these characteristics by excluding certain issuers and sectors considered by the Investment Manager as harmful for the society while favouring issuers with a good environmental, social and governance (the "ESG") profile, as captured by its proprietary ESG methodology.

The Fund allocated 98.78% of its assets to investments aligned with E/S characteristics.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### How did the sustainability indicators perform?

The Fund successfully met the E/S characteristics it promoted by not owning companies rated B under the Investment Manager's proprietary criteria, as well as avoiding excluded companies as identified through the Investment Manager's analysis.

| Sustainability KPI Name                                         | Value  |
|-----------------------------------------------------------------|--------|
| The share of companies rated AAA by proprietary ESG methodology | 10.44% |
| The share of companies rated AA by proprietary ESG methodology  | 50.93% |
| The share of companies rated A by proprietary ESG methodology   | 38.64% |
| The share of companies rated B by proprietary ESG methodology   | 0.00%  |



| Sustainability KPI Name                                                                             | Value |
|-----------------------------------------------------------------------------------------------------|-------|
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00% |

### ... And compared to previous periods?

The performance of the sustainability indicators was consistent with the prior period.

In the prior periodic reporting of the Fund, the companies 'rated B' were labeled as 'not rated'. The label has now been updated in the table below.

| Sustainability KPI Name                                                                             | Sustainability KPI historical comparison |        |
|-----------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                     | 2024                                     | 2023   |
| Sustainability KPI Name                                                                             | Value                                    | Value  |
| The share of companies rated AAA by proprietary ESG methodology                                     | 10.44%                                   | 12.74% |
| The share of companies rated AA by proprietary ESG methodology                                      | 50.93%                                   | 56.20% |
| The share of companies rated A by proprietary ESG methodology                                       | 38.64%                                   | 30.14% |
| The share of companies rated B by proprietary ESG methodology                                       | 0.00%                                    | 0.93%  |
| The share of companies having exposure to, or tying with excluded sectors and additional exclusions | 0.00%                                    | 0.00%  |

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

Not applicable.

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

Not applicable.

#### How were the indicators for adverse impacts on sustainability factors taken into account?

Not applicable.

#### Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



### How did this financial product consider principal adverse impacts on sustainability factors?

The Fund specifically considered the following principal adverse impacts (the "PAIs"):

- Scope 1 and Scope 2 greenhouse gas emissions;
- Scope 1+2 and material Scope 3 greenhouse gas emissions intensity; and
- Board gender diversity.

The consideration of the specified PAIs was tied to the Fund's fundamental investment analysis as well as the Fund's ESG assessment of investee companies. The Investment Manager believes that these PAIs were applicable to the widest range of the Fund's investments and represented the largest opportunity set for engagement.

With regards to greenhouse gas emissions, the Investment Manager was committed to engage with the investee companies to ensure they were establishing and committing to greenhouse gas emissions reductions plans, that are in accord with science based long term goals of net-zero emissions by 2050. The Investment Manager worked with companies to move them up to the scale of committing to align with net zero targets, aligning their emissions with net zero, being aligned to achieve net zero, and reaching net zero emissions. While the Investment Manager understood that, in the short-term, absolute emissions may increase for some companies as they work on transition plans, therefore, the consideration of greenhouse gas emission intensity helped the Investment Manager to monitor that overall companies' greenhouse gas emissions were trending in a direction aligned with greenhouse gas emissions reductions over time.

With regards to board gender diversity, the Investment Manager was committed to engage with the investee companies to ensure their boards are representative of the customers they serve as the Investment Manager believed this helped them to better understand their consumer base, create better products, and ultimately be more efficient companies. Initially, the Investment Manager worked to identify companies that did not have board gender diversity and set time-based thresholds for drafting a plan to increase board gender diversity. The Investment Manager believed it is reasonable to increase the acceptable level of board gender diversity over time and engaged with companies that were laggards relative to their industry peers.

For the above PAIs, the Investment Manager initially baselined the portfolio and investee companies and looked to drive improvement on both fronts over time through engagement. The Fund was engaged with investee companies to set and follow science-based emissions reductions targets and sought to follow a portfolio coverage approach, with increasing weight in companies that have achieved net zero greenhouse gas emissions, were aligned with net zero or are aligning. The goal for the portfolio is to achieve 100% in these categories by 2040. For board gender diversity, the Fund engaged with all companies that lacked any gender diversity with an expectation for them to develop at minimum a plan to increase board gender diversity within 18 months. The Investment Manager intends to increase the expectations of board gender diversity over time. Consequences of a lack of improvement on these measures for investee companies eventually include divestment if the Investment Manager does not see a path for improvement.

Finally, the Fund excluded companies that produce or distribute controversial weapons or who failed to comply with the United Nations Global Compact Principles (the "UNGC Principles") without positive outlook for remediation.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments             | Sector                 | % of Assets | Country       |
|---------------------------------|------------------------|-------------|---------------|
| NVIDIA CORPORATION              | Information Technology | 6.97%       | United States |
| AMAZON.COM, INC.                | Consumer Discretionary | 6.53%       | United States |
| MICROSOFT CORPORATION           | Information Technology | 5.30%       | United States |
| META PLATFORMS, INC.            | Communication Services | 4.93%       | United States |
| MASTERCARD INCORPORATED.        | Financials             | 3.79%       | United States |
| APPLE INC.                      | Information Technology | 3.23%       | United States |
| ALPHABET INC.                   | Communication Services | 2.91%       | United States |
| SERVICENOW, INC.                | Information Technology | 2.62%       | United States |
| ELI LILLY AND COMPANY           | Health Care            | 2.44%       | United States |
| MONOLITHIC POWER SYSTEMS, INC.  | Information Technology | 2.29%       | United States |
| CHIPOTLE MEXICAN GRILL, INC.    | Consumer Discretionary | 1.96%       | United States |
| UNITEDHEALTH GROUP INCORPORATED | Health Care            | 1.86%       | United States |
| UBER TECHNOLOGIES, INC.         | Industrials            | 1.82%       | United States |
| LINDE PUBLIC LIMITED COMPANY    | Materials              | 1.72%       | United States |
| SYNOPSYS, INC.                  | Information Technology | 1.63%       | United States |



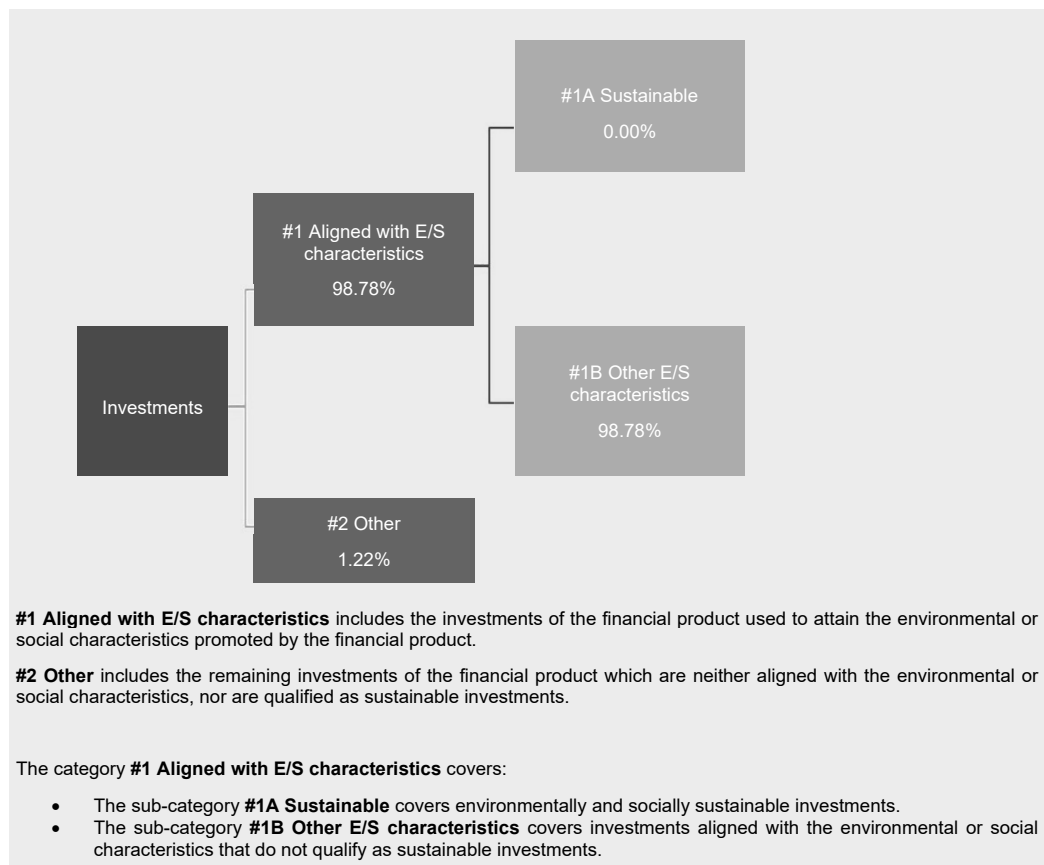
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

98.78% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (1.22%) was not aligned with the promoted characteristics and consisted primarily of liquid assets which were held for the purposes of servicing the day-to-day requirements of the Fund or issuers for which there was no ESG rating.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                 | % of Assets |
|--------------------------------------------|-------------|
| Information Technology                     | 40.55%      |
| Health Care                                | 12.41%      |
| Consumer Discretionary                     | 12.25%      |
| Communication Services                     | 10.56%      |
| Industrials                                | 7.88%       |
| Financials                                 | 7.37%       |
| Consumer Staples                           | 4.06%       |
| Materials                                  | 2.15%       |
| Real Estate                                | 1.37%       |
| Utilities                                  | 0.19%       |
| Top sub-sector                             | % of Assets |
| Software                                   | 22.74%      |
| Semiconductors & Semiconductor Equipment   | 12.27%      |
| Interactive Media & Services               | 9.07%       |
| Broadline Retail                           | 6.53%       |
| Financial Services                         | 3.79%       |
| Life Sciences Tools & Services             | 3.60%       |
| Capital Markets                            | 3.57%       |
| Technology Hardware, Storage & Peripherals | 3.23%       |
| Hotels, Restaurants & Leisure              | 3.15%       |
| Pharmaceuticals                            | 3.08%       |
| Health Care Providers & Services           | 2.71%       |
| Health Care Equipment & Supplies           | 2.61%       |
| IT Services                                | 2.32%       |
| Ground Transportation                      | 2.29%       |
| Specialty Retail                           | 1.97%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

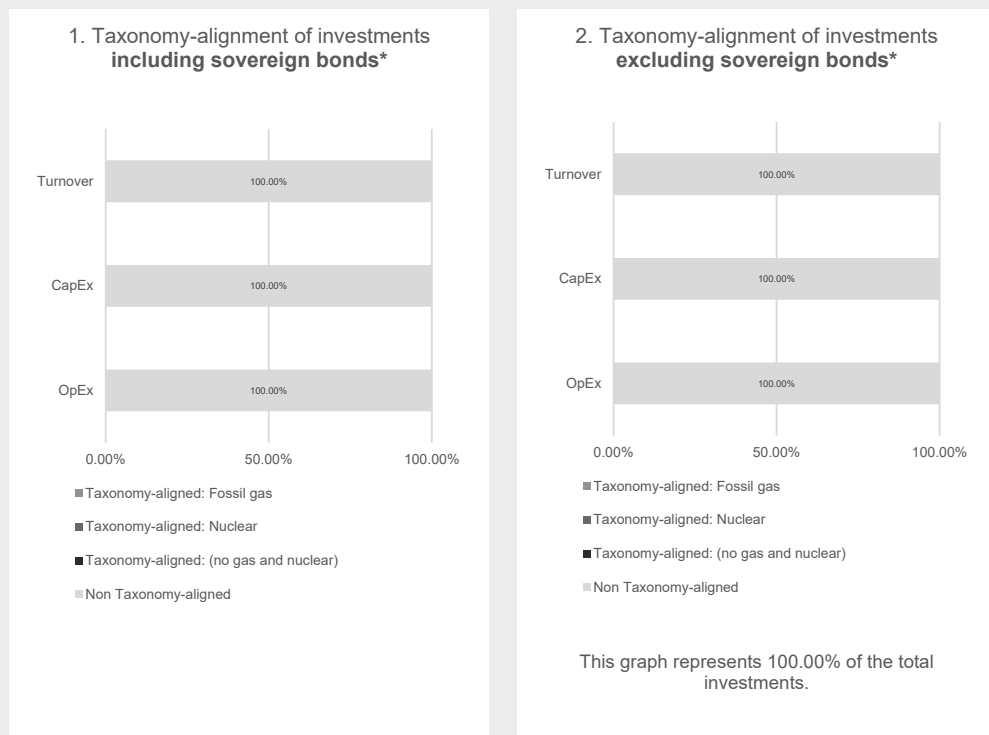
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 1.22% and included liquid assets held for the purposes of servicing the day-to-day requirements of the Fund, for which there were no minimum environmental or social safeguards. It also included issuers for which there was no ESG rating.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

Through its ESG analysis, the Investment Manager identified companies that would be excluded under the binding criteria and avoided investing in them. The Fund did not invest in companies that, according to the Investment Manager's analysis:

- Seriously violate the UNGC Principles (without positive perspective) - for that purpose, the Fund did not invest in companies which the Investment Manager assessed as fail under the UNGC Principles;
- Generate more than 10% of revenue from the production and/or distribution of weapons;
- Are 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, cluster munitions and nuclear weapons);
- Manufacture tobacco or tobacco products or those that derive more than 5% of their revenue from such products;
- Generate more than 10% of their revenue from thermal coal extraction or coal-based power generation.

For companies where engagement was applicable related to specific PAIs the Investment Manager initiated engagements, encouraging, amongst others, companies to set targets for emissions reductions in line with the Paris Agreement or to improve the gender diversity of the board. The Investment Manager believes that given the timeframe from engagement companies should have additional time to begin implementing improvement plans before undertaking additional steps, including divestment.

Finally, the Investment Manager did make use of its proprietary ESG rating methodology. This rating assigned to issuers by the Investment Manager comprises four grades: AAA (best in class/very good), AA (good), A (fair) and B (needs improvement). Based on this proprietary framework, the Fund did not invest in companies that were rated B.



- **How did this financial product perform compared to the reference benchmark?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

# Templeton All China Equity Fund (the “Fund”)

Legal Entity Identifier: 254900LVVE1QC2PFO824



**FRANKLIN  
TEMPLETON**

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ **YES**

- ☐ It made sustainable investments with an environmental objective: 0.00%
- ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ **NO**

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 55.00% of sustainable investments
- ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social characteristics promoted by the Fund varied by the composition of the portfolio as they are specific to each company or industry the Fund invests in. These characteristics, for example, included the reduction of greenhouse gas emissions, resource efficiency, waste prevention and recycling, pollution prevention and control, good labour standards, fair wages, diversity and gender balance, health & safety practices, or alignment with the international business conduct principles. Templeton Asset Management Ltd. (the "Investment Manager") attained these characteristics by:

- Favours issuers with a proprietary score of 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology,
- Committing to have an ESG score at Fund level higher than the MSCI ESG score of the Fund's benchmark (MSCI China All Shares 10/40 Index), referenced in Appendix F to the Prospectus ("the Benchmark"),
- Implementing negative screens as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the pre-contractual disclosure of the Fund.

Over the period, the issuers owned in the Fund all scored a 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology. The Fund also maintained a weighted average ESG score higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology. Finally, the Fund, according to the Investment Manager's analysis, did not breach any of the listed ESG exclusions.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

### How did the sustainability indicators perform?

The sustainability indicators used to measure the attainment of the environmental and/or social characteristics promoted were:

1. The share of investee companies rated 3 (Strong), 2 (Good), 1 (Appropriate), and 0 (Poor) by the Investment Manager's proprietary ESG methodology;
2. The weighted average base ESG score of the portfolio and average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.



Below is a breakdown of the portfolio's investments measured using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period.

| Sustainability KPI Name                                                                                       | Value  |
|---------------------------------------------------------------------------------------------------------------|--------|
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary E&S methodology      | 19.60% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary E&S methodology        | 55.10% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary E&S methodology | 21.50% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary E&S methodology        | 0.00%  |
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary G methodology        | 20.20% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary G methodology          | 42.60% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary G methodology   | 33.40% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary G methodology          | 0.00%  |
| The weighted average base ESG score of the portfolio, as measured by MSCI ESG Rating Methodology              | 4.80   |
| The average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology                            | 3.20   |

### ... And compared to previous periods?

Not applicable.

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The objective of the sustainable investments was to contribute to positive social and/or environmental outcome areas across one or more of the six following positive outcome areas (3 social and 3 environmental) linked to the United Nations Sustainable Development Goals (the "UN SDGs"):

Social Outcome Areas:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);

Environmental Outcome Areas:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

For sustainable investments, the Do No Significant Harm (the "DNSH") assessment was integrated into the strategy through ESG minimum standards. These minimum standards have been adhered to throughout the year.

The Investment Manager examined negative externalities by screening for severe environmental and social controversies through third party ESG data provided by MSCI. All sustainable investments passed the ESG minimum standards set for DNSH i.e. they do not exhibit severe environmental or social controversies that have not been resolved or without a positive forward-looking view. Additionally, absence of severe negative environmental or social externalities were captured and formed part of Investment Manager's assessment of the issuer.

Lastly, the Investment Manager (i) applied exclusions as further described in the investment strategy section of the Prospectus and (ii) integrated principal adverse impacts (the "PAIs") into the research process.

### How were the indicators for adverse impacts on sustainability factors taken into account?

When assessing compliance of the Fund's sustainable investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they are relevant for the investments contemplated by the Fund and other

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

data points deemed by the Investment Manager as proxies for adverse impact. The Investment Manager performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. There were no issuers over year that were deemed to be in breach of these indicators according to the Investment Managers' analysis for its sustainable investments.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The Fund's sustainable investments portion did not invest in companies that, according to MSCI, did not observe the main international conventions (United Nations Global Compact Principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations (the "UN") Guiding Principles on Business and Human Rights. Exceptions were made in two cases after formal review of alleged violations had been carried out and where the Investment Manager either disagreed with the conclusion that the company was complicit in violations of the principles of such conventions or had determined that the company had made and implemented positive changes deemed satisfactory to appropriately address the deficiency/violation. The severity of the violation, response, frequency, and nature of the involvement are considered in making a judgement on whether the company observes international conventions. As a result, and per the Investment Manager's analysis, the Fund's sustainable investments were aligned with these principles.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following PAIs:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies;
- Violations of UNGC Principles and OECD Guidelines; and
- Exposure to controversial weapons.

As part of research process, the Investment Manager adopted a materiality-based approach to assessing PAIs through their assessment of ESG issues. Such assessment considered third party data vendors, company reports, and own engagement with management teams. The Investment Manager takes a sector-relative approach to the relevance of the PAI indicators which can vary by company and industry. In addition, there were explicit considerations of the PAIs at a portfolio level as follows:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies

For companies that have a greenhouse gas intensity that exceeded a threshold deemed acceptable by the Investment Manager and defined below, the Investment Manager monitored and engaged with these companies to encourage them to set adequate emission reduction targets and manage their greenhouse gas emissions and/or intensity accordingly.

This threshold is set at the average greenhouse gas intensity of the Fund's benchmark. The data has been reviewed on a quarterly basis and includes each company's scope 1+2 greenhouse gas emissions.

Here, the data has identified companies where further analysis was required. On these names, the Investment Managers have conducted deeper research and contacted the company to understand further their carbon management strategy from a forward-looking perspective.

- Violations of UNGC Principles or Organisation for Economic Co-operation and Development (the "OECD") Guidelines for Multinational Enterprises

The Fund did not invest in companies that, according to MSCI, do not observe UNGC Principles or OECD Guidelines for Multinational Enterprises. Exceptions were made in two cases after formal review of alleged violations had been carried out and where the Investment Manager either disagreed with the conclusion that the company was complicit in violations of the principles of such conventions or had determined that the company had made and implemented positive changes deemed satisfactory to appropriately address the deficiency/violation. The severity of the violation, response, frequency, and nature of the involvement were considered in making a judgement on whether the company observes international conventions.

- Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons, and biological weapons)

In accordance with the Investment Manager's controversial weapons policy, the Fund did not invest in companies that are producers or distributors of such weapons.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-08-25 - 2024-06-30.

| Largest investments                          | Sector                 | % of Assets | Country |
|----------------------------------------------|------------------------|-------------|---------|
| Tencent Holdings Limited                     | Communication Services | 9.57%       | China   |
| ALIBABA GROUP HOLDING LIMITED                | Consumer Discretionary | 6.50%       | China   |
| Kweichow Moutai Co., Ltd.                    | Consumer Staples       | 5.00%       | China   |
| Focus Media Information Technology Co., Ltd. | Communication Services | 3.81%       | China   |
| ANTA SPORTS PRODUCTS LIMITED                 | Consumer Discretionary | 3.35%       | China   |
| NETEASE, INC.                                | Communication Services | 3.30%       | China   |
| China Yangtze Power Co., Ltd.                | Utilities              | 3.27%       | China   |
| MEITUAN                                      | Consumer Discretionary | 3.13%       | China   |
| NARI Technology Co., Ltd.                    | Industrials            | 2.78%       | China   |
| Jiangsu Hengrui Pharmaceuticals Co.,Ltd      | Health Care            | 2.75%       | China   |
| BAIDU, INC.                                  | Communication Services | 2.74%       | China   |
| Hongfa Technology Co., Ltd.                  | Industrials            | 2.53%       | China   |
| Shenzhen Inovance Technology Co., Ltd        | Industrials            | 2.53%       | China   |
| S.F. Holding Co., Ltd.                       | Industrials            | 2.41%       | China   |
| PDD Holdings Inc.                            | Consumer Discretionary | 2.40%       | China   |



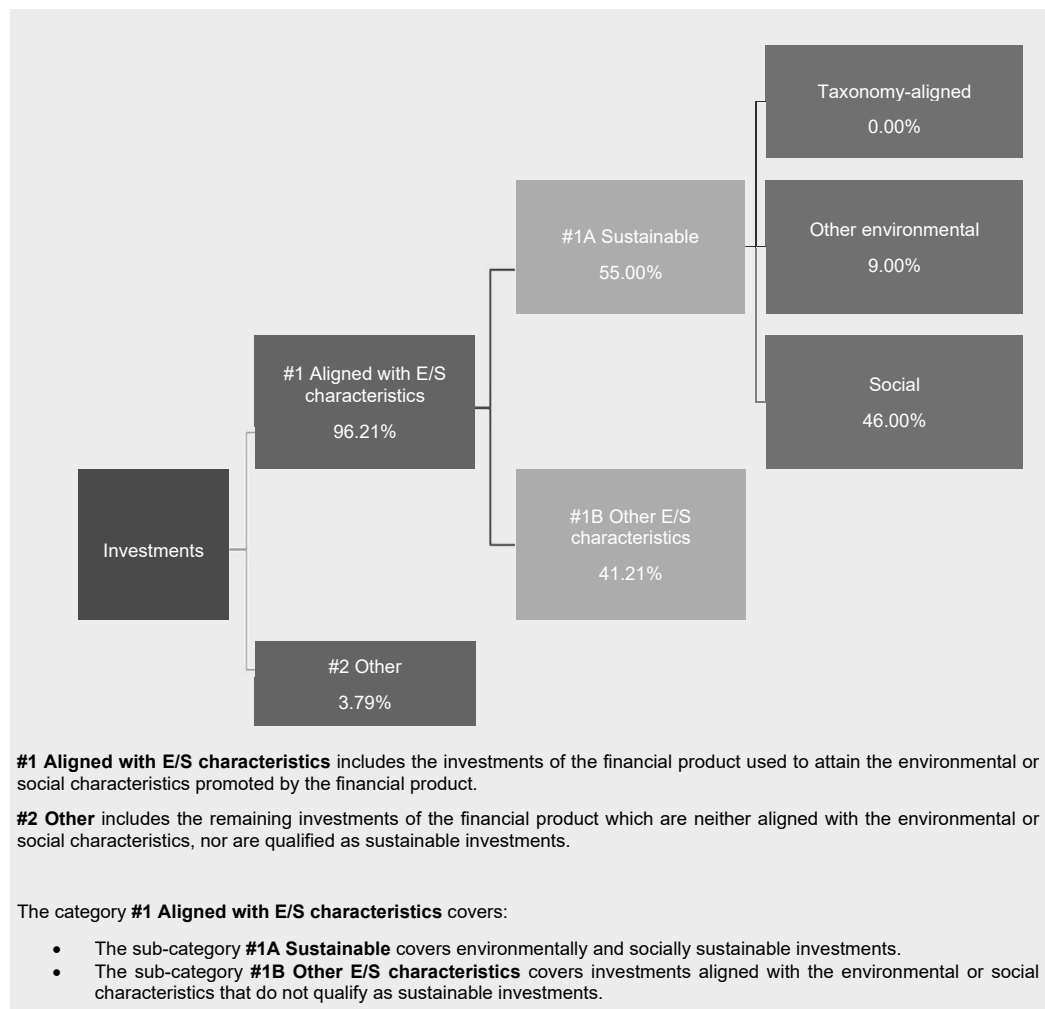
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 55.00%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

96.21% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (3.79%) was not aligned with the promoted characteristics and consisted primarily of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes is not aligned with the promoted characteristics. Furthermore, the Fund invested 55.00% of its net assets in sustainable investments, with a 9.00% allocation of net assets towards environmental objectives and 46.00% towards social objectives.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                          | % of Assets |
|-----------------------------------------------------|-------------|
| Consumer Discretionary                              | 26.02%      |
| Communication Services                              | 19.82%      |
| Industrials                                         | 12.16%      |
| Consumer Staples                                    | 11.29%      |
| Financials                                          | 9.78%       |
| Health Care                                         | 8.18%       |
| Utilities                                           | 3.27%       |
| Information Technology                              | 2.73%       |
| Materials                                           | 1.38%       |
| Energy                                              | 1.02%       |
| Real Estate                                         | 0.56%       |
| Top sub-sector                                      | % of Assets |
| Interactive Media & Services                        | 12.31%      |
| Broadline Retail                                    | 9.40%       |
| Beverages                                           | 8.96%       |
| Electrical Equipment                                | 7.22%       |
| Hotels, Restaurants & Leisure                       | 5.83%       |
| Banks                                               | 4.71%       |
| Media                                               | 3.98%       |
| Household Durables                                  | 3.72%       |
| Entertainment                                       | 3.53%       |
| Textiles, Apparel & Luxury Goods                    | 3.35%       |
| Independent Power & Renewable Electricity Producers | 3.27%       |
| Insurance                                           | 3.04%       |
| Pharmaceuticals                                     | 2.75%       |
| Machinery                                           | 2.53%       |
| Air Freight & Logistics                             | 2.41%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



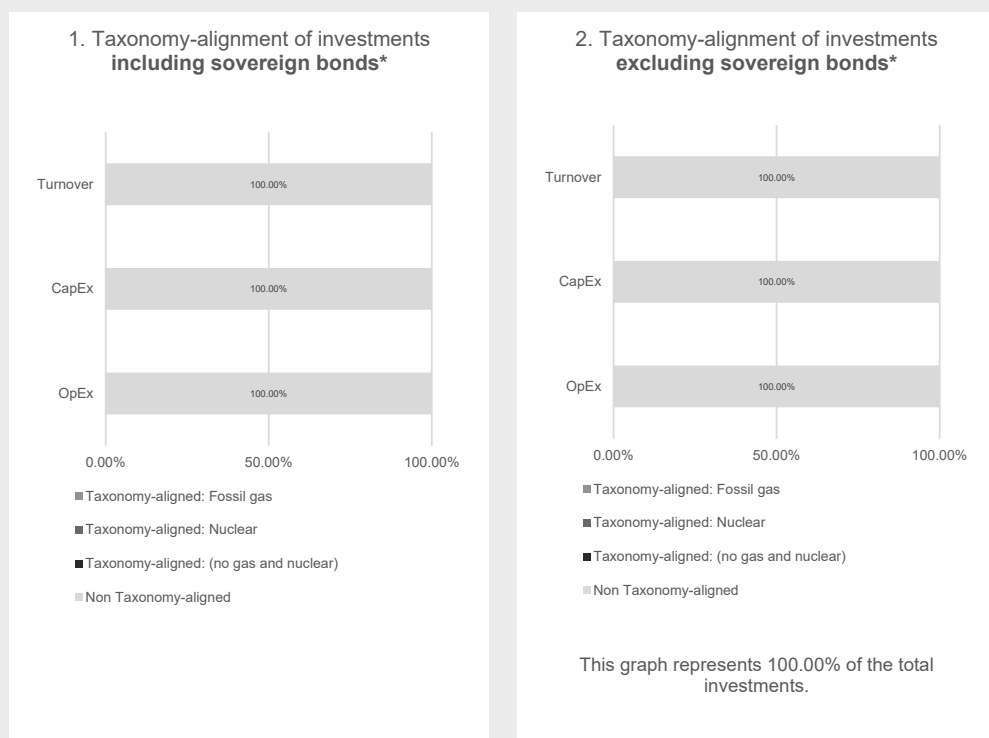
## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

- ☐ Yes
- ☐ In fossil gas ☐ In nuclear energy
- ☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The Fund invested in 9.00% sustainable investments with an environmental objective.

- **What was the share of socially sustainable investments?**

The Fund invested in 46.00% sustainable investments with a social objective.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Not sustainable” was 3.79% and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes and are not aligned with the promoted characteristics. No minimum environmental and/or social safeguards had been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy were monitored through the reference period by the investment team and investment compliance. These were not at the discretion of the Investment Manager and can be summarised as follows:

- The Fund excluded companies rated 0 (poor) under proprietary ESG methodology;
- The Fund maintained a weighted average ESG score of the Fund higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology;
- The Fund applied ESG exclusions further described in section “What investment strategy does this financial product follow?” of the pre-contractual disclosure of the Fund.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Asian Bond Fund (the "Fund")

Legal Entity Identifier: M2HMB6S3E6TLVJDI1L40



**FRANKLIN  
TEMPLETON**

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ **YES**

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ **NO**

- ☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund promoted broad environmental and/or social characteristics, which varied by composition of the portfolio and inter alia included:

- For sovereign issuers: actions around resource insecurity, extreme weather risk, unsustainable environmental practices, social cohesion & stability, infrastructure, health security, labour, human capital and demographics, and
- For corporate issuers: actions around climate change, natural capital, pollution & waste, environmental opportunities, human capital, product liability, stakeholder opposition, and social opportunities.

In relation to sovereign issuers in its portfolio, Franklin Advisers, Inc. (the "Investment Manager") attained these characteristics by using a proprietary environmental, social and governance ("ESG") index, the Templeton Global Macro ESG Index (the "TGM-ESGI") to:

- Screen out government bonds of the poorest performing countries in each of the ESG categories until the exclusions reached 10% of the Fund's investment universe dedicated to sovereign bonds; and
- Commit to a weighted average base ESG score of the sovereign bonds (including supranational bonds and also the notional value of net long positions in related derivatives) in the Fund's portfolio to be higher than the average ESG score of the investment universe dedicated to sovereign bonds.

In relation to corporate issuers in its portfolio, the Investment Manager attained these characteristics by using MSCI ESG ratings to:

- Screen out corporate debt of issuers that are in the bottom 10% based on MSCI ESG ratings to exclude them from the Fund's investment universe dedicated to corporate bonds;
- Commit to a weighted average base ESG score of the corporate issuers in the Fund's portfolio to be higher than the base ESG score of the investment universe dedicated to corporate bonds.

The portion of the investment universe dedicated to sovereign bonds of the Fund's portfolio had been constructed based on a universe of sovereign issuers with historic data of bond issuance in the given geographical region, and excluding issuers from countries:

- With no current debt outstanding;
- Recorded as sanctioned by the United States Office of Foreign Assets Control (the "US OFAC"), the European Union (the "EU") or the United Nations (the "UN");



- Which did not have any debt in issuance denominated in euro or US dollar and did not have a local custodian entity meeting the legal and regulatory requirements applicable to the Fund and its custody partners; and
- Any country where foreign ownership of sovereign bonds was not permitted or not reasonably practicable due to legal or regulatory restrictions.

The portion of investment universes dedicated to supranational and corporate bonds of the Fund's portfolio were constructed by issuers that had MSCI ESG ratings.

The Fund's weighted average base ESG score was 60.58 and the investment universe average base ESG score was 51.25 over the reference period.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promotes.

In this regard, the Fund allocated 95.50% of its assets to investments aligned with the E/S characteristics.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### ● **How did the sustainability indicators perform?**

The sustainability indicators performed as anticipated. Values below are as of 30 June 2024.

| Sustainability KPI Name                                                                                                 | Value |
|-------------------------------------------------------------------------------------------------------------------------|-------|
| The share of sovereign issuers and companies having exposure to, or ties with the sectors and the additional exclusions | 0.00% |
| The ESG score difference between the Fund's portfolio and the investment universe                                       | 9.33  |

### ● **... And compared to previous periods?**

The values were in line with previous periods.

| Sustainability KPI Name                                                                                                 | Sustainability KPI historical comparison |       |
|-------------------------------------------------------------------------------------------------------------------------|------------------------------------------|-------|
|                                                                                                                         | 2024                                     | 2023  |
| Sustainability KPI Name                                                                                                 | Value                                    | Value |
| The share of sovereign issuers and companies having exposure to, or ties with the sectors and the additional exclusions | 0.00%                                    | 0.00% |
| The ESG score difference between the Fund's portfolio and the investment universe                                       | 9.33                                     | 7.25  |

### ● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### ● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

#### ----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

#### ----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a “do no significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

During the period, the following principal adverse impacts (the “PAIs”) were considered for sovereign and supranational issuers:

- Greenhouse gas emissions; and
- Social violations

Greenhouse gas emissions of the investee countries were monitored through greenhouse gas intensity Scope 1 data points

Social violations by the investee countries were monitored as part of the Investment Manager’s proprietary environmental, social and governance (the “ESG”) index, the Templeton Global Macro ESG Index (the “TGM-ESGI”), where the Investment Manager reviewed institutional strength, social cohesion and stability, and income equality among others. This is in addition to explicitly excluding countries subject to international sanctions, including those imposed by the UN, EU or US OFAC.

The following PAIs are normally considered for corporate issuers:

- Violations of the United Nations Global Compact principles (the “UNGC Principles”) or Organisation for Economic Co-operation and Development (the “OECD”) Guidelines for Multinational Enterprises;
- Exposure to controversial weapons; and
- Revenues from fossil fuels.

However, the Fund did not invest in corporate bonds over the reference period.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                        | Sector           | % of Assets | Country     |
|--------------------------------------------|------------------|-------------|-------------|
| Pemerintah Republik Indonesia              | Government bonds | 20.44%      | Indonesia   |
| Republic of India                          | Government bonds | 20.41%      | India       |
| Government of the Republic of Korea        | Government bonds | 19.86%      | South Korea |
| Kerajaan Malaysia                          | Government bonds | 19.65%      | Malaysia    |
| New South Wales Treasury Corporation       | Government bonds | 2.90%       | Australia   |
| Treasury Corporation Of Victoria           | Government bonds | 2.04%       | Australia   |
| Republic of Singapore                      | Government bonds | 2.02%       | Singapore   |
| Commonwealth of Australia                  | Government bonds | 2.02%       | Australia   |
| Republic of Kazakhstan                     | Government bonds | 1.99%       | Kazakhstan  |
| Democratic Socialist Republic of Sri Lanka | Government bonds | 1.92%       | Sri Lanka   |
| QUEENSLAND TREASURY CORPORATION            | Government bonds | 1.20%       | Australia   |
| Kingdom of Thailand                        | Government bonds | 0.26%       | Thailand    |



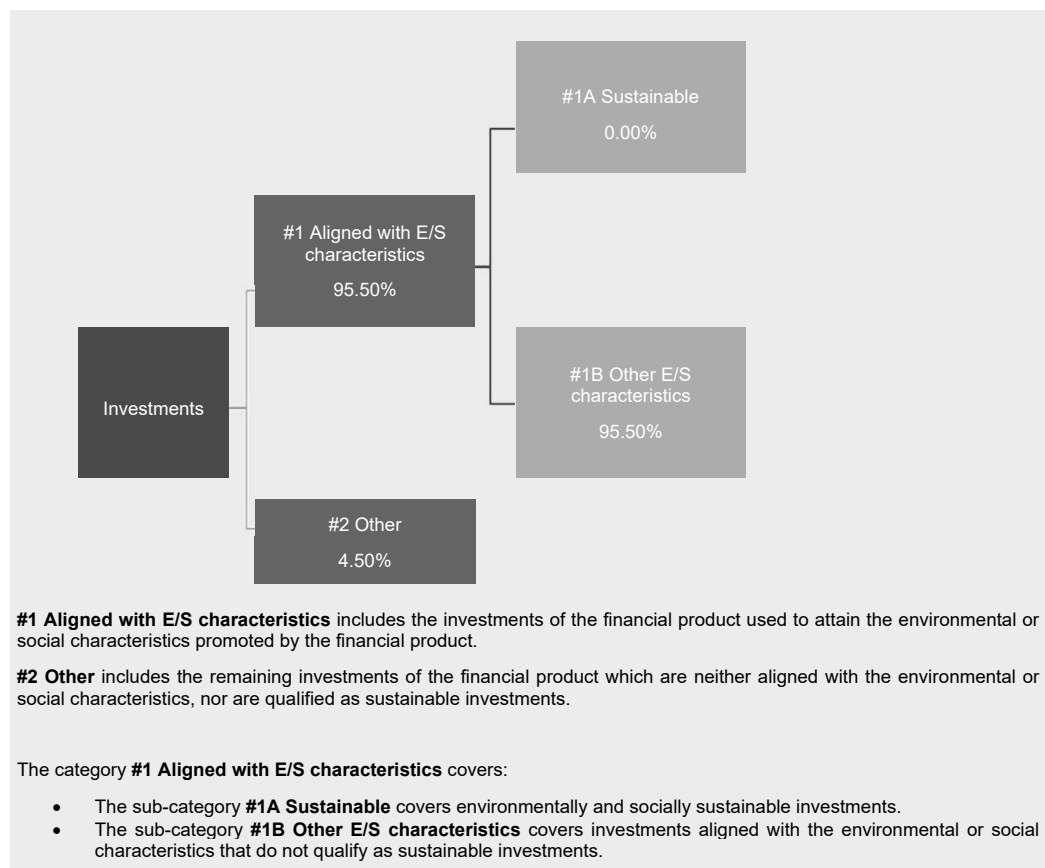
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

95.50% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund over the reference period. The remaining portion (4.50%) was not aligned with the promoted characteristics and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and/or to serve as collateral for derivatives and undertakings for collective investment in transferable securities and undertakings for collective investment in transferable securities and undertakings for collective investment for liquidity management purposes.



### In which economic sectors were the investments made?

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector       | % of Assets |
|------------------|-------------|
| Government bonds | 94.70%      |
| Top sub-sector   | % of Assets |
| Government bonds | 94.70%      |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

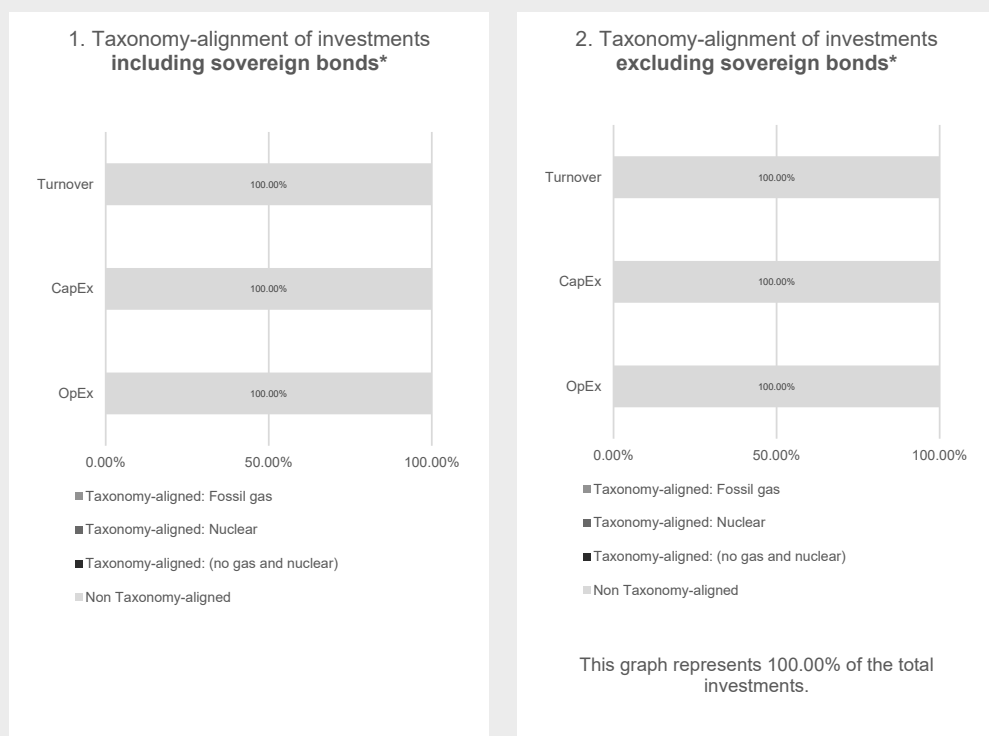
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 4.50% and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and/or to serve as collateral for derivatives and undertakings for collective investment in transferable securities, for which there were no minimum environmental or social safeguards.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy, which were not at the discretion of the Investment Manager, and that have been employed in order to meet the environmental and/or social characteristics can be summarized as follows:

- The Fund excluded countries and issuers that were subject to international economic sanctions, including sanctions imposed by the UN, the EU or the US OFAC;
- The Fund excluded government bonds of the poorest performing countries in each of the ESG categories based on current proprietary country scores until the exclusions reached 10% of the Fund's investment universe dedicated to sovereign bonds;
- The Fund excluded corporate debt of issuers that were in the bottom 10% based on MSCI ESG ratings;
- The Fund achieved a weighted average base ESG score of the sovereign bonds (including supranational bonds and also the notional value of net long positions in related derivatives) in the Fund's portfolio higher than the average base ESG score of the investment universe dedicated to sovereign bonds; and
- The Fund did not own any corporate bonds over the reference period

For the purpose of restricting the investment universe, exclusions based on countries subject to international sanctions were applied first. The exclusion of countries with the weakest ESG scores was applied to the remaining investment universe.

Exclusions of the weakest scoring countries occurred sequentially, beginning with the removal of the poorest scoring country according to TGM-ESG's environmental score, then the country within the remaining universe with the weakest social score, and finally the country with the weakest governance score was removed. This process was repeated until 10% of the universe had been excluded.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Asian Growth Fund (the “Fund”)

Legal Entity Identifier:  
GXX3ETDCTEFNMPTFFW41



## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

### Did this financial product have a sustainable investment objective?

☐ ☐ **YES**

- ☐ It made sustainable investments with an environmental objective: 0.00%
- ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ ☒ **NO**

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 79.50% of sustainable investments
- ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social characteristics promoted by the Fund varied by the composition of the portfolio as they are specific to each company or industry the Fund invests in. These characteristics, for example, included the reduction of greenhouse gas emissions, resource efficiency, waste prevention and recycling, pollution prevention and control, good labour standards, fair wages, diversity and gender balance, health & safety practices, or alignment with the international business conduct principles. Templeton Asset Management Ltd. (the "Investment Manager") attained these characteristics by:

- Favours issuers with a proprietary score of 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology,
- Committing to have an ESG score at Fund level higher than the MSCI ESG score of the Fund's benchmark (MSCI All Country Asia ex-Japan 10/40 Index), referenced in Appendix F to the Prospectus ("the Benchmark"),
- Implementing negative screens as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the pre-contractual disclosure of the Fund.

Over the period, the issuers owned in the Fund all scored a 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology. The Fund also maintained a weighted average ESG score higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology. Finally, the Fund, according to the Investment Manager's analysis, did not breach any of the listed ESG exclusions.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

### How did the sustainability indicators perform?

The sustainability indicators used to measure the attainment of the environmental and/or social characteristics promoted were:

1. The share of investee companies rated 3 (Strong), 2 (Good), 1 (Appropriate), and 0 (Poor) by the Investment Manager's proprietary ESG methodology;
2. The weighted average base ESG score of the portfolio and average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

Below is a breakdown of the portfolio's investments measured using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period.

| Sustainability KPI Name                                                                                       | Value  |
|---------------------------------------------------------------------------------------------------------------|--------|
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary E&S methodology      | 22.40% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary E&S methodology        | 61.60% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary E&S methodology | 13.90% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary E&S methodology        | 0.00%  |
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary G methodology        | 37.60% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary G methodology          | 43.40% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary G methodology   | 16.90% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary G methodology          | 0.00%  |
| The weighted average base ESG score of the portfolio, as measured by MSCI ESG Rating Methodology              | 6.50   |
| The average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology                            | 4.00   |

### ... And compared to previous periods?

Not applicable.

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The objective of the sustainable investments was to contribute to positive social and/or environmental outcome areas across one or more of the six following positive outcome areas (3 social and 3 environmental) linked to the United Nations Sustainable Development Goals (the "UN SDGs"):

Social Outcome Areas:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);

Environmental Outcome Areas:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

For sustainable investments, the Do No Significant Harm (the "DNSH") assessment was integrated into the strategy through ESG minimum standards. These minimum standards have been adhered to throughout the year.

The Investment Manager examined negative externalities by screening for severe environmental and social controversies through third party ESG data provided by MSCI. All sustainable investments passed the ESG minimum standards set for DNSH i.e. they do not exhibit severe environmental or social controversies that have not been resolved or without a positive forward-looking view. Additionally, absence of severe negative environmental or social externalities were captured and formed part of Investment Manager's assessment of the issuer.

Lastly, the Investment Manager (i) applied exclusions as further described in the investment strategy section of the Prospectus and (ii) integrated principal adverse impacts (the "PAIs") into the research process.

### How were the indicators for adverse impacts on sustainability factors taken into account?

When assessing compliance of the Fund's sustainable investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they are relevant for the investments contemplated by the Fund and other

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

data points deemed by the Investment Manager as proxies for adverse impact. The Investment Manager performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. There were no issuers over year that were deemed to be in breach of these indicators according to the Investment Managers' analysis for its sustainable investments.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The Fund's sustainable investments portion did not invest in companies that, according to MSCI, did not observe the main international conventions (United Nations Global Compact Principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations (the "UN") Guiding Principles on Business and Human Rights.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following PAIs:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies;
- Violations of UNGC Principles and OECD Guidelines; and
- Exposure to controversial weapons.

As part of research process, the Investment Manager adopted a materiality-based approach to assessing PAIs through their assessment of ESG issues. Such assessment considered third party data vendors, company reports, and own engagement with management teams. The Investment Manager takes a sector-relative approach to the relevance of the PAI indicators which can vary by company and industry. In addition, there were explicit considerations of the PAIs at a portfolio level as follows:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies

For companies that have a greenhouse gas intensity that exceeded a threshold deemed acceptable by the Investment Manager and defined below, the Investment Manager monitored and engaged with companies to encourage them to set adequate emission reduction targets and manage their greenhouse gas emissions and/or intensity accordingly.

This threshold is set at the average greenhouse gas intensity of the Fund's benchmark. The data has been reviewed on a quarterly basis and includes each company's scope 1+2 greenhouse gas emissions.

Here, the data has identified companies where further analysis was required. On these names, the Investment Managers have conducted deeper research and contacted the company to understand further their carbon management strategy from a forward-looking perspective.

- Violations of UNGC Principles or Organisation for Economic Co-operation and Development (the "OECD") Guidelines for Multinational Enterprises

The Fund did not invest in companies that, according to MSCI, do not observe UNGC Principles or OECD Guidelines for Multinational Enterprises.

- Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons, and biological weapons)

In accordance with the Investment Manager's controversial weapons policy, the Fund did not invest in companies that are producers or distributors of such weapons.





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-08-25 - 2024-06-30.

| Largest investments                          | Sector                 | % of Assets | Country     |
|----------------------------------------------|------------------------|-------------|-------------|
| Taiwan Semiconductor Manufacturing Co., Ltd. | Information Technology | 9.80%       | Taiwan      |
| Samsung Electronics Co., Ltd.                | Information Technology | 9.28%       | South Korea |
| ICICI BANK LIMITED                           | Financials             | 6.16%       | India       |
| Tencent Holdings Limited                     | Communication Services | 5.69%       | China       |
| AIA Group Limited                            | Financials             | 4.57%       | Hong Kong   |
| HDFC BANK LIMITED                            | Financials             | 4.00%       | India       |
| ALIBABA GROUP HOLDING LIMITED                | Consumer Discretionary | 3.80%       | China       |
| Zomato Ltd                                   | Consumer Discretionary | 2.56%       | India       |
| RELIANCE INDUSTRIES LIMITED                  | Energy                 | 2.34%       | India       |
| SK hynix Inc.                                | Information Technology | 2.12%       | South Korea |
| PT Bank Central Asia Tbk                     | Financials             | 2.07%       | Indonesia   |
| HDFC LIFE INSURANCE COMPANY LIMITED          | Financials             | 2.06%       | India       |
| HYUNDAI MOTOR COMPANY                        | Consumer Discretionary | 2.05%       | South Korea |
| HINDALCO INDUSTRIES LIMITED                  | Materials              | 2.00%       | India       |



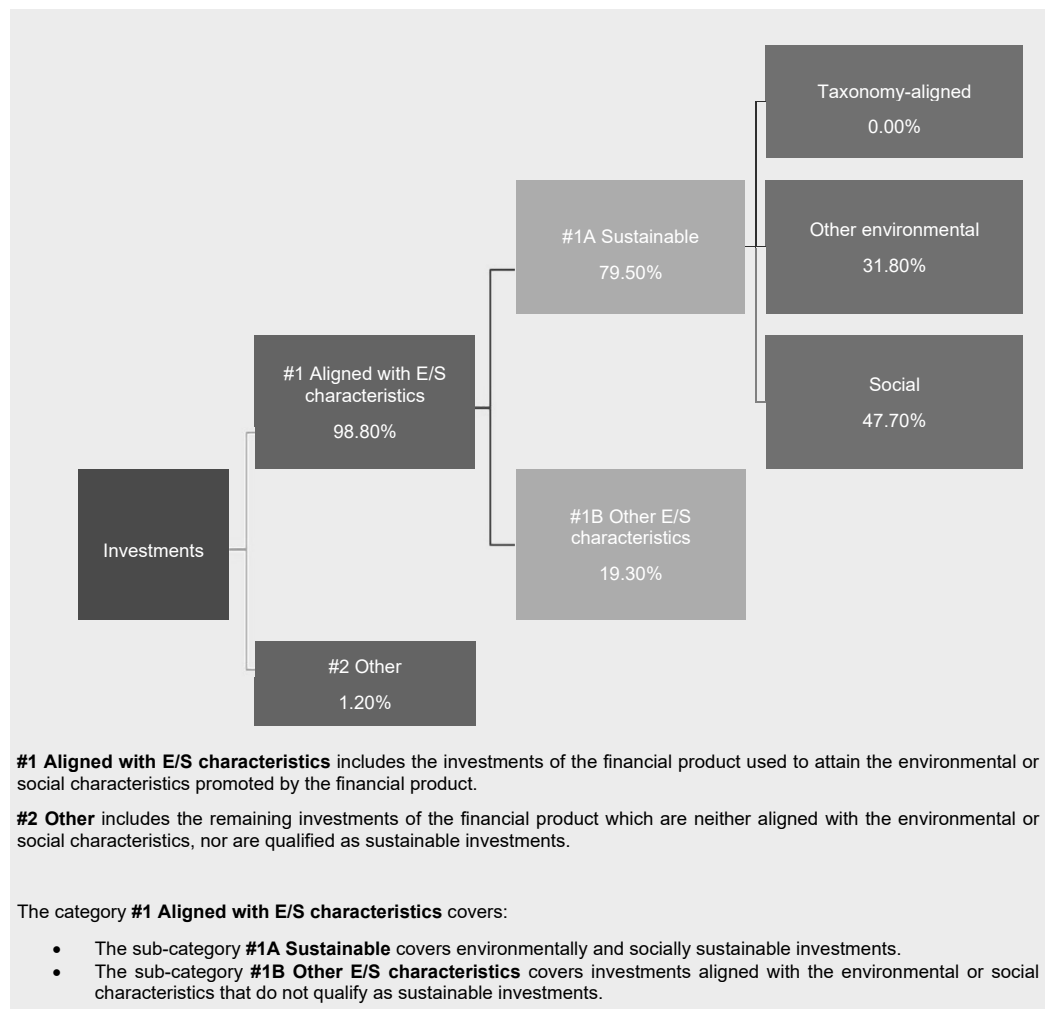
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 79.50%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

98.80% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (1.20%) was not aligned with the promoted characteristics and consisted primarily of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes is not aligned with the promoted characteristics. Furthermore, the Fund invested 79.50% of its net assets in sustainable investments, with a 31.80% allocation of net assets towards environmental objectives and 47.70% towards social objectives.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                     | % of Assets |
|------------------------------------------------|-------------|
| Financials                                     | 25.92%      |
| Information Technology                         | 25.44%      |
| Consumer Discretionary                         | 19.44%      |
| Consumer Staples                               | 6.52%       |
| Communication Services                         | 5.86%       |
| Industrials                                    | 5.23%       |
| Materials                                      | 3.90%       |
| Health Care                                    | 3.32%       |
| Energy                                         | 2.34%       |
| Utilities                                      | 0.59%       |
| Real Estate                                    | 0.25%       |
| Top sub-sector                                 | % of Assets |
| Banks                                          | 15.32%      |
| Semiconductors & Semiconductor Equipment       | 13.95%      |
| Technology Hardware, Storage & Peripherals     | 9.28%       |
| Hotels, Restaurants & Leisure                  | 8.52%       |
| Insurance                                      | 8.16%       |
| Interactive Media & Services                   | 5.69%       |
| Broadline Retail                               | 4.46%       |
| Automobiles                                    | 3.67%       |
| Beverages                                      | 3.20%       |
| Machinery                                      | 2.91%       |
| Oil, Gas & Consumable Fuels                    | 2.34%       |
| Food Products                                  | 2.13%       |
| Metals & Mining                                | 2.00%       |
| Electronic Equipment, Instruments & Components | 1.80%       |
| Household Durables                             | 1.65%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

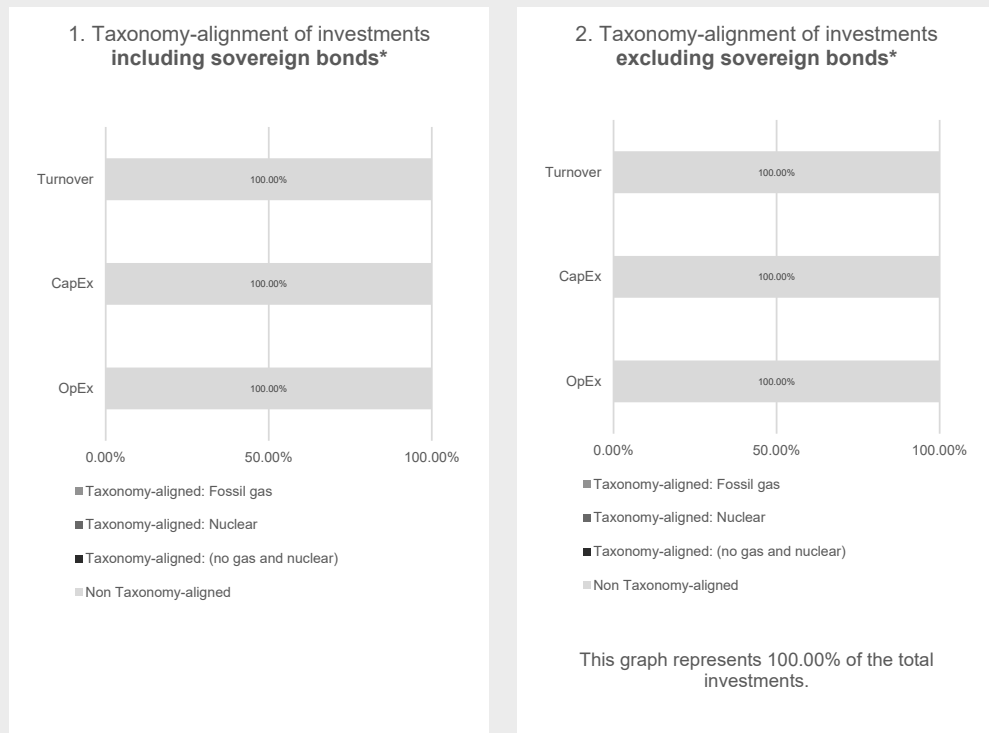
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The Fund invested in 31.80% sustainable investments with an environmental objective.

- **What was the share of socially sustainable investments?**

The Fund invested in 47.70% sustainable investments with a social objective.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Not sustainable” was 1.20% and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes and are not aligned with the promoted characteristics. No minimum environmental and/or social safeguards had been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy were monitored through the reference period by the investment team and investment compliance. These were not at the discretion of the Investment Manager and can be summarised as follows:

- The Fund excluded companies rated 0 (poor) under proprietary ESG methodology;
- The Fund maintained a weighted average ESG score of the Fund higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology;
- The Fund applied ESG exclusions further described in section “What investment strategy does this financial product follow?” of the pre-contractual disclosure of the Fund.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Asian Smaller Companies Fund (the "Fund")

Legal Entity Identifier: 549300X9Z86X9W62RI64



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 52.60% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social characteristics promoted by the Fund varied by the composition of the portfolio as they are specific to each company or industry the Fund invests in. These characteristics, for example, included the reduction of greenhouse gas emissions, resource efficiency, waste prevention and recycling, pollution prevention and control, good labour standards, fair wages, diversity and gender balance, health & safety practices, or alignment with the international business conduct principles. Templeton Asset Management Ltd. (the "Investment Manager") attained these characteristics by:

- Favouring issuers with a proprietary score of 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology,
- Implementing negative screens as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the pre-contractual disclosure of the Fund.

Over the period, the issuers owned in the Fund all scored a 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology. The Fund, according to the Investment Manager's analysis, did not breach any of the listed ESG exclusions.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

### How did the sustainability indicators perform?

The sustainability indicators used to measure the attainment of the environmental and/or social characteristics promoted were:

1. The share of investee companies rated 3 (Strong), 2 (Good), 1 (Appropriate), and 0 (Poor) by the Investment Manager's proprietary ESG methodology;

Below is a breakdown of the portfolio's investments measured using an average taken from 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

| Sustainability KPI Name                                                                                       | Value  |
|---------------------------------------------------------------------------------------------------------------|--------|
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary E&S methodology      | 12.30% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary E&S methodology        | 55.00% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary E&S methodology | 28.90% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary E&S methodology        | 0.00%  |
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary G methodology        | 8.10%  |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary G methodology          | 49.80% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary G methodology   | 38.30% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary G methodology          | 0.00%  |

### ● ... And compared to previous periods?

Not applicable.

### ● What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The objective of the sustainable investments was to contribute to positive social and/or environmental outcome areas across one or more of the six following positive outcome areas (3 social and 3 environmental) linked to the United Nations Sustainable Development Goals (the "UN SDGs"):

Social Outcome Areas:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);

Environmental Outcome Areas:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

### ● How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

For sustainable investments, the Do No Significant Harm (the "DNSH") assessment was integrated into the strategy through ESG minimum standards. These minimum standards have been adhered to throughout the year.

The Investment Manager examined negative externalities by screening for severe environmental and social controversies through third party ESG data provided by MSCI. All sustainable investments passed the ESG minimum standards set for DNSH i.e. they do not exhibit severe environmental or social controversies that have not been resolved or without a positive forward-looking view. Additionally, absence of severe negative environmental or social externalities were captured and formed part of Investment Manager's assessment of the issuer.

Lastly, the Investment Manager (i) applied exclusions as further described in the investment strategy section of the Prospectus and (ii) integrated principal adverse impacts (the "PAIs") into the research process.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### -----How were the indicators for adverse impacts on sustainability factors taken into account?

When assessing compliance of the Fund's sustainable investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they are relevant for the investments contemplated by the Fund and other data points deemed by the Investment Manager as proxies for adverse impact. The Investment Manager performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. There were no issuers over year that were deemed to be in breach of these indicators according to the Investment Managers' analysis for its sustainable investments.

## ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The Fund's sustainable investments portion did not invest in companies that, according to MSCI, did not observe the main international conventions (United Nations Global Compact Principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations (the "UN") Guiding Principles on Business and Human Rights).

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following PAIs:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies;
- Violations of UNGC Principles and OECD Guidelines; and
- Exposure to controversial weapons.

As part of research process, the Investment Manager adopted a materiality-based approach to assessing PAIs through their assessment of ESG issues. Such assessment considered third party data vendors, company reports, and own engagement with management teams. The Investment Manager takes a sector-relative approach to the relevance of the PAI indicators which can vary by company and industry. In addition, there were explicit considerations of the PAIs at a portfolio level as follows:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies

For companies that have a greenhouse gas intensity that exceeded a threshold deemed acceptable by the Investment Manager and defined below, the Investment Manager monitored and engaged with companies to encourage them to set adequate emission reduction targets and manage their greenhouse gas emissions and/or intensity accordingly.

This threshold is set at the average greenhouse gas intensity of the Fund's benchmark. The data has been reviewed on a quarterly basis and includes each company's scope 1+2 greenhouse gas emissions.

Here, the data has identified companies where further analysis was required. On these names, the Investment Managers have conducted deeper research and contacted the company to understand further their carbon management strategy from a forward-looking perspective.

- Violations of UNGC Principles or Organisation for Economic Co-operation and Development (the "OECD") Guidelines for Multinational Enterprises

The Fund did not invest in companies that, according to MSCI, do not observe UNGC Principles or OECD Guidelines for Multinational Enterprises.

- Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons, and biological weapons)

In accordance with the Investment Manager's controversial weapons policy, the Fund did not invest in companies that are producers or distributors of such weapons.





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2024-03-28 - 2024-06-30.

| Largest investments                             | Sector                 | % of Assets | Country     |
|-------------------------------------------------|------------------------|-------------|-------------|
| BAJAJ HOLDINGS & INVESTMENT LIMITED.            | Financials             | 6.09%       | India       |
| NOVATEK MICROELECTRONICS CORP.                  | Information Technology | 4.50%       | Taiwan      |
| FPT Corp                                        | Information Technology | 4.45%       | Vietnam     |
| INTERNATIONAL CONTAINER TERMINAL SERVICES, INC. | Industrials            | 4.27%       | Philippines |
| THE FEDERAL BANK LTD                            | Financials             | 3.98%       | India       |
| Synnex Technology International Corp.           | Information Technology | 3.19%       | Taiwan      |
| Zomato Ltd                                      | Consumer Discretionary | 3.11%       | India       |
| Mobile World Investment Corp                    | Consumer Discretionary | 2.91%       | Vietnam     |
| MakeMyTrip Ltd                                  | Consumer Discretionary | 2.86%       | India       |
| Hugel, Inc.                                     | Health Care            | 2.60%       | South Korea |
| DALMIA BHARAT LIMITED                           | Materials              | 2.54%       | India       |
| PB Fintech Ltd                                  | Financials             | 2.50%       | India       |
| TISCO Financial Group Public Company Limited    | Financials             | 2.42%       | Thailand    |
| POYA International Co., Ltd.                    | Consumer Discretionary | 2.27%       | Taiwan      |
| National Bank Of Canada                         | Financials             | 2.19%       | Canada      |



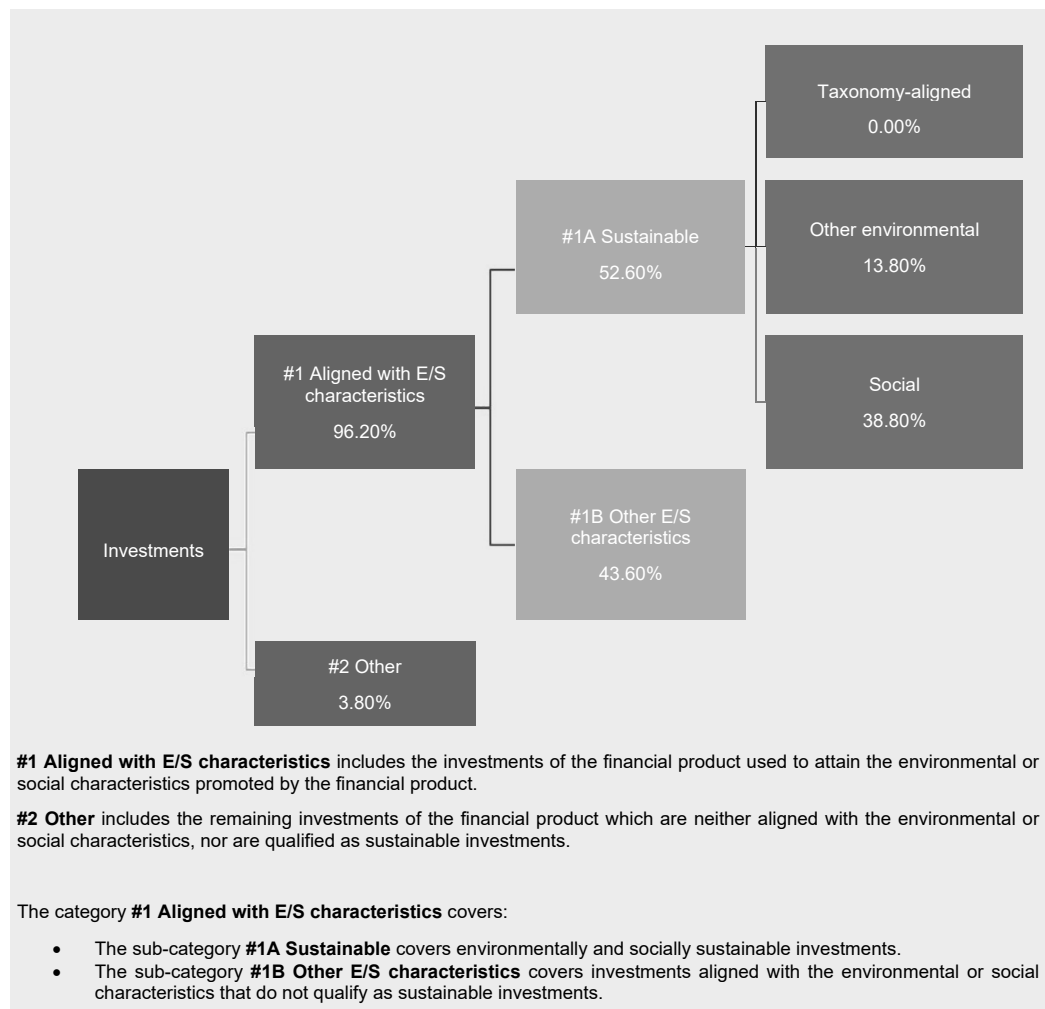
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 52.60%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

96.20% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (3.80%) was not aligned with the promoted characteristics and consisted primarily of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes is not aligned with the promoted characteristics. Furthermore, the Fund invested 52.60% of its net assets in sustainable investments, with a 13.80% allocation of net assets towards environmental objectives and 38.8% towards social objectives.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                     | % of Assets |
|------------------------------------------------|-------------|
| Information Technology                         | 23.56%      |
| Consumer Discretionary                         | 22.81%      |
| Financials                                     | 20.81%      |
| Industrials                                    | 7.68%       |
| Health Care                                    | 6.68%       |
| Materials                                      | 6.47%       |
| Consumer Staples                               | 5.36%       |
| Communication Services                         | 2.67%       |
| Real Estate                                    | 0.17%       |
| Top sub-sector                                 | % of Assets |
| Semiconductors & Semiconductor Equipment       | 10.78%      |
| Banks                                          | 9.38%       |
| Hotels, Restaurants & Leisure                  | 8.76%       |
| Financial Services                             | 6.62%       |
| Electronic Equipment, Instruments & Components | 6.36%       |
| IT Services                                    | 6.13%       |
| Transportation Infrastructure                  | 4.27%       |
| Insurance                                      | 4.10%       |
| Broadline Retail                               | 4.03%       |
| Food Products                                  | 3.96%       |
| Textiles, Apparel & Luxury Goods               | 3.24%       |
| Construction Materials                         | 3.19%       |
| Specialty Retail                               | 2.91%       |
| Biotechnology                                  | 2.60%       |
| Chemicals                                      | 2.46%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



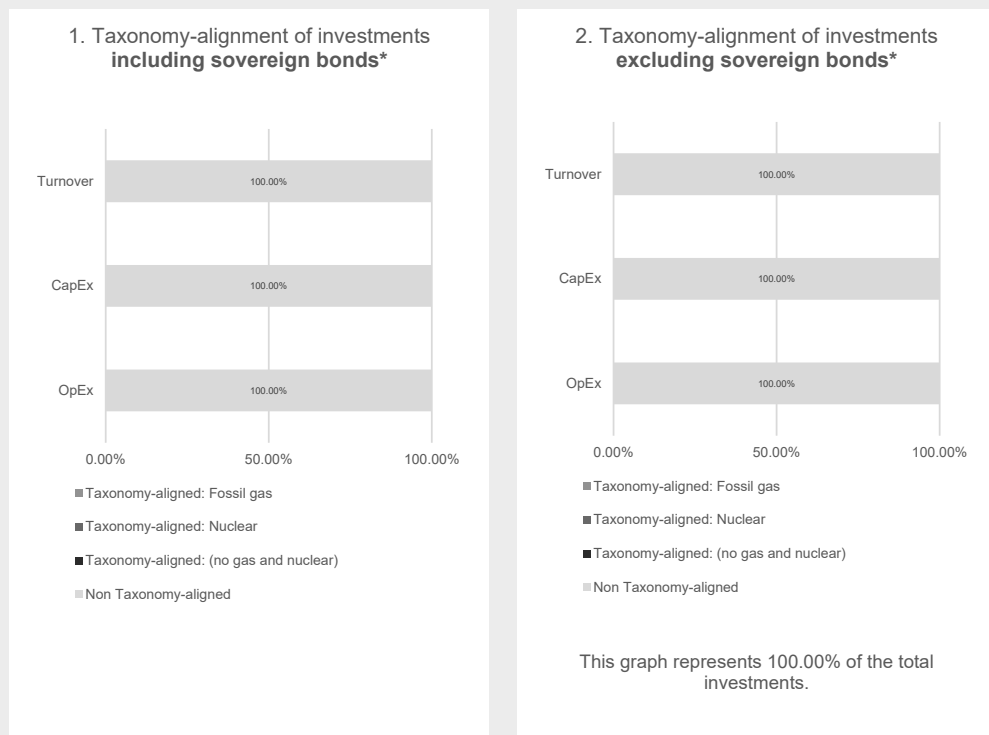
## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

- ☐ Yes
- ☐ In fossil gas ☐ In nuclear energy
- ☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The Fund invested in 13.80% sustainable investments with an environmental objective.

- **What was the share of socially sustainable investments?**

The Fund invested in 38.80% sustainable investments with a social objective.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Not sustainable” was 3.80% and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes and are not aligned with the promoted characteristics. No minimum environmental and/or social safeguards had been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy were monitored through the reference period by the investment team and investment compliance. These were not at the discretion of the Investment Manager and can be summarised as follows:

- The Fund excluded companies rated 0 (poor) under proprietary ESG methodology;
- The Fund applied ESG exclusions further described in the section “What investment strategy does this financial product follow?” of the pre-contractual disclosure of the Fund.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton China A-Shares Fund (the "Fund")

Legal Entity Identifier: 5493009XRQ09Z4RT5K40



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 49.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social characteristics promoted by the Fund varied by the composition of the portfolio as they are specific to each company or industry the Fund invests in. These characteristics, for example, included the reduction of greenhouse gas emissions, resource efficiency, waste prevention and recycling, pollution prevention and control, good labour standards, fair wages, diversity and gender balance, health & safety practices, or alignment with the international business conduct principles. Templeton Asset Management Ltd. (the "Investment Manager") attained these characteristics by:

- Favours issuers with a proprietary score of 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology,
- Committing to have an ESG score at Fund level higher than the MSCI ESG score of the Fund's benchmark (MSCI China A Onshore Index), referenced in Appendix F to the Prospectus ("the Benchmark"),
- Implementing negative screens as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the pre-contractual disclosure of the Fund.

Over the period, the issuers owned in the Fund all scored a 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology. The Fund also maintained a weighted average ESG score higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology. Finally, the Fund, according to the Investment Manager's analysis, did not breach any of the listed ESG exclusions.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

### How did the sustainability indicators perform?

The sustainability indicators used to measure the attainment of the environmental and/or social characteristics promoted were:

1. The share of investee companies rated 3 (Strong), 2 (Good), 1 (Appropriate), and 0 (Poor) by the Investment Manager's proprietary ESG methodology;
2. The weighted average base ESG score of the portfolio and average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

Below is a breakdown of the portfolio's investments measured using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period.

| Sustainability KPI Name                                                                                       | Value  |
|---------------------------------------------------------------------------------------------------------------|--------|
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary E&S methodology      | 33.40% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary E&S methodology        | 37.90% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary E&S methodology | 20.60% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary E&S methodology        | 0.00%  |
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary G methodology        | 18.80% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary G methodology          | 36.20% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary G methodology   | 36.90% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary G methodology          | 0.00%  |
| The weighted average base ESG score of the portfolio, as measured by MSCI ESG Rating Methodology              | 4.80   |
| The average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology                            | 2.50   |

### ... And compared to previous periods?

Not applicable.

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The objective of the sustainable investments was to contribute to positive social and/or environmental outcome areas across one or more of the six following positive outcome areas (3 social and 3 environmental) linked to the United Nations Sustainable Development Goals (the "UN SDGs"):

Social Outcome Areas:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);

Environmental Outcome Areas:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

For sustainable investments, the Do No Significant Harm (the "DNSH") assessment was integrated into the strategy through ESG minimum standards. These minimum standards have been adhered to throughout the year.

The Investment Manager examined negative externalities by screening for severe environmental and social controversies through third party ESG data provided by MSCI. All sustainable investments passed the ESG minimum standards set for DNSH i.e. they do not exhibit severe environmental or social controversies that have not been resolved or without a positive forward-looking view. Additionally, absence of severe negative environmental or social externalities were captured and formed part of Investment Manager's assessment of the issuer.

Lastly, the Investment Manager (i) applied exclusions as further described in the investment strategy section of the Prospectus and (ii) integrated principal adverse impacts (the "PAIs") into the research process.

### How were the indicators for adverse impacts on sustainability factors taken into account?

When assessing compliance of the Fund's sustainable investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they are relevant for the investments contemplated by the Fund and other

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

data points deemed by the Investment Manager as proxies for adverse impact. The Investment Manager performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. There were no issuers over year that were deemed to be in breach of these indicators according to the Investment Managers' analysis for its sustainable investments.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The Fund's sustainable investments portion did not invest in companies that, according to MSCI, did not observe the main international conventions (United Nations Global Compact Principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations (the "UN") Guiding Principles on Business and Human Rights. Exceptions were made in two cases after formal review of alleged violations had been carried out and where the Investment Manager either disagreed with the conclusion that the company was complicit in violations of the principles of such conventions or had determined that the company had made and implemented positive changes deemed satisfactory to appropriately address the deficiency/violation. The severity of the violation, response, frequency, and nature of the involvement are considered in making a judgement on whether the company observes international conventions. As a result, and per the Investment Manager's analysis, the Fund's sustainable investments were aligned with these principles.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following PAIs:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies;
- Violations of UNGC Principles and OECD Guidelines; and
- Exposure to controversial weapons.

As part of research process, the Investment Manager adopted a materiality-based approach to assessing PAIs through their assessment of ESG issues. Such assessment considered third party data vendors, company reports, and own engagement with management teams. The Investment Manager takes a sector-relative approach to the relevance of the PAI indicators which can vary by company and industry. In addition, there were explicit considerations of the PAIs at a portfolio level as follows:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies

For companies that have a greenhouse gas intensity that exceeded a threshold deemed acceptable by the Investment Manager and defined below, the Investment Manager monitored and engaged with these companies to encourage them to set adequate emission reduction targets and manage their greenhouse gas emissions and/or intensity accordingly.

This threshold is set at the average greenhouse gas intensity of the Fund's benchmark. The data has been reviewed on a quarterly basis and includes each company's scope 1+2 greenhouse gas emissions.

Here, the data has identified companies where further analysis was required. On these names, the Investment Managers have conducted deeper research and contacted the company to understand further their carbon management strategy from a forward-looking perspective.

- Violations of UNGC Principles or Organisation for Economic Co-operation and Development (the "OECD") Guidelines for Multinational Enterprises

The Fund did not invest in companies that, according to MSCI, do not observe UNGC Principles or OECD Guidelines for Multinational Enterprises. Exceptions were made in two cases after formal review of alleged violations had been carried out and where the Investment Manager either disagreed with the conclusion that the company was complicit in violations of the principles of such conventions or had determined that the company has made and implemented positive changes deemed satisfactory to appropriately address the deficiency/violation. The severity of the violation, response, frequency, and nature of the involvement were considered in making a judgement on whether the company observes international conventions.

- Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons, and biological weapons)

In accordance with the Investment Manager's controversial weapons policy, the Fund did not invest in companies that are producers or distributors of such weapons.





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-08-25 - 2024-06-30.

| Largest investments                              | Sector                 | % of Assets | Country |
|--------------------------------------------------|------------------------|-------------|---------|
| Royal Bank Of Canada                             | Financials             | 7.19%       | Canada  |
| Kweichow Moutai Co., Ltd.                        | Consumer Staples       | 7.13%       | China   |
| China Yangtze Power Co., Ltd.                    | Utilities              | 5.97%       | China   |
| Ping An Insurance (Group) Company of China, Ltd. | Financials             | 5.13%       | China   |
| Midea Group Co., Ltd.                            | Consumer Discretionary | 5.12%       | China   |
| Shenzhen Inovance Technology Co., Ltd            | Industrials            | 4.64%       | China   |
| Shenzhen Mindray Bio-Medical Electronics Co Ltd  | Health Care            | 4.33%       | China   |
| NARI Technology Co., Ltd.                        | Industrials            | 4.22%       | China   |
| Focus Media Information Technology Co., Ltd.     | Communication Services | 4.21%       | China   |
| China Merchants Bank Co., Ltd.                   | Financials             | 4.08%       | China   |
| Hongfa Technology Co., Ltd.                      | Industrials            | 3.89%       | China   |
| Jiangsu Hengrui Pharmaceuticals Co.,Ltd          | Health Care            | 3.59%       | China   |
| Haier Smart Home Co., Ltd.                       | Consumer Discretionary | 2.76%       | China   |
| Wuliangye Yibin Co., Ltd.                        | Consumer Staples       | 2.67%       | China   |
| Contemporary Amperex Technology Co., Ltd.        | Industrials            | 2.36%       | China   |



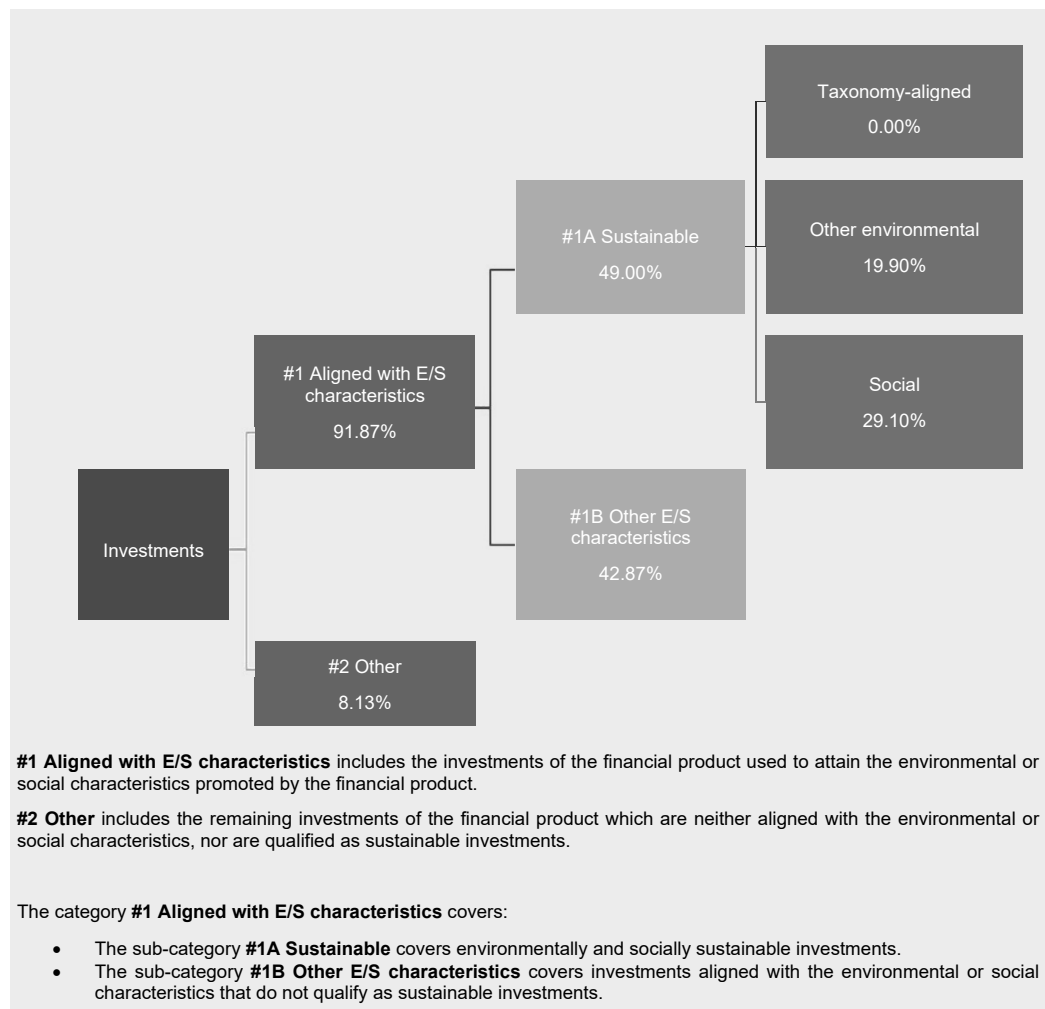
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 49.00%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

91.87% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (8.13%) was not aligned with the promoted characteristics and consisted primarily of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes is not aligned with the promoted characteristics. Furthermore, the Fund invested 49.00% of its net assets in sustainable investments, with a 19.90% allocation of net assets towards environmental objectives and 29.10% towards social objectives.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                          | % of Assets |
|-----------------------------------------------------|-------------|
| Industrials                                         | 19.27%      |
| Financials                                          | 14.94%      |
| Consumer Discretionary                              | 13.12%      |
| Consumer Staples                                    | 13.05%      |
| Health Care                                         | 10.88%      |
| Utilities                                           | 5.97%       |
| Information Technology                              | 5.50%       |
| Communication Services                              | 4.21%       |
| Materials                                           | 4.12%       |
| Energy                                              | 0.81%       |
| Top sub-sector                                      | % of Assets |
| Electrical Equipment                                | 11.61%      |
| Beverages                                           | 9.80%       |
| Household Durables                                  | 8.98%       |
| Banks                                               | 8.22%       |
| Independent Power & Renewable Electricity Producers | 5.97%       |
| Machinery                                           | 5.43%       |
| Insurance                                           | 5.32%       |
| Health Care Equipment & Supplies                    | 4.33%       |
| Media                                               | 4.21%       |
| Pharmaceuticals                                     | 3.59%       |
| Electronic Equipment, Instruments & Components      | 2.79%       |
| Food Products                                       | 2.32%       |
| Chemicals                                           | 2.30%       |
| Air Freight & Logistics                             | 2.23%       |
| Automobile Components                               | 2.04%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

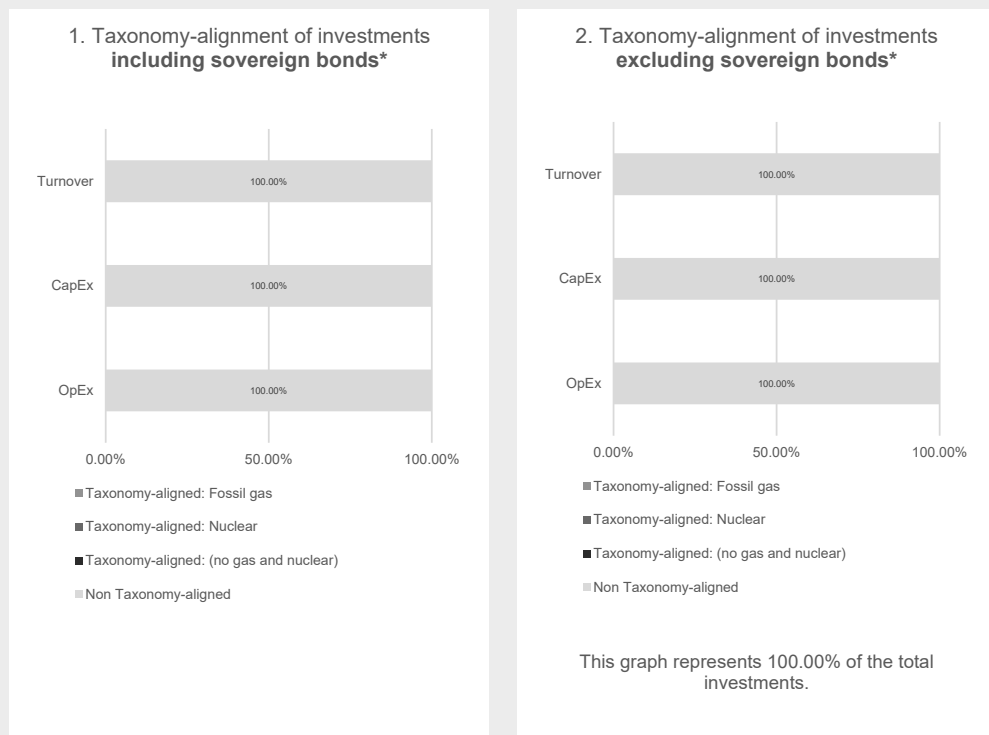
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The Fund invested in 19.90% sustainable investments with an environmental objective.

- **What was the share of socially sustainable investments?**

The Fund invested in 29.10% sustainable investments with a social objective.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Not sustainable” was 8.13% and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes and are not aligned with the promoted characteristics. No minimum environmental and/or social safeguards had been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy were monitored through the reference period by the investment team and investment compliance. These were not at the discretion of the Investment Manager and can be summarised as follows:

- The Fund excluded companies rated 0 (poor) under proprietary ESG methodology;
- The Fund maintained a weighted average ESG score of the Fund higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology;
- The Fund applied ESG exclusions further described in section “What investment strategy does this financial product follow?” of the pre-contractual disclosure of the Fund.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton China Fund (the "Fund")

Legal Entity Identifier: 5493007JAWIPTL7FSK86



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 62.50% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social characteristics promoted by the Fund varied by the composition of the portfolio as they are specific to each company or industry the Fund invests in. These characteristics, for example, included the reduction of greenhouse gas emissions, resource efficiency, waste prevention and recycling, pollution prevention and control, good labour standards, fair wages, diversity and gender balance, health & safety practices, or alignment with the international business conduct principles. Templeton Asset Management Ltd. (the "Investment Manager") attained these characteristics by:

- Favouring issuers with a proprietary score of 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology,
- Committing to have an ESG score at Fund level higher than the MSCI ESG score of the Fund's benchmark (MSCI China 10/40 Index), referenced in Appendix F to the Prospectus ("the Benchmark"),
- Implementing negative screens as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the pre-contractual disclosure of the Fund.

Over the period, the issuers owned in the Fund all scored a 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology. The Fund also maintained a weighted average ESG score higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology. Finally, the Fund, according to the Investment Manager's analysis, did not breach any of the listed ESG exclusions.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

### How did the sustainability indicators perform?

The sustainability indicators used to measure the attainment of the environmental and/or social characteristics promoted were:

1. The share of investee companies rated 3 (Strong), 2 (Good), 1 (Appropriate), and 0 (Poor) by the Investment Manager's proprietary ESG methodology;
2. The weighted average base ESG score of the portfolio and average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

Below is a breakdown of the portfolio's investments measured using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period.

| Sustainability KPI Name                                                                                       | Value  |
|---------------------------------------------------------------------------------------------------------------|--------|
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary E&S methodology      | 18.20% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary E&S methodology        | 54.40% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary E&S methodology | 23.10% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary E&S methodology        | 0.00%  |
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary G methodology        | 19.10% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary G methodology          | 38.40% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary G methodology   | 38.30% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary G methodology          | 0.00%  |
| The weighted average base ESG score of the portfolio, as measured by MSCI ESG Rating Methodology              | 4.90   |
| The average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology                            | 3.20   |

### ... And compared to previous periods?

Not applicable.

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The objective of the sustainable investments was to contribute to positive social and/or environmental outcome areas across one or more of the six following positive outcome areas (3 social and 3 environmental) linked to the United Nations Sustainable Development Goals (the "UN SDGs"):

Social Outcome Areas:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);

Environmental Outcome Areas:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

For sustainable investments, the Do No Significant Harm (the "DNSH") assessment was integrated into the strategy through ESG minimum standards. These minimum standards have been adhered to throughout the year.

The Investment Manager examined negative externalities by screening for severe environmental and social controversies through third party ESG data provided by MSCI. All sustainable investments passed the ESG minimum standards set for DNSH i.e. they do not exhibit severe environmental or social controversies that have not been resolved or without a positive forward-looking view. Additionally, absence of severe negative environmental or social externalities were captured and formed part of Investment Manager's assessment of the issuer.

Lastly, the Investment Manager (i) applied exclusions as further described in the investment strategy section of the Prospectus and (ii) integrated principal adverse impacts (the "PAIs") into the research process.

### How were the indicators for adverse impacts on sustainability factors taken into account?

When assessing compliance of the Fund's sustainable investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they are relevant for the investments contemplated by the Fund and other

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

data points deemed by the Investment Manager as proxies for adverse impact. The Investment Manager performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. There were no issuers over year that were deemed to be in breach of these indicators according to the Investment Managers' analysis for its sustainable investments.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The Fund's sustainable investments portion did not invest in companies that, according to MSCI, did not observe the main international conventions (United Nations Global Compact Principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations (the "UN") Guiding Principles on Business and Human Rights. Exceptions were made in two cases after formal review of alleged violations had been carried out and where the Investment Manager either disagreed with the conclusion that the company was complicit in violations of the principles of such conventions or had determined that the company had made and implemented positive changes deemed satisfactory to appropriately address the deficiency/violation. The severity of the violation, response, frequency, and nature of the involvement were considered in making a judgement on whether the company observes international conventions. As a result, and per the Investment Manager's analysis, the Fund's sustainable investments were aligned with these principles.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following PAIs:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies;
- Violations of UNGC Principles and OECD Guidelines; and
- Exposure to controversial weapons.

As part of research process, the Investment Manager adopted a materiality-based approach to assessing PAIs through their assessment of ESG issues. Such assessment considered third party data vendors, company reports, and own engagement with management teams. The Investment Manager takes a sector-relative approach to the relevance of the PAI indicators which can vary by company and industry. In addition, there were explicit considerations of the PAIs at a portfolio level as follows:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies

For companies that have a greenhouse gas intensity that exceeded a threshold deemed acceptable by the Investment Manager and defined below, the Investment Manager monitored and engaged with these companies to encourage them to set adequate emission reduction targets and manage their greenhouse gas emissions and/or intensity accordingly.

This threshold is set at the average greenhouse gas intensity of the Fund's benchmark. The data has been reviewed on a quarterly basis and includes each company's scope 1+2 greenhouse gas emissions.

Here, the data has identified companies where further analysis was required. On these names, the Investment Managers have conducted deeper research and contacted the company to understand further their carbon management strategy from a forward-looking perspective.

- Violations of UNGC Principles or Organisation for Economic Co-operation and Development (the "OECD") Guidelines for Multinational Enterprises

The Fund did not invest in companies that, according to MSCI, do not observe UNGC Principles or OECD Guidelines for Multinational Enterprises. Exceptions were only made in two cases after formal review of alleged violations had been carried out and where the Investment Manager either disagreed with the conclusion that the company was complicit in violations of the principles of such conventions or had determined that the company had made and implemented positive changes deemed satisfactory to appropriately address the deficiency/violation. The severity of the violation, response, frequency, and nature of the involvement were considered in making a judgement on whether the company observes international conventions.

- Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons, and biological weapons)

In accordance with the Investment Manager's controversial weapons policy, the Fund did not invest in companies that are producers or distributors of such weapons.





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-08-25 - 2024-06-30.

| Largest investments                              | Sector                 | % of Assets | Country |
|--------------------------------------------------|------------------------|-------------|---------|
| Tencent Holdings Limited                         | Communication Services | 9.90%       | China   |
| ALIBABA GROUP HOLDING LIMITED                    | Consumer Discretionary | 9.15%       | China   |
| MEITUAN                                          | Consumer Discretionary | 4.69%       | China   |
| NETEASE, INC.                                    | Communication Services | 4.64%       | China   |
| Royal Bank Of Canada                             | Financials             | 3.89%       | Canada  |
| BAIDU, INC.                                      | Communication Services | 3.86%       | China   |
| Focus Media Information Technology Co., Ltd.     | Communication Services | 3.76%       | China   |
| China Yangtze Power Co., Ltd.                    | Utilities              | 3.61%       | China   |
| PDD Holdings Inc.                                | Consumer Discretionary | 3.57%       | China   |
| Kweichow Moutai Co., Ltd.                        | Consumer Staples       | 3.05%       | China   |
| ANTA SPORTS PRODUCTS LIMITED                     | Consumer Discretionary | 2.76%       | China   |
| Ping An Insurance (Group) Company of China, Ltd. | Financials             | 2.73%       | China   |
| China Merchants Bank Co., Ltd.                   | Financials             | 2.66%       | China   |
| NARI Technology Co., Ltd.                        | Industrials            | 2.48%       | China   |
| CHINA CONSTRUCTION BANK CORPORATION              | Financials             | 2.41%       | China   |



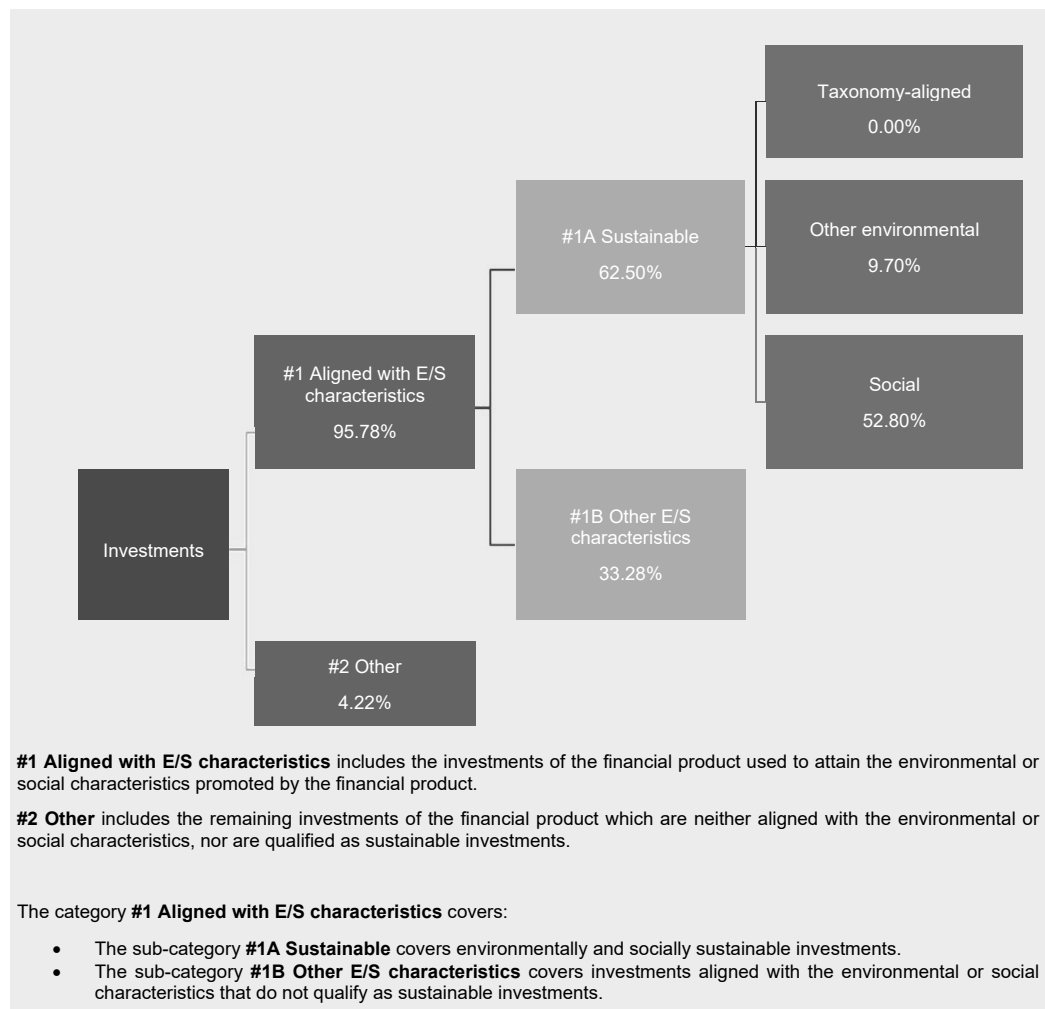
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 62.50%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

95.78% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (4.22%) was not aligned with the promoted characteristics and consisted primarily of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes is not aligned with the promoted characteristics. Furthermore, the Fund invested 62.50% of its net assets in sustainable investments, with a 9.70% allocation of net assets towards environmental objectives and 52.80% towards social objectives.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                          | % of Assets |
|-----------------------------------------------------|-------------|
| Consumer Discretionary                              | 32.08%      |
| Communication Services                              | 22.60%      |
| Financials                                          | 11.12%      |
| Consumer Staples                                    | 8.68%       |
| Industrials                                         | 6.17%       |
| Health Care                                         | 6.10%       |
| Utilities                                           | 3.61%       |
| Information Technology                              | 2.26%       |
| Energy                                              | 1.30%       |
| Materials                                           | 0.99%       |
| Real Estate                                         | 0.87%       |
| Top sub-sector                                      | % of Assets |
| Interactive Media & Services                        | 13.76%      |
| Broadline Retail                                    | 13.43%      |
| Hotels, Restaurants & Leisure                       | 8.45%       |
| Beverages                                           | 6.26%       |
| Banks                                               | 5.93%       |
| Entertainment                                       | 4.88%       |
| Electrical Equipment                                | 4.11%       |
| Media                                               | 3.97%       |
| Insurance                                           | 3.81%       |
| Independent Power & Renewable Electricity Producers | 3.61%       |
| Textiles, Apparel & Luxury Goods                    | 2.76%       |
| Food Products                                       | 2.42%       |
| Pharmaceuticals                                     | 2.30%       |
| Automobile Components                               | 1.95%       |
| Household Durables                                  | 1.92%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

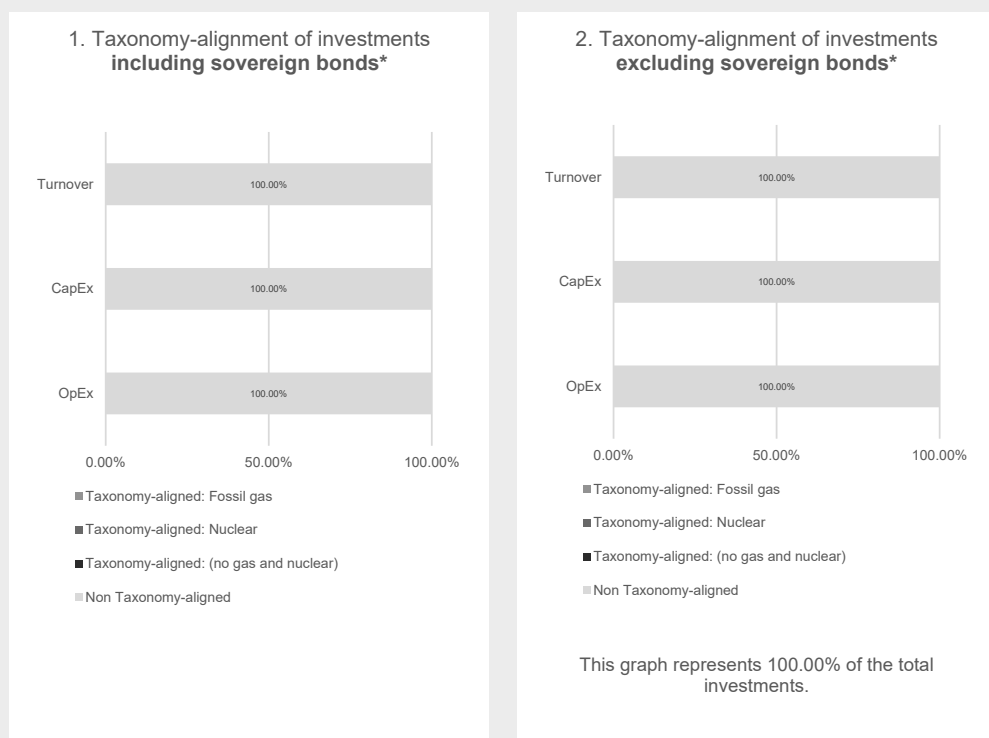
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The Fund invested in 9.70% sustainable investments with an environmental objective.

- **What was the share of socially sustainable investments?**

The Fund invested in 52.80% sustainable investments with a social objective.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Not sustainable” was 4.22% and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes and are not aligned with the promoted characteristics. No minimum environmental and/or social safeguards had been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy were monitored through the reference period by the investment team and investment compliance. These were not at the discretion of the Investment Manager and can be summarised as follows:

- The Fund excluded companies rated 0 (poor) under proprietary ESG methodology;
- The Fund maintained a weighted average ESG score of the Fund higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology;
- The Fund applied ESG exclusions further described in section “What investment strategy does this financial product follow?” of the pre-contractual disclosure of the Fund.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Emerging Markets Bond Fund (the "Fund")

Legal Entity Identifier: HEP77YQWMX55OZ6FJE32



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ ☐ **YES**

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ ☒ **NO**

- ☐ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund promoted broad environmental and/or social characteristics, which varied by composition of the portfolio and inter alia included:

- For sovereign issuers: actions around resource insecurity, extreme weather risk, unsustainable environmental practices, social cohesion & stability, infrastructure, health security, labour, human capital and demographics, and
- For corporate issuers: actions around climate change, natural capital, pollution & waste, environmental opportunities, human capital, product liability, stakeholder opposition, and social opportunities.

In relation to sovereign issuers in its portfolio, Franklin Advisers, Inc. (the "Investment Manager") attained these characteristics by using a proprietary environmental, social and governance ("ESG") index, the Templeton Global Macro ESG Index (the "TGM-ESGI") to:

- Screen out government bonds of the poorest performing countries in each of the ESG categories until the exclusions reached 10% of the Fund's investment universe dedicated to sovereign bonds; and
- Commit to a weighted average base ESG score of the sovereign bonds (including supranational bonds and also the notional value of net long positions in related derivatives) in the Fund's portfolio to be higher than the average ESG score of the investment universe dedicated to sovereign bonds.

In relation to corporate issuers in its portfolio, the Investment Manager attained these characteristics by using MSCI ESG ratings to:

- Screen out corporate debt of issuers that are in the bottom 10% based on MSCI ESG ratings to exclude them from the Fund's investment universe dedicated to corporate bonds;
- Commit to a weighted average base ESG score of the corporate issuers in the Fund's portfolio to be higher than the base ESG score of the investment universe dedicated to corporate bonds.

The portion of the investment universe dedicated to sovereign bonds of the Fund's portfolio had been constructed based on a universe of sovereign issuers with historic data of bond issuance in the given geographical region, and excluding issuers from countries:

- With no current debt outstanding;
- Recorded as sanctioned by the United States Office of Foreign Assets Control (the "US OFAC"), the European Union (the "EU") or the United Nations (the "UN");

- Which did not have any debt in issuance denominated in euro or US dollar and did not have a local custodian entity meeting the legal and regulatory requirements applicable to the Fund and its custody partners; and
- Any country where foreign ownership of sovereign bonds was not permitted or not reasonably practicable due to legal or regulatory restrictions.

The portion of investment universes dedicated to supranational and corporate bonds of the Fund's portfolio were constructed by issuers that had MSCI ESG ratings.

The Fund's weighted average base ESG score was 53.75 and the investment universe average base ESG score was 49.28 over the reference period.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promotes.

In that regard, the Fund allocated 94.63% of its assets to investments aligned with the E/S characteristics over the reference period.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### ● **How did the sustainability indicators perform?**

The sustainability indicators performed as anticipated. Values below are as of 30 June 2024.

| Sustainability KPI Name                                                                                                  | Value |
|--------------------------------------------------------------------------------------------------------------------------|-------|
| The shares of sovereign issuers and companies having exposure to, or ties with the sectors and the additional exclusions | 0.00% |
| The ESG score difference between the Fund's portfolio and the investment universe                                        | 4.48  |

### ● **... And compared to previous periods?**

The values were in line with previous periods.

| Sustainability KPI Name                                                                                                  | Sustainability KPI historical comparison |       |
|--------------------------------------------------------------------------------------------------------------------------|------------------------------------------|-------|
|                                                                                                                          | 2024                                     | 2023  |
| Sustainability KPI Name                                                                                                  | Value                                    | Value |
| The shares of sovereign issuers and companies having exposure to, or ties with the sectors and the additional exclusions | 0.00%                                    | 0.00% |
| The ESG score difference between the Fund's portfolio and the investment universe                                        | 4.48                                     | 0.73  |

### ● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### ● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

#### ----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

#### ----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

During the period, the following principal adverse impacts (the "PAIs") were considered for sovereign and supranational issuers:

- Greenhouse gas emissions; and
- Social violations

Greenhouse gas emissions of the investee countries were monitored through greenhouse gas intensity Scope 1 data points.

Social violations by the investee countries were monitored as part of the Investment Manager's proprietary environmental, social and governance (the "ESG") index, the Templeton Global Macro ESG Index (the "TGM-ESGI"), where the Investment Manager reviewed institutional strength, social cohesion and stability, and income equality among others. This is in addition to explicitly excluding countries subject to international sanctions, including those imposed by the UN, EU or US OFAC.

The following PAIs are normally considered for corporate issuers:

- Violations of the United Nations Global Compact principles (the "UNGC Principles") or Organisation for Economic Co-operation and Development (the "OECD") Guidelines for Multinational Enterprises;
- Exposure to controversial weapons; and
- Revenues from fossil fuels.

However, the Fund did not invest in corporate bonds over the reference period.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

| Largest investments                                   | Sector           | % of Assets | Country            |
|-------------------------------------------------------|------------------|-------------|--------------------|
| Kerajaan Malaysia                                     | Government bonds | 8.91%       | Malaysia           |
| Arab Republic of Egypt                                | Government bonds | 8.65%       | Egypt              |
| Republica Federativa do Brasil                        | Government bonds | 8.65%       | Brazil             |
| Republica de Colombia                                 | Government bonds | 8.64%       | Colombia           |
| Republica del Ecuador                                 | Government bonds | 8.17%       | Ecuador            |
| Republica Oriental del Uruguay                        | Government bonds | 6.68%       | Uruguay            |
| Pemerintah Republik Indonesia                         | Government bonds | 4.99%       | Indonesia          |
| Gobierno de la Republica Dominicana                   | Government bonds | 4.80%       | Dominican Republic |
| ASIAN DEVELOPMENT BANK                                | Government bonds | 4.36%       | Supranational      |
| Estados Unidos Mexicanos                              | Government bonds | 3.49%       | Mexico             |
| Magyarország                                          | Government bonds | 3.07%       | Hungary            |
| Romania                                               | Government bonds | 2.74%       | Romania            |
| Government of Mongolia                                | Government bonds | 2.56%       | Mongolia           |
| Republic of Kazakhstan                                | Government bonds | 2.51%       | Kazakhstan         |
| International Bank for Reconstruction and Development | Government bonds | 2.40%       | Supranational      |

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.





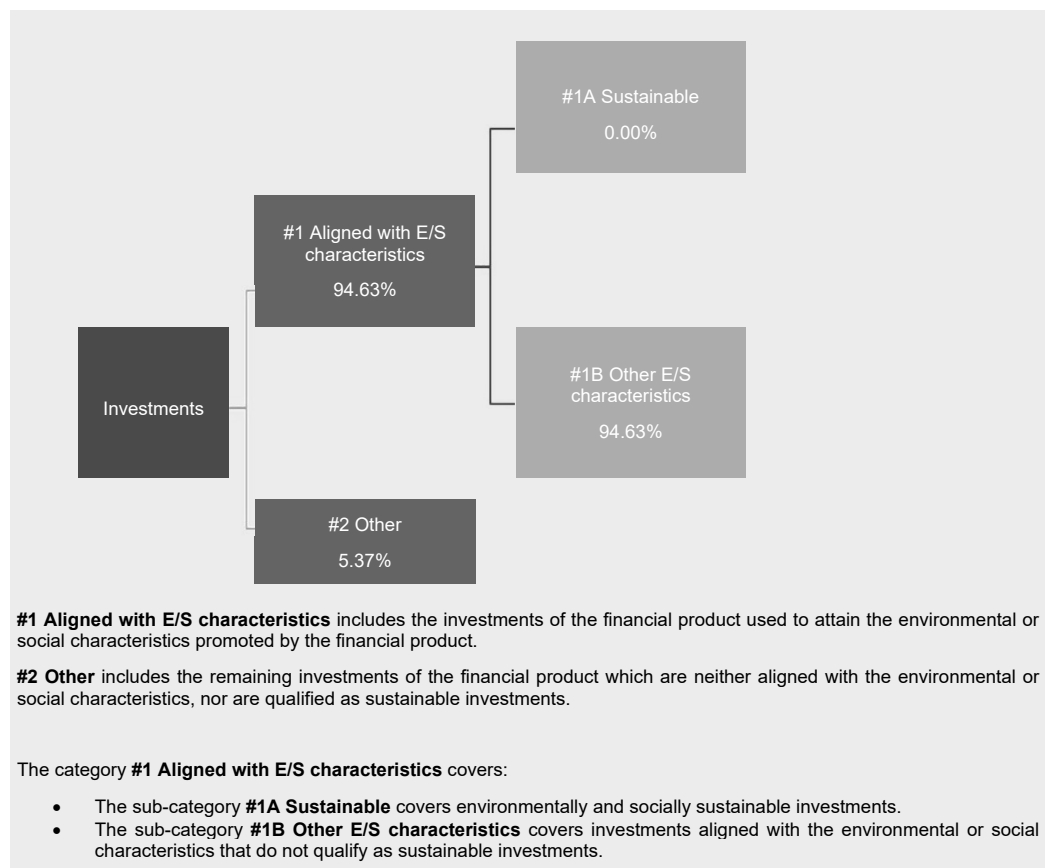
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

94.63% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund over the reference period. The remaining portion (5.37%) was not aligned with the promoted characteristics and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and/or to serve as collateral for derivatives and undertakings for collective investment in transferable securities and undertakings for collective investment for liquidity management purposes.



### In which economic sectors were the investments made?

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector                          | % of Assets |
|-------------------------------------|-------------|
| Government bonds                    | 94.03%      |
| Communication Services              | 0.04%       |
| Top sub-sector                      | % of Assets |
| Government bonds                    | 94.03%      |
| Wireless Telecommunication Services | 0.04%       |
| Specialty Retail                    | 0.00%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

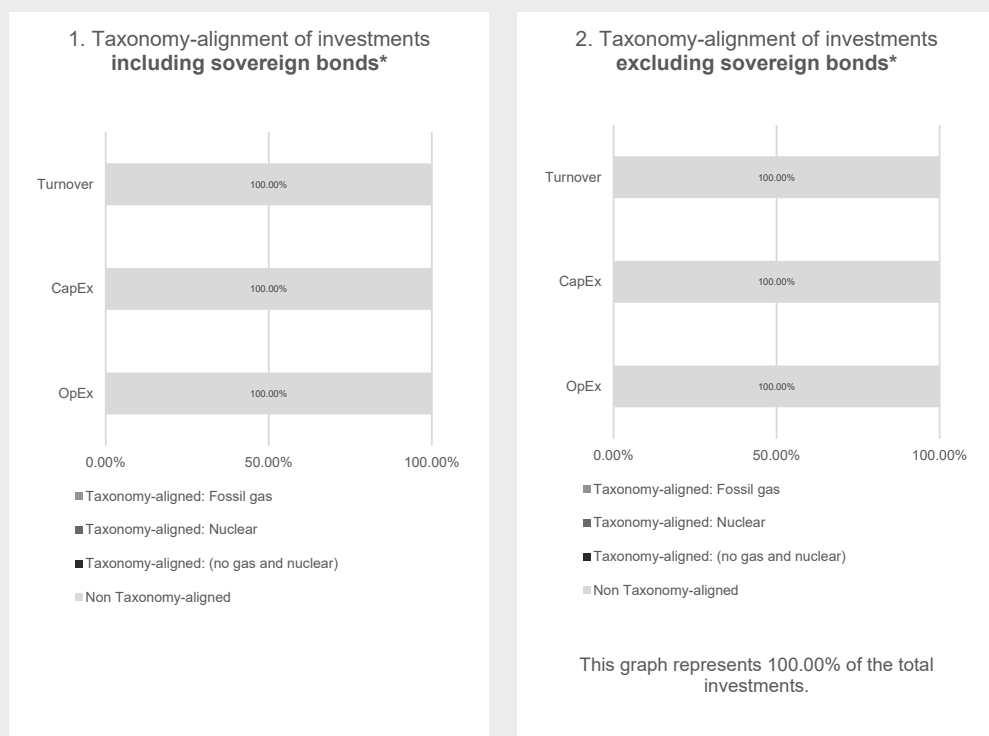
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 5.37% and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and/or to serve as collateral for derivatives and undertakings for collective investment in transferable securities, for which there were no minimum environmental or social safeguards.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy, which were not at the discretion of the Investment Manager, and that have been employed in order to meet the environmental and/or social characteristics can be summarized as follows:

- The Fund excluded countries and issuers that were subject to international economic sanctions, including sanctions imposed by the UN, the EU or the US OFAC;
- The Fund excluded government bonds of the poorest performing countries in each of the ESG categories based on current proprietary country scores until the exclusions reached 10% of the Fund's investment universe dedicated to sovereign bonds;
- The Fund excluded corporate debt of issuers that were in the bottom 10% based on MSCI ESG ratings;
- The Fund achieved a weighted average base ESG score of the sovereign bonds (including supranational bonds and also the notional value of net long positions in related derivatives) in the Fund's portfolio higher than the average base ESG score of the investment universe dedicated to sovereign bonds; and
- The Fund effectively held 0% in corporate bonds over the reference period.

For the purpose of restricting the investment universe, exclusions based on countries subject to international sanctions were applied first. The exclusion of countries with the weakest ESG scores was applied to the remaining investment universe.

Exclusions of the weakest scoring countries occurred sequentially, beginning with the removal of the poorest scoring country according to TGM-ESG's environmental score, then the country within the remaining universe with the weakest social score, and finally the country with the weakest governance score was removed. This process was repeated until 10% of the universe had been excluded.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Emerging Markets Fund (the "Fund")

Legal Entity Identifier: 549300N1D1LWXSXW8XY56



FRANKLIN  
TEMPLETON

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 79.80% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social characteristics promoted by the Fund varied by the composition of the portfolio as they are specific to each company or industry the Fund invests in. These characteristics, for example, included the reduction of greenhouse gas emissions, resource efficiency, waste prevention and recycling, pollution prevention and control, good labour standards, fair wages, diversity and gender balance, health & safety practices, or alignment with the international business conduct principles. Templeton Asset Management Ltd. (the "Investment Manager") attained these characteristics by:

- Favours issuers with a proprietary score of 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology,
- Committing to have an ESG score at Fund level higher than the MSCI ESG score of the Fund's benchmark (MSCI Emerging Markets Index), referenced in Appendix F to the Prospectus ("the Benchmark"),
- Implementing negative screens as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the pre-contractual disclosure of the Fund.

Over the period, the issuers owned in the Fund all scored a 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology. The Fund also maintained a weighted average ESG score higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology. Finally, the Fund, according to the Investment Manager's analysis, did not breach any of the listed ESG exclusions.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

### How did the sustainability indicators perform?

The sustainability indicators used to measure the attainment of the environmental and/or social characteristics promoted were:

1. The share of investee companies rated 3 (Strong), 2 (Good), 1 (Appropriate), and 0 (Poor) by the Investment Manager's proprietary ESG methodology;
2. The weighted average base ESG score of the portfolio and average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

Below is a breakdown of the portfolio's investments measured using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period.

| Sustainability KPI Name                                                                                       | Value  |
|---------------------------------------------------------------------------------------------------------------|--------|
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary E&S methodology      | 22.80% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary E&S methodology        | 59.50% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary E&S methodology | 13.90% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary E&S methodology        | 0.00%  |
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary G methodology        | 28.40% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary G methodology          | 35.80% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary G methodology   | 32.00% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary G methodology          | 0.00%  |
| The weighted average base ESG score of the portfolio, as measured by MSCI ESG Rating Methodology              | 6.40   |
| The average ESG score of the Benchmark, as measured by MSCI ESG Rating Methodology                            | 4.10   |

### ... And compared to previous periods?

Not applicable.

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The objective of the sustainable investments was to contribute to positive social and/or environmental outcome areas across one or more of the six following positive outcome areas (3 social and 3 environmental) linked to the United Nations Sustainable Development Goals (the "UN SDGs"):

Social Outcome Areas:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);

Environmental Outcome Areas:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

For sustainable investments, the Do No Significant Harm (the "DNSH") assessment was integrated into the strategy through ESG minimum standards. These minimum standards have been adhered to throughout the year.

The Investment Manager examined negative externalities by screening for severe environmental and social controversies through third party ESG data provided by MSCI. All sustainable investments passed the ESG minimum standards set for DNSH i.e. they do not exhibit severe environmental or social controversies that have not been resolved or without a positive forward-looking view. Additionally, absence of severe negative environmental or social externalities were captured and formed part of Investment Manager's assessment of the issuer.

Lastly, the Investment Manager (i) applied exclusions as further described in the investment strategy section of the Prospectus and (ii) integrated principal adverse impacts (the "PAIs") into the research process.

### How were the indicators for adverse impacts on sustainability factors taken into account?

When assessing compliance of the Fund's sustainable investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they are relevant for the investments contemplated by the Fund and other

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

data points deemed by the Investment Manager as proxies for adverse impact. The Investment Manager performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. There were no issuers over year that were deemed to be in breach of these indicators according to the Investment Managers' analysis for its sustainable investments.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The Fund's sustainable investments portion did not invest in companies that, according to MSCI, did not observe the main international conventions (United Nations Global Compact Principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations (the "UN") Guiding Principles on Business and Human Rights. Exceptions were made in two cases after formal review of alleged violations had been carried out and where the Investment Manager either disagreed with the conclusion that the company was complicit in violations of the principles of such conventions or had determined that the company had made and implemented positive changes deemed satisfactory to appropriately address the deficiency/violation. The severity of the violation, response, frequency, and nature of the involvement were considered in making a judgement on whether the company observes international conventions. As a result, and per the Investment Manager's analysis, the Fund's sustainable investments were aligned with these principles.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following PAIs:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies;
- Violations of UNGC Principles and OECD Guidelines; and
- Exposure to controversial weapons.

As part of research process, the Investment Manager adopted a materiality-based approach to assessing PAIs through their assessment of ESG issues. Such assessment considered third party data vendors, company reports, and own engagement with management teams. The Investment Manager takes a sector-relative approach to the relevance of the PAI indicators which can vary by company and industry. In addition, there were explicit considerations of the PAIs at a portfolio level as follows:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies

For companies that have a greenhouse gas intensity that exceeded a threshold deemed acceptable by the Investment Manager and defined below, the Investment Manager monitored and engaged with these companies to encourage them to set adequate emission reduction targets and manage their greenhouse gas emissions and/or intensity accordingly.

This threshold is set at the average greenhouse gas intensity of the Fund's benchmark. The data has been reviewed on a quarterly basis and includes each company's scope 1+2 greenhouse gas emissions.

Here, the data has identified companies where further analysis was required. On these names, the Investment Managers have conducted deeper research and contacted the company to understand further their carbon management strategy from a forward-looking perspective.

- Violations of UNGC Principles or Organisation for Economic Co-operation and Development (the "OECD") Guidelines for Multinational Enterprises

The Fund did not invest in companies that, according to MSCI, do not observe UNGC Principles or OECD Guidelines for Multinational Enterprises. Exceptions were only made in two cases after formal review of alleged violations had been carried out and where the Investment Manager either disagreed with the conclusion that the company was complicit in violations of the principles of such conventions or had determined that the company had made and implemented positive changes deemed satisfactory to appropriately address the deficiency/violation. The severity of the violation, response, frequency, and nature of the involvement were considered in making a judgement on whether the company observes international conventions.

- Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons, and biological weapons)

In accordance with the Investment Manager's controversial weapons policy, the Fund did not invest in companies that are producers or distributors of such weapons.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is - 2023-08-25 - 2024-06-30.

| Largest investments                          | Sector                 | % of Assets | Country     |
|----------------------------------------------|------------------------|-------------|-------------|
| Taiwan Semiconductor Manufacturing Co., Ltd. | Information Technology | 9.83%       | Taiwan      |
| Samsung Electronics Co., Ltd.                | Information Technology | 6.14%       | South Korea |
| ICICI BANK LIMITED                           | Financials             | 5.24%       | India       |
| ALIBABA GROUP HOLDING LIMITED                | Consumer Discretionary | 4.12%       | China       |
| Tencent Holdings Limited                     | Communication Services | 3.61%       | China       |
| Prosus N.V.                                  | Consumer Discretionary | 3.11%       | China       |
| Petroleo Brasileiro S.A. (Petrobras)         | Energy                 | 2.95%       | Brazil      |
| NAVER Corporation                            | Communication Services | 2.83%       | South Korea |
| Samsung Life Insurance Co., Ltd.             | Financials             | 2.81%       | South Korea |
| MediaTek Inc.                                | Information Technology | 2.58%       | Taiwan      |
| LG Corp.                                     | Industrials            | 2.31%       | South Korea |
| HDFC BANK LIMITED                            | Financials             | 2.19%       | India       |
| Itau Unibanco Holding S.A.                   | Financials             | 2.04%       | Brazil      |
| Grupo Financiero Banorte, S.A.B. de C.V.     | Financials             | 1.95%       | Mexico      |
| HON HAI PRECISION INDUSTRY CO., LTD.         | Information Technology | 1.92%       | Taiwan      |



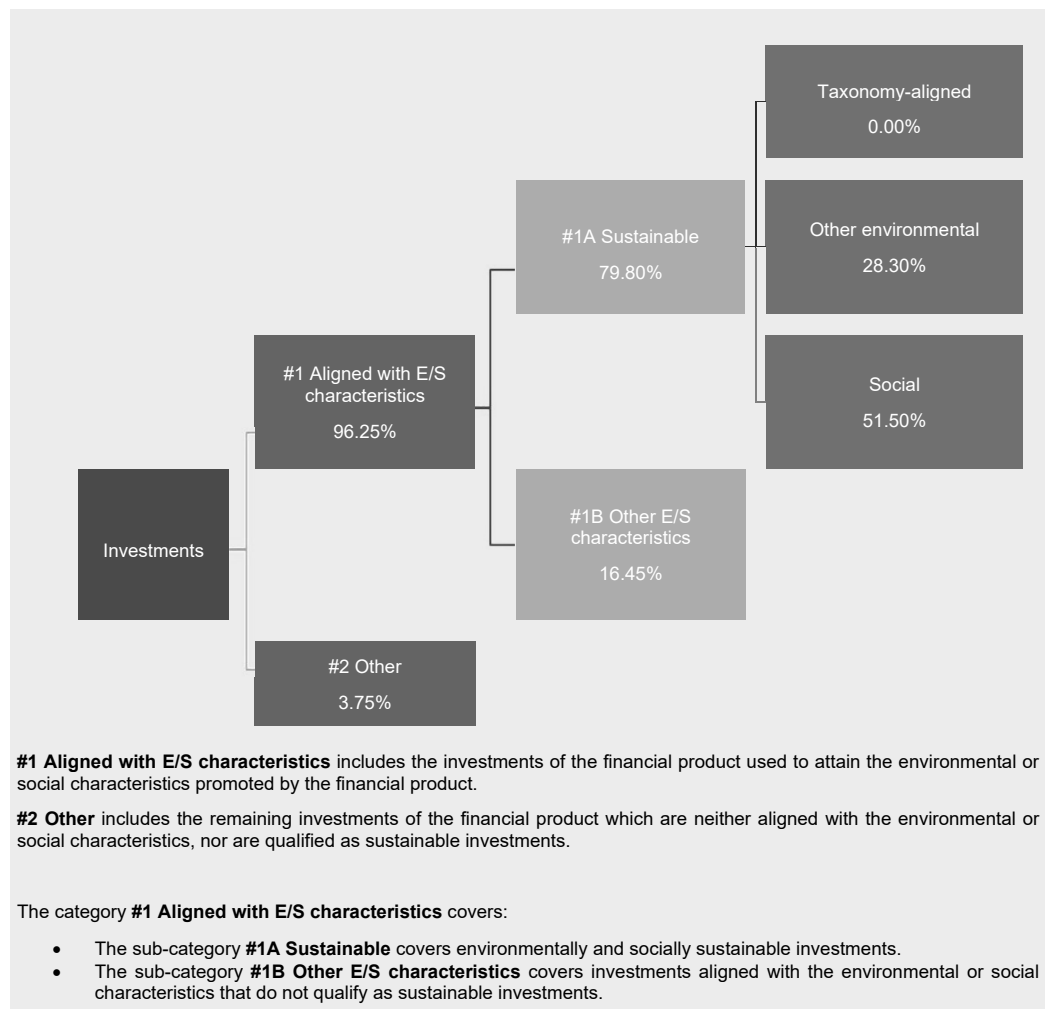
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 79.80%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

96.25% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (3.75%) was not aligned with the promoted characteristics and consisted primarily of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes is not aligned with the promoted characteristics. Furthermore, the Fund invested 79.80% of its net assets in sustainable investments, with a 28.30% allocation of net assets towards environmental objectives and 51.50% towards social objectives.





● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                     | % of Assets |
|------------------------------------------------|-------------|
| Information Technology                         | 27.58%      |
| Financials                                     | 24.84%      |
| Consumer Discretionary                         | 11.43%      |
| Communication Services                         | 9.12%       |
| Industrials                                    | 8.16%       |
| Materials                                      | 4.71%       |
| Health Care                                    | 3.81%       |
| Energy                                         | 3.23%       |
| Consumer Staples                               | 2.70%       |
| Utilities                                      | 0.45%       |
| Real Estate                                    | 0.22%       |
| Top sub-sector                                 | % of Assets |
| Banks                                          | 19.14%      |
| Semiconductors & Semiconductor Equipment       | 13.95%      |
| Interactive Media & Services                   | 8.01%       |
| Broadline Retail                               | 7.25%       |
| Technology Hardware, Storage & Peripherals     | 6.21%       |
| Electronic Equipment, Instruments & Components | 4.36%       |
| Insurance                                      | 4.21%       |
| Oil, Gas & Consumable Fuels                    | 3.23%       |
| Machinery                                      | 2.89%       |
| Industrial Conglomerates                       | 2.88%       |
| IT Services                                    | 2.71%       |
| Chemicals                                      | 1.97%       |
| Professional Services                          | 1.66%       |
| Metals & Mining                                | 1.61%       |
| Hotels, Restaurants & Leisure                  | 1.60%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

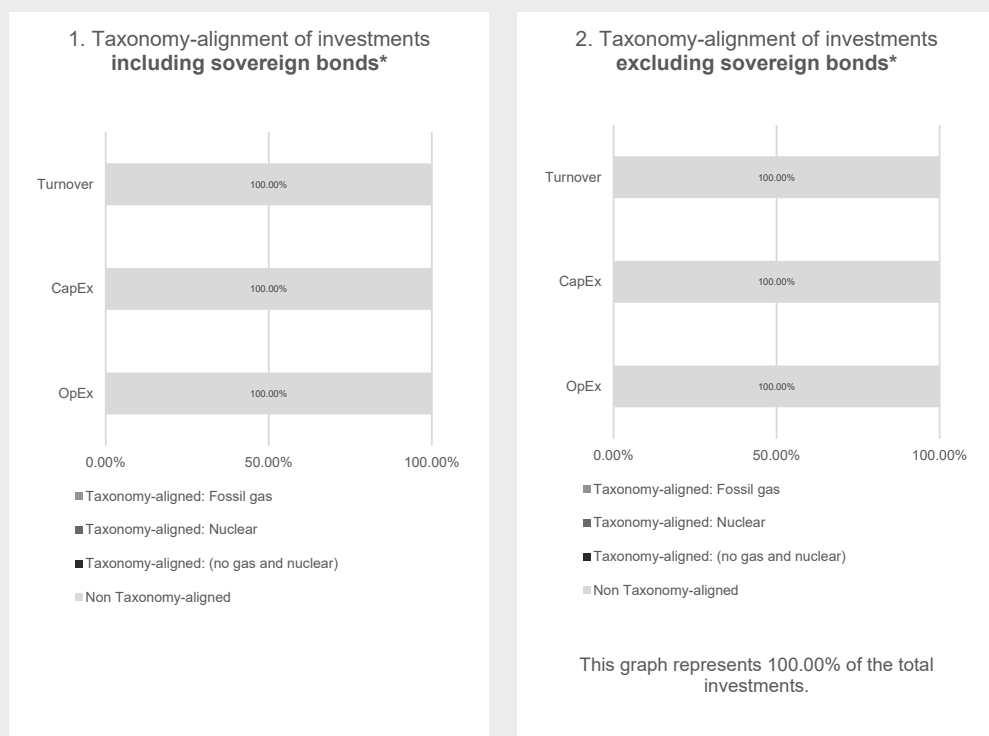
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The Fund invested in 28.30% sustainable investments with an environmental objective.

- **What was the share of socially sustainable investments?**

The Fund invested in 51.50% sustainable investments with a social objective.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Not sustainable” was 3.75% and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes and are not aligned with the promoted characteristics. No minimum environmental and/or social safeguards had been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy were monitored through the reference period by the investment team and investment compliance. These were not at the discretion of the Investment Manager and can be summarised as follows:

- The Fund excluded companies rated 0 (poor) under proprietary ESG methodology;
- The Fund maintained a weighted average ESG score of the Fund higher than the average ESG score of the Benchmark, as measured using the MSCI ESG Ratings Methodology;
- The Fund applied ESG exclusions further described in section “What investment strategy does this financial product follow?” of the pre-contractual disclosure of the Fund.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Emerging Markets Local Currency Bond Fund (the “Fund”)



**FRANKLIN  
TEMPLETON**

Legal Entity Identifier: 549300JZLKKHCV5C9G20

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

### Did this financial product have a sustainable investment objective?

| <input type="radio"/> YES                                                                                                | <input checked="" type="radio"/> NO                                                                                                                                                                                      |
|--------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <input type="checkbox"/> It made sustainable investments with an environmental objective: 0.00%                          | <input checked="" type="checkbox"/> It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 10.01% of sustainable investments |
| <input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy        | <input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy                                                                        |
| <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy | <input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy                                                      |
| <input type="checkbox"/> It made sustainable investments with a social objective: 0.00%                                  | <input type="checkbox"/> with a social objective                                                                                                                                                                         |
|                                                                                                                          | <input type="checkbox"/> It promoted E/S characteristics, but did not make any sustainable investments                                                                                                                   |



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund promoted broad environmental and/or social characteristics, which varied by composition of the portfolio and inter alia included:

- For sovereign issuers: actions around resource insecurity, extreme weather risk, unsustainable environmental practices, social cohesion & stability, infrastructure, health security, labour, human capital and demographics, and
- For corporate issuers: actions around climate change, natural capital, pollution & waste, environmental opportunities, human capital, product liability, stakeholder opposition, and social opportunities.

In relation to sovereign issuers in its portfolio, Franklin Advisers, Inc. and Templeton Asset Management Limited ("the Investment Managers") attained these characteristics by using a proprietary environmental, social and governance ("ESG") rating methodology, the Templeton Global Macro ESG Index (the "TGM-ESGI") to:

- Screen out government bonds of the poorest performing countries in each of the ESG categories until the exclusions reached 10% of the Fund's investment universe dedicated to sovereign bonds; and
- Commit to a weighted average base ESG score of the sovereign bonds (including supranational bonds and also the notional value of net long positions in related derivatives) in the Fund's portfolio to be higher than the average base ESG score of the investment universe dedicated to sovereign bonds.

In relation to corporate issuers in its portfolio, the Investment Manager attained these characteristics by using MSCI ESG ratings to:

- Screen out corporate debts of issuers that are in the bottom 10% based on MSCI ESG ratings and excluded them from the Fund's investment universe dedicated to corporate bonds; and
- Commit to a weighted average base ESG score of the corporate issuers in the Fund's portfolio to be higher than the base ESG score of the investment universe dedicated to corporate bonds.

The portion of the investment universe dedicated to sovereign bonds of the Fund's portfolio had been constructed based on a universe of sovereign issuers with historic data of bond issuance, and excluding issuers from countries:

- with no current debt outstanding;
- Recorded as sanctioned by the United States Office of Foreign Assets Control (the "US OFAC"), the European Union (the "EU") or the United Nations (the "UN");
- Which did not have any debt in issuance denominated in Euro or US dollar and did not have a local custodian entity

- meeting the legal and regulatory requirements applicable to the Fund and its custody partners; and
- Any country where foreign ownership of sovereign bonds was not permitted or not reasonably practicable due to legal or regulatory restrictions.

The portion of the investment universe dedicated to supranational bonds and corporate bonds of the Fund's portfolio was constructed by issuers that have MSCI ESG ratings.

In addition, the Fund promoted positive environmental outcomes by investing at least 5% of its portfolio in green bonds, where the use of proceeds had been specified by the issuer and verified by a third party or the Investment Manager, to benefit underlying environmental projects.

The Fund's weighted average base ESG score was 56.89 and the investment universe average base ESG score was 49.28 over the reference period.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

In this regard, the Fund allocated 93.51% of its assets to investments aligned with the E/S characteristics over the reference period.

#### Sustainability

**indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### ● **How did the sustainability indicators perform?**

The sustainability indicators performed as anticipated. Values below are as of 30 June 2024.

| Sustainability KPI Name                                                                                                 | Value  |
|-------------------------------------------------------------------------------------------------------------------------|--------|
| The share of sovereign issuers and companies having exposure to, or ties with the sectors and the additional exclusions | 0.00%  |
| The ESG score difference between the Fund's portfolio and the investment universe                                       | 7.62   |
| The percentage of investments in green bonds                                                                            | 10.01% |

### ● **... And compared to previous periods?**

The values were in line with previous periods.

| Sustainability KPI Name                                                                                                 | Sustainability KPI historical comparison |        |
|-------------------------------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                                         | 2024                                     | 2023   |
| Sustainability KPI Name                                                                                                 | Value                                    | Value  |
| The share of sovereign issuers and companies having exposure to, or ties with the sectors and the additional exclusions | 0.00%                                    | 0.00%  |
| The ESG score difference between the Fund's portfolio and the investment universe                                       | 7.62                                     | 7.87   |
| The percentage of investments in green bonds                                                                            | 10.01%                                   | 15.97% |

### ● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The Fund invested 10.01% of its portfolio in green bonds over the reference period, where the use of proceeds had been specified by the issuer, and verified by a third party or the Investment Manager, to benefit underlying environmental projects such as but not limited to:

- The efficient use of energy, raw materials, water and land;
- The production of renewable energy;
- The reduction of waste, greenhouse gas emissions and lower impact of economic activities on biodiversity; and
- The development of circular economy.

### ● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

For sovereign issuers, the relevant principal adverse impacts (the "PAIs") on social violations were assessed through a proprietary responsibility index that incorporated indicators on global cooperation, human rights, and civil liberties among others. For every sustainable investment targeted by the Investment Manager, an assessment of the materiality of PAIs to the underlying investment was made, documented and the probability of adverse impact was estimated. After this assessment, the Investment Manager determined whether an investment had no, low, moderate, severe or very severe adverse impact. The Investment Manager did not make investments that fell in the severe/very severe category.

#### Principal adverse

**impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for

### **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Manager as proxies for adverse impact. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments. While assessing eligible green bonds, the Investment Manager reviewed and documented the materiality of PAIs for the project.

### **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The sustainable investments in the Fund's portfolio were solely bonds issued by sovereign countries or supranational organisations. The Organisation for Economic Cooperation and Development Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights were not applicable to such investments.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



### **How did this financial product consider principal adverse impacts on sustainability factors?**

During the period, the following principal adverse impacts (the "PAIs") were considered for sovereign and supranational issuers:

- Greenhouse gas emissions; and
- Social violations.

Greenhouse gas emissions of the investee countries were monitored through greenhouse gas intensity Scope 1 data points.

Social violations by the investee countries, were monitored as part of the TGM-ESGI, where the Investment Manager reviewed institutional strength, social cohesion and stability and income equality among others. This is in addition to explicitly excluding countries subject to international sanctions, including those imposed by the UN, EU or US OFAC.

The following PAIs are normally considered for corporate issuers:

- Violations of the United Nations Global Compact principles (the "UNGC Principles") or Organisation for Economic Co-operation and Development (the "OECD") Guidelines for Multinational Enterprises;
- Exposure to controversial weapons; and
- Revenues from fossil fuels.

However, the Fund did not invest in corporate bonds over the reference period.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                   | Sector           | % of Assets | Country       |
|-------------------------------------------------------|------------------|-------------|---------------|
| Republica de Colombia                                 | Government bonds | 11.13%      | Colombia      |
| Republica Federativa do Brasil                        | Government bonds | 10.07%      | Brazil        |
| Pemerintah Republik Indonesia                         | Government bonds | 6.32%       | Indonesia     |
| European Bank for Reconstruction and Development      | Government bonds | 5.75%       | Supranational |
| Romania                                               | Government bonds | 5.16%       | Romania       |
| Republic of India                                     | Government bonds | 4.91%       | India         |
| Kerajaan Malaysia                                     | Government bonds | 4.79%       | Malaysia      |
| Republica Oriental del Uruguay                        | Government bonds | 4.64%       | Uruguay       |
| Estados Unidos Mexicanos                              | Government bonds | 3.73%       | Mexico        |
| International Bank for Reconstruction and Development | Government bonds | 3.51%       | Supranational |
| Arab Republic of Egypt                                | Government bonds | 3.41%       | Egypt         |
| Republica del Ecuador                                 | Government bonds | 3.13%       | Ecuador       |
| Gobierno de la Republica de Panama                    | Government bonds | 3.10%       | Panama        |
| Government of the Republic of Korea                   | Government bonds | 3.08%       | South Korea   |
| Republika Srbija                                      | Government bonds | 2.87%       | Serbia        |



## What was the proportion of sustainability-related investments?

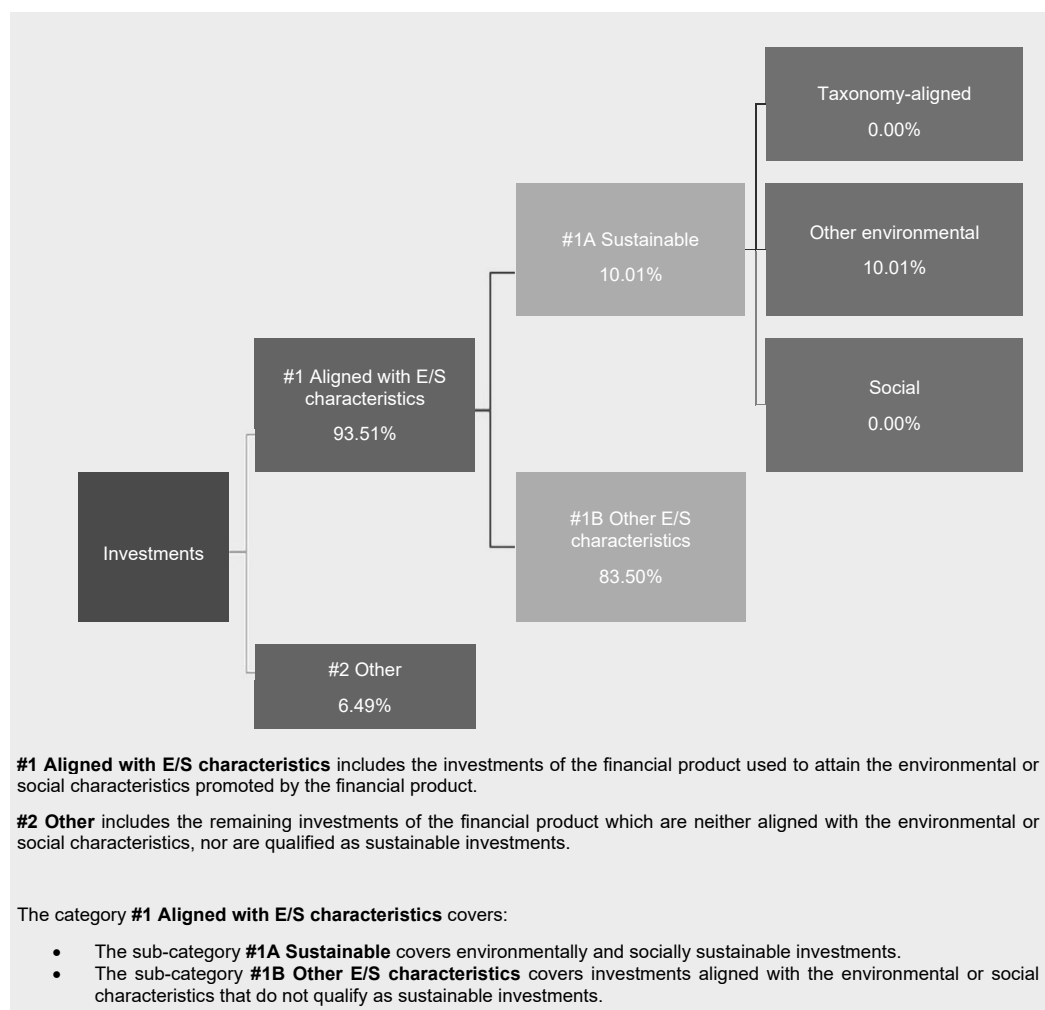
The proportion of sustainable investments was 10.01% over the reference period.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

93.51% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund over the reference period. The remaining portion (6.49%) was not aligned with the promoted characteristics and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and/or to serve as collateral for derivatives and undertakings for collective investment in transferable securities and undertakings for collective investment for liquidity management purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 10.01% of its portfolio in sustainable investments over the reference period.



### In which economic sectors were the investments made?

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector       | % of Assets |
|------------------|-------------|
| Government bonds | 93.56%      |
| Top sub-sector   | % of Assets |
| Government bonds | 93.56%      |



To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

☐ Yes

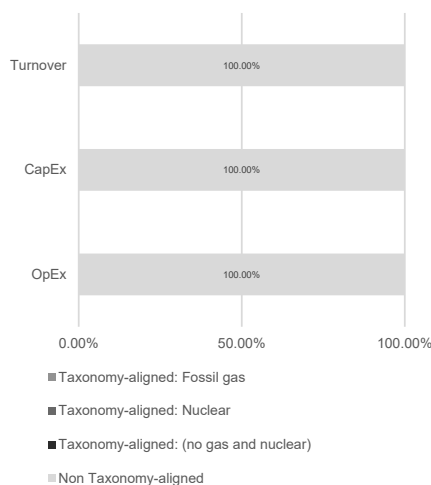
☐ In fossil gas

☐ In nuclear energy

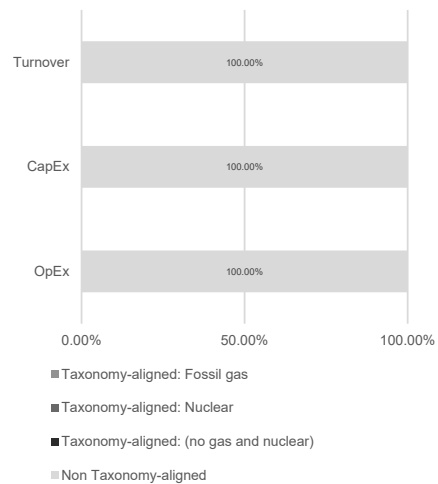
☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.

#### 1. Taxonomy-alignment of investments including sovereign bonds\*



#### 2. Taxonomy-alignment of investments excluding sovereign bonds\*



This graph represents 100.00% of the total investments.

\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

In line with its investment strategy, namely, the Fund's commitment to make a minimum proportion 'sustainable investments' with an environmental objective as per the SFDR art. 2(17) that do not qualify as environmentally sustainable under the EU Taxonomy Regulation, 10.01% of the Fund was comprised of 'sustainable investments' with an environmental objective that do not qualify as environmentally sustainable under the EU Taxonomy over the reference period.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under '#2 Other' was 6.49% and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and/or to serve as collateral for derivatives and undertakings for collective investment in transferable securities, for which there were no minimum environmental or social safeguards.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy, which were not at the discretion of the Investment Manager, and that have been employed in order to meet the environmental and/or social characteristics can be summarized as follows:

- The Fund excluded countries and issuers that were subject to international economic sanctions, including sanctions imposed by the UN, the EU or the US OFAC;
- The Fund excluded government bonds of the poorest performing countries in each of the ESG categories based on current proprietary country scores until the exclusions reached 10% of the Fund's investment universe dedicated to sovereign bonds;
- The Fund excluded corporate debt of issuers that were in the bottom 10% based on MSCI ESG ratings;
- The Fund invested more than 5% of the portfolio (10.01%) in green bonds qualifying as sustainable investments over the reference period;
- The Fund achieved a weighted average base ESG score of the sovereign bonds (including supranational bonds and also the notional value of net long positions in related derivatives) in the Fund's portfolio higher than the average base ESG score of the investment universe dedicated to sovereign bonds; and
- The Fund did not own corporate bonds over the reference period

For the purpose of restricting the investment universe, exclusions based on countries subject to international sanctions were applied first. The exclusion of countries with the weakest ESG scores was applied to the remaining investment universe.

Exclusions of the weakest scoring countries occurred sequentially, beginning with the removal of the poorest scoring country according to TGM-ESG's environmental score, then the country within the remaining universe with the weakest social score, and finally the country with the weakest governance score was removed. This process was repeated until 10% of the universe had been excluded



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Emerging Markets Smaller Companies Fund (the “Fund”)



FRANKLIN  
TEMPLETON

Legal Entity Identifier: 5493006EW07Y7KY7V319

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

### Did this financial product have a sustainable investment objective?

| <input type="radio"/> YES                                                                                                | <input checked="" type="radio"/> NO                                                                                                                                                                                      |
|--------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <input type="checkbox"/> It made sustainable investments with an environmental objective: 0.00%                          | <input checked="" type="checkbox"/> It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 56.30% of sustainable investments |
| <input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy        | <input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy                                                                        |
| <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy | <input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy                                                      |
| <input type="checkbox"/> It made sustainable investments with a social objective: 0.00%                                  | <input checked="" type="checkbox"/> with a social objective                                                                                                                                                              |
|                                                                                                                          | <input type="checkbox"/> It promoted E/S characteristics, but did not make any sustainable investments                                                                                                                   |



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and/or social characteristics promoted by the Fund varied by the composition of the portfolio as they are specific to each company or industry the Fund invests in. These characteristics, for example, included the reduction of greenhouse gas emissions, resource efficiency, waste prevention and recycling, pollution prevention and control, good labour standards, fair wages, diversity and gender balance, health & safety practices, or alignment with the international business conduct principles. Templeton Asset Management Ltd. (the "Investment Manager") attained these characteristics by:

- Favouring issuers with a proprietary score of 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology.
- Implementing negative screens as part of its investment process, as further detailed in section "What investment strategy does this financial product follow?" of the pre-contractual disclosure of the Fund.

Over the period, the issuers owned in the Fund all scored a 1 (appropriate) or better for their environmental, social and governance (the "ESG") profile, as captured by the Investment Manager's proprietary ESG methodology. The Fund, according to the Investment Manager's analysis, did not breach any of the listed ESG exclusions.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

### How did the sustainability indicators perform?

The sustainability indicators used to measure the attainment of the environmental and/or social characteristics promoted were:

1. The share of investee companies rated 3 (Strong), 2 (Good), 1 (Appropriate), and 0 (Poor) by the Investment Manager's proprietary ESG methodology;

Below is a breakdown of the portfolio's investments measured using an average taken from 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

| Sustainability KPI Name                                                                                       | Value  |
|---------------------------------------------------------------------------------------------------------------|--------|
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary E&S methodology      | 12.60% |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary E&S methodology        | 51.90% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary E&S methodology | 32.80% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary E&S methodology        | 0.00%  |
| The share of investee companies rated 3 (Strong) by the Investment Manager's proprietary G methodology        | 6.10%  |
| The share of investee companies rated 2 (Good) by the Investment Manager's proprietary G methodology          | 48.70% |
| The share of investee companies rated 1 (Appropriate) by the Investment Manager's proprietary G methodology   | 42.50% |
| The share of investee companies rated 0 (Poor) by the Investment Manager's proprietary G methodology          | 0.00%  |

### ● ... And compared to previous periods?

Not applicable.

### ● What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The objective of the sustainable investments was to contribute to positive social and/or environmental outcome areas across one or more of the six following positive outcome areas (3 social and 3 environmental) linked to the United Nations Sustainable Development Goals (the "UN SDGs"):

Social Outcome Areas:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);

Environmental Outcome Areas:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

### ● How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

For sustainable investments, the Do No Significant Harm (the "DNSH") assessment was integrated into the strategy through ESG minimum standards. These minimum standards have been adhered to throughout the year.

The Investment Manager examined negative externalities by screening for severe environmental and social controversies through third party ESG data provided by MSCI. All sustainable investments passed the ESG minimum standards set for DNSH i.e. they do not exhibit severe environmental or social controversies that have not been resolved or without a positive forward-looking view. Additionally, absence of severe negative environmental or social externalities were captured and formed part of Investment Manager's assessment of the issuer.

Lastly, the Investment Manager (i) applied exclusions as further described in the investment strategy section of the Prospectus and (ii) integrated principal adverse impacts (the "PAIs") into the research process.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### -----How were the indicators for adverse impacts on sustainability factors taken into account?

When assessing compliance of the Fund's sustainable investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they are relevant for the investments contemplated by the Fund and other data points deemed by the Investment Manager as proxies for adverse impact. The Investment Manager performed this analysis at the level of each sustainable investment so that the relevance and materiality of the PAI indicators may vary across investments. There were no issuers over year that were deemed to be in breach of these indicators according to the Investment Managers' analysis for its sustainable investments.

## ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The Fund's sustainable investments portion did not invest in companies that, according to MSCI, did not observe the main international conventions (United Nations Global Compact Principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations (the "UN") Guiding Principles on Business and Human Rights).

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund specifically considered the following PAIs:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies;
- Violations of UNGC Principles and OECD Guidelines; and
- Exposure to controversial weapons.

As part of research process, the Investment Manager adopted a materiality-based approach to assessing PAIs through their assessment of ESG issues. Such assessment considered third party data vendors, company reports, and own engagement with management teams. The Investment Manager takes a sector-relative approach to the relevance of the PAI indicators which can vary by company and industry. In addition, there were explicit considerations of the PAIs at a portfolio level as follows:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies

For companies that have a greenhouse gas intensity that exceeded a threshold deemed acceptable by the Investment Manager and defined below, the Investment Manager monitored and engaged with these companies to encourage them to set adequate emission reduction targets and manage their greenhouse gas emissions and/or intensity accordingly.

This threshold is set at the average greenhouse gas intensity of the Fund's benchmark. The data has been reviewed on a quarterly basis and includes each company's scope 1+2 greenhouse gas emissions.

Here, the data has identified companies where further analysis was required. On these names, the Investment Managers have conducted deeper research and contacted the company to understand further their carbon management strategy from a forward-looking perspective.

- Violations of UNGC Principles or Organisation for Economic Co-operation and Development (the "OECD") Guidelines for Multinational Enterprises

The Fund did not invest in companies that, according to MSCI, do not observe UNGC Principles or OECD Guidelines for Multinational Enterprises.

- Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons, and biological weapons)

In accordance with the Investment Manager's controversial weapons policy, the Fund did not invest in companies that are producers or distributors of such weapons.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2024-03-28 - 2024-06-30.

| Largest investments                                   | Sector                 | % of Assets | Country     |
|-------------------------------------------------------|------------------------|-------------|-------------|
| BAJAJ HOLDINGS & INVESTMENT LIMITED.                  | Financials             | 5.93%       | India       |
| FPT Corp                                              | Information Technology | 3.98%       | Vietnam     |
| NOVATEK MICROELECTRONICS CORP.                        | Information Technology | 3.18%       | Taiwan      |
| INTERNATIONAL CONTAINER TERMINAL SERVICES, INC.       | Industrials            | 3.08%       | Philippines |
| THE FEDERAL BANK LTD                                  | Financials             | 3.05%       | India       |
| Synnex Technology International Corp.                 | Information Technology | 2.73%       | Taiwan      |
| Zomato Ltd                                            | Consumer Discretionary | 2.26%       | India       |
| Mobile World Investment Corp                          | Consumer Discretionary | 2.18%       | Vietnam     |
| WIZZ AIR HOLDINGS PLC                                 | Industrials            | 2.15%       | Hungary     |
| MakeMyTrip Ltd                                        | Consumer Discretionary | 2.05%       | India       |
| Richter Gedeon Vegyeszeti Gyar Nyilvanosan Mukodo Rt. | Health Care            | 2.00%       | Hungary     |
| Hugel, Inc.                                           | Health Care            | 1.93%       | South Korea |
| PB Fintech Ltd                                        | Financials             | 1.90%       | India       |
| DALMIA BHARAT LIMITED                                 | Materials              | 1.90%       | India       |
| POYA International Co., Ltd.                          | Consumer Discretionary | 1.82%       | Taiwan      |



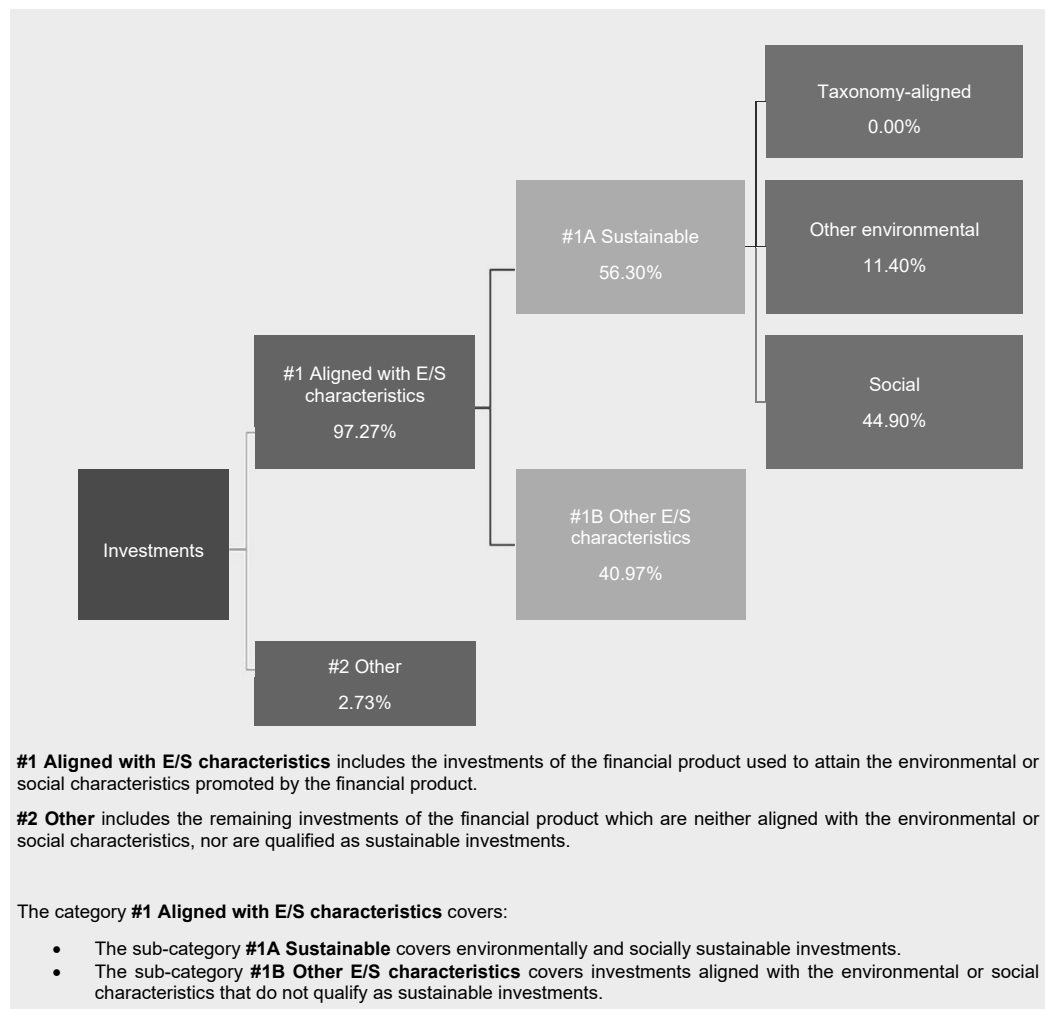
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 56.30%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

97.27% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund. The remaining portion (2.73%) was not aligned with the promoted characteristics and consisted primarily of liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes is not aligned with the promoted characteristics. Furthermore, the Fund invested 56.30% of its net assets in sustainable investments, with a 11.40% allocation of net assets towards environmental objectives and 44.90% towards social objectives.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                     | % of Assets |
|------------------------------------------------|-------------|
| Consumer Discretionary                         | 22.44%      |
| Financials                                     | 21.56%      |
| Information Technology                         | 18.60%      |
| Health Care                                    | 10.46%      |
| Industrials                                    | 8.12%       |
| Consumer Staples                               | 6.86%       |
| Materials                                      | 6.13%       |
| Communication Services                         | 2.11%       |
| Utilities                                      | 0.88%       |
| Real Estate                                    | 0.10%       |
| Top sub-sector                                 | % of Assets |
| Banks                                          | 9.17%       |
| Hotels, Restaurants & Leisure                  | 8.62%       |
| Semiconductors & Semiconductor Equipment       | 8.03%       |
| Financial Services                             | 6.30%       |
| IT Services                                    | 5.37%       |
| Electronic Equipment, Instruments & Components | 5.04%       |
| Textiles, Apparel & Luxury Goods               | 4.39%       |
| Pharmaceuticals                                | 4.18%       |
| Health Care Providers & Services               | 3.64%       |
| Transportation Infrastructure                  | 3.38%       |
| Food Products                                  | 3.33%       |
| Broadline Retail                               | 3.29%       |
| Insurance                                      | 3.20%       |
| Capital Markets                                | 2.89%       |
| Construction Materials                         | 2.24%       |



To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

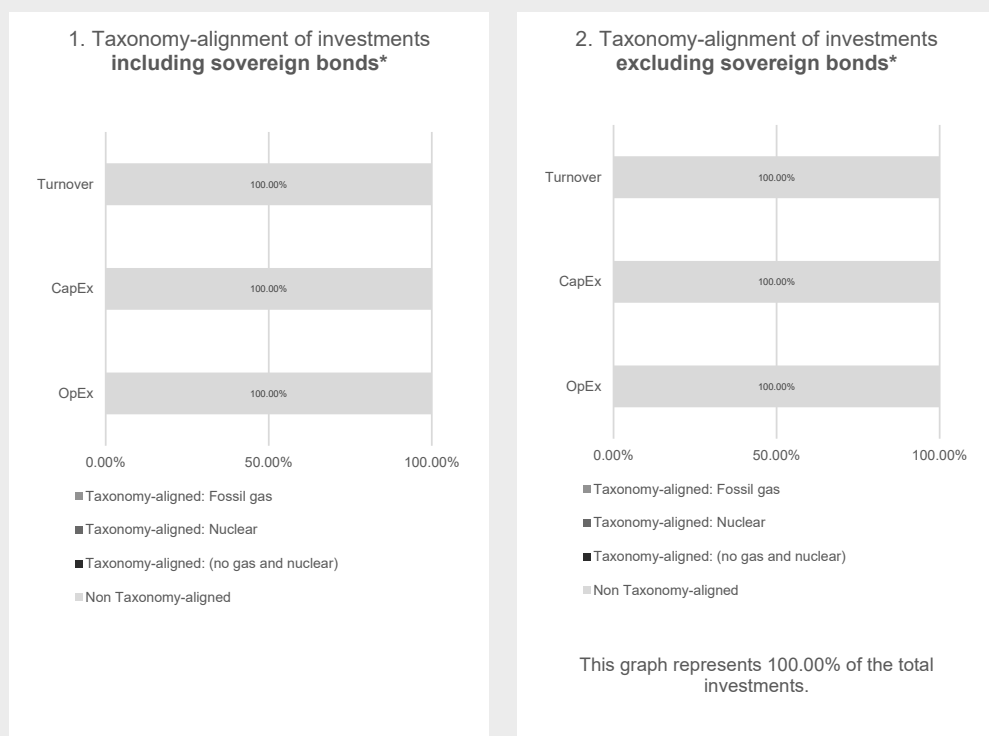
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The Fund invested in 11.40% sustainable investments with an environmental objective.

- **What was the share of socially sustainable investments?**

The Fund invested in 44.90% sustainable investments with a social objective.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Not sustainable” was 2.73% and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes as well as derivatives held for hedging and/or efficient portfolio management purposes and are not aligned with the promoted characteristics. No minimum environmental and/or social safeguards had been put in place.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy were monitored through the reference period by the investment team and investment compliance. These were not at the discretion of the Investment Manager and can be summarised as follows:

- The Fund excluded companies rated 0 (poor) under proprietary ESG methodology;
- The Fund applied ESG exclusions further described in the section “What investment strategy does this financial product follow?” of the pre-contractual disclosure of the Fund.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Emerging Markets Sustainability Fund (the "Fund")

Legal Entity Identifier: 549300OLKEOOKH5MEX70



FRANKLIN  
TEMPLETON

## Sustainable investment objective

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

| <input checked="" type="checkbox"/> YES                                                                                             | <input type="checkbox"/> NO                                                                                                                                                                                        |
|-------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <input checked="" type="checkbox"/> It made <b>sustainable investments with an environmental objective: 40.30%</b>                  | <input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investment |
| <input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy                   | <input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy                                                                  |
| <input checked="" type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy | <input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy                                                           |
| <input checked="" type="checkbox"/> It made <b>sustainable investments with a social objective: 55.30%</b>                          | <input type="checkbox"/> with a social objective                                                                                                                                                                   |
|                                                                                                                                     | <input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b>                                                                                                      |



### To what extent was the sustainable investment objective of this financial product met?

The Fund had a sustainable investment objective in accordance with Article 9 of the Sustainable Finance Disclosure Regulation (the "SFDR"). In its implementation of the Fund's environmental, social, governance ("ESG") process, Franklin Templeton Investment Management Limited and Templeton Asset Management Limited (the "Investment Managers") pursued the sustainable investment objective by investing in companies located or having their principal business activities in developing or emerging nations and which contributed to a positive social and/or environmental outcome. The Fund measured the attainment of the sustainable investment objective through its exposure to companies contributing to positive social and/or environmental outcome areas, using its proprietary ESG ratings system further described in the Fund's pre-contractual disclosure. The Fund also ensured that its sustainable investments did not cause significant harm to any environmental or social sustainable investment objective. As part of its investment decision making process, the Fund's ESG process used binding criteria for the selection of underlying assets and applied specific ESG exclusions.

In this regard, using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period, 95.6% of the Fund's assets contributed to the sustainable investment objective.

The six positive outcome areas, being 3 social and 3 environmental, are:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);
- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

Breakdown of Fund measured using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period.

Portfolio Breakdown by alignment assessment (%)

- 50%+ of revenues: 83.5
- 25-49% of revenues: 12.1

- 10-24% of revenues: 0.0
- 0-9% of revenues: 0.0
- Cash: 4.4

Portfolio breakdown by internal ESG rating (%)

- AAA: 33.8
- AA: 50.1
- A: 11.7
- BBB: 0.00
- BB: 0.00
- B: 0.00
- CCC: 0.00
- Cash: 4.4

The Fund did not use derivatives to attain its sustainable investment objective. Additionally, the Fund did not use a reference benchmark to attain its sustainable investment objective.

**Sustainability indicators** measure how the sustainable objectives of this financial product are attained.

## ● **How did the sustainability indicators perform?**

The sustainability indicators used to measure the attainment of the sustainable investment objective are:

1. exposure to companies contributing to positive social and/or environmental outcome areas across Basic Needs, Wellbeing, Decent Work, Healthy Ecosystems, Climate Stability, and Resource Security; and
2. exposure to companies with alignment to the United Nations Sustainable Development Goals ("UN SDGs").

Below is a breakdown of the portfolio's investments measured using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period.

1. Portfolio breakdown by contribution to positive outcome area (%):

Social

- Basic Needs: 14.3
- Wellbeing: 13.4
- Decent Work: 27.5

Environmental

- Healthy Ecosystems: 0.0
- Climate Stability: 39.6
- Resource Security: 0.8

Cash: 4.4

2. Portfolio breakdown by alignment to the UN SDGs (%):

- SDG 1: No Poverty, 4.9
- SDG 3: Good Health and Well-Being, 12.8
- SDG 8: Decent Work and Economic Growth, 22.2
- SDG 9: Industry, Innovation, and Infrastructure, 33.7
- SDG 10: Reduced Inequalities, 10.0
- SDG 12: Responsible Consumption and Production, 0.8
- SDG 13: Climate Action, 11.2
- Cash: 4.4

| Sustainability KPI Name                                                                                                                                                                           | Value  |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| Exposure to companies contributing to positive social and/or environmental outcome areas across Basic Needs, Wellbeing, Decent Work, Healthy Ecosystems, Climate Stability, and Resource Security | 95.60% |
| Exposure to companies with alignment to the UN SDGs.                                                                                                                                              | 95.60% |

## ● **... And Compared to Previous Periods?**

Here is a comparison of this year's average figures vs. last year's figures (as at 30/06/2023):

1. Portfolio breakdown by contribution to positive outcome area (%):

Social

- Basic Needs: 14.3 (15.2)
- Wellbeing: 13.4 (14.1)
- Decent Work: 27.5 (27.3)

Environmental

- Healthy Ecosystems: 0.0 (0.0)
- Climate Stability: 39.6 (37.5)
- Resource Security: 0.8 (1.2)

Cash: 4.4 (4.5)

## 2. Portfolio breakdown by alignment to the UN SDGs (%):

- SDG 1: No Poverty, 4.9 (5.4)
- SDG 3: Good Health and Well-Being, 12.8 (14.4)
- SDG 8: Decent Work and Economic Growth, 22.2 (21.6)
- SDG 9: Industry, Innovation, and Infrastructure, 33.7 (31.3)
- SDG 10: Reduced Inequalities, 10.0 (9.5)
- SDG 12: Responsible Consumption and Production, 0.8 (1.2)
- SDG 13: Climate Action, 11.2 (11.9)
- Cash: 4.4 (4.5)

| Sustainability KPI Name                                                                                                                                                                           | Sustainability KPI historical comparison |        |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                                                                                                                   | 2024                                     | 2023   |
| Value                                                                                                                                                                                             | Value                                    | Value  |
| Exposure to companies contributing to positive social and/or environmental outcome areas across Basic Needs, Wellbeing, Decent Work, Healthy Ecosystems, Climate Stability, and Resource Security | 95.60%                                   | 95.48% |
| Exposure to companies with alignment to the UN SDGs.                                                                                                                                              | 95.60%                                   | 95.48% |

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### **How did the sustainable investments not cause significant harm to any sustainable investment objective?**

The Do No Significant Harm ("DNSH") assessment has been integrated into the strategy through environmental, social and governance ("ESG") minimum standards. These minimum standards have been adhered to throughout the year.

The Investment Managers examined negative externalities by screening for severe environmental and social controversies through third party Environmental, Social and Governance data provided by MSCI). All stocks had to pass the ESG minimum standards set for DNSH i.e., they did not exhibit severe environmental or social controversies that had not been resolved or without a positive forward-looking view. Additionally, negative externalities were captured, and formed part of the Fund's Intentionality pillar assessment as defined below to ensure there were no severe negative environmental or social externalities.

Lastly, as part of their DNSH test for the Fund, the Investment Managers (i) applied exclusions and (ii) integrated principal adverse impacts (the "PAIs") into the research process.

### **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they are relevant for the investments contemplated by the Fund and other data points deemed by the Investment Managers as proxies for adverse impact. The Investment Managers performed this analysis at the level of each sustainable investment with the relevance and materiality of the PAI indicators varying across investments. There were no issuers over year that were deemed to be in breach of these indicators according to the Investment Managers' analysis and hence all holdings qualified sustainable investments.

### **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Yes, the Fund did not invest in companies that, according to MSCI, do not observe the main international conventions (United Nations Global Compact Principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the United Nations (the "UN") Guiding Principles on Business and Human Rights).

Exceptions have only been made once a formal review of alleged violations has been carried out and where the Investment Managers either disagreed with the conclusion that the company is complicit in violations of the principles of such conventions or have determined that the company has made and implemented positive changes deemed satisfactory to appropriately address the deficiency/violation. The severity of the violation, response, frequency, and nature of the involvement have been considered in making a judgement on whether the company observed international conventions. Such an exception has been made once during the reference period.

As a result, and per the Investment Managers' analysis, the Fund's sustainable investments were aligned with these principles.



### **How did this financial product consider principal adverse impacts on sustainability factors?**

As part of the research process, the Investment Managers adopted a materiality-based approach to assessing PAIs through their assessment of ESG issues. Such assessment considered third party data vendors, company reports, and own engagement with management teams. The Investment Managers took a sector-relative approach to the relevance of the PAI

indicators which can vary by company and industry. In addition, there were explicit considerations of the PAIs at a portfolio level as follows:

- Greenhouse gas emissions and greenhouse gas intensity of investee companies

For companies that have a greenhouse gas intensity that exceeded a threshold deemed acceptable by the Investment Managers and defined below, the Investment Managers monitored and engaged to encourage the company to adequately set emission reduction targets and manage their greenhouse gas emissions and/or intensity accordingly.

This threshold has been set at the average greenhouse gas intensity of the Fund's benchmark. The data has been reviewed on a quarterly basis and includes each company's scope 1+2 greenhouse gas emissions.

Here, the data has identified three companies where further analysis was required. On these three names, the Investment Managers have conducted deeper research and contacted the company to understand further their carbon management strategy from a forward-looking perspective.

- Violations of UNGC Principles or OECD Guidelines for Multinational Enterprises

The Fund did not invest in companies that do not observe the main international conventions. Except for cases referred to in section above (where exceptions can be made following the Investment Manager's further analysis), if MSCI has deemed a company in violation of UNGC Principles, the Fund did not invest in the company.

This condition was met.

- Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons, and biological weapons)

In accordance with the Investment Managers' controversial weapons policy, the Fund did not invest in companies that are producers or distributors of such weapons.

This condition was met.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is 2023-07-01 - 2024-06-30.

| Largest investments                          | Sector                 | % of Assets | Country     |
|----------------------------------------------|------------------------|-------------|-------------|
| Taiwan Semiconductor Manufacturing Co., Ltd. | Information Technology | 9.08%       | Taiwan      |
| Samsung Electronics Co., Ltd.                | Information Technology | 6.72%       | South Korea |
| ICICI BANK LIMITED                           | Financials             | 5.36%       | India       |
| Tencent Holdings Limited                     | Communication Services | 4.71%       | China       |
| ALIBABA GROUP HOLDING LIMITED                | Consumer Discretionary | 3.79%       | China       |
| Royal Bank Of Canada                         | Financials             | 3.75%       | Canada      |
| APOLLO HOSPITALS ENTERPRISE LIMITED          | Health Care            | 3.43%       | India       |
| HON HAI PRECISION INDUSTRY CO., LTD.         | Information Technology | 3.35%       | Taiwan      |
| Grupo Financiero Banorte, S.A.B. de C.V.     | Financials             | 3.01%       | Mexico      |
| HDFC BANK LIMITED                            | Financials             | 2.97%       | India       |
| PT Bank Rakyat Indonesia (Persero) Tbk       | Financials             | 2.63%       | Indonesia   |
| Itau Unibanco Holding S.A.                   | Financials             | 2.52%       | Brazil      |
| RUMO S.A.                                    | Industrials            | 2.47%       | Brazil      |
| INFOSYS LIMITED                              | Information Technology | 2.34%       | India       |
| CREDICORP LTD.                               | Financials             | 2.27%       | Peru        |



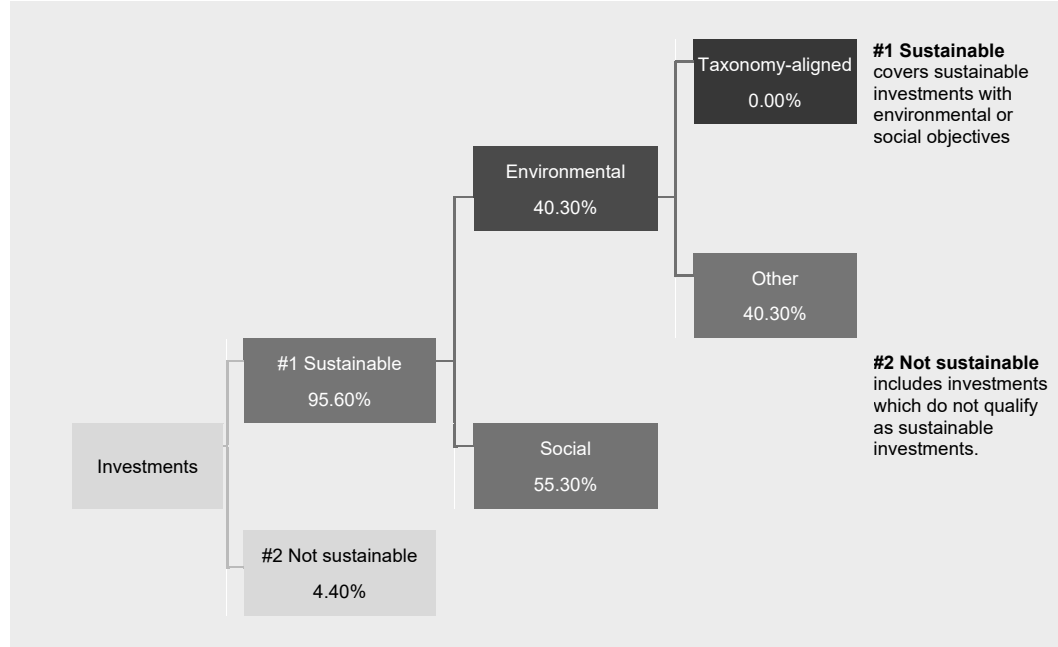
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 95.6%.

**Asset allocation**  
describes the share  
of investments in  
specific assets.

### What was the asset allocation?

95.6% of the portfolio contributed to the sustainable investment objective of the Fund, measured using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period. The remaining portion (4.4%) did not contribute to the sustainable investment objective and consisted of liquid assets held for liquidity purposes of the Fund.





● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                     | % of Assets |
|------------------------------------------------|-------------|
| Information Technology                         | 29.36%      |
| Financials                                     | 25.11%      |
| Consumer Discretionary                         | 9.95%       |
| Communication Services                         | 8.65%       |
| Health Care                                    | 8.32%       |
| Industrials                                    | 6.40%       |
| Consumer Staples                               | 2.93%       |
| Materials                                      | 2.83%       |
| Utilities                                      | 2.08%       |
| Top sub-sector                                 | % of Assets |
| Banks                                          | 21.94%      |
| Semiconductors & Semiconductor Equipment       | 12.73%      |
| Interactive Media & Services                   | 8.17%       |
| Technology Hardware, Storage & Peripherals     | 6.72%       |
| Health Care Providers & Services               | 6.58%       |
| Broadline Retail                               | 5.80%       |
| Electronic Equipment, Instruments & Components | 5.60%       |
| Electrical Equipment                           | 2.91%       |
| Ground Transportation                          | 2.47%       |
| IT Services                                    | 2.34%       |
| Insurance                                      | 2.21%       |
| Automobiles                                    | 2.17%       |
| Water Utilities                                | 2.08%       |
| Chemicals                                      | 2.05%       |
| Software                                       | 1.97%       |



## To what extent were sustainable investments with an environmental objective aligned with the EU Taxonomy?

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities are economic activities** for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies

- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

The Fund did not make sustainable investments with an environmental objective aligned with the EU Taxonomy.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy? <sup>1</sup>

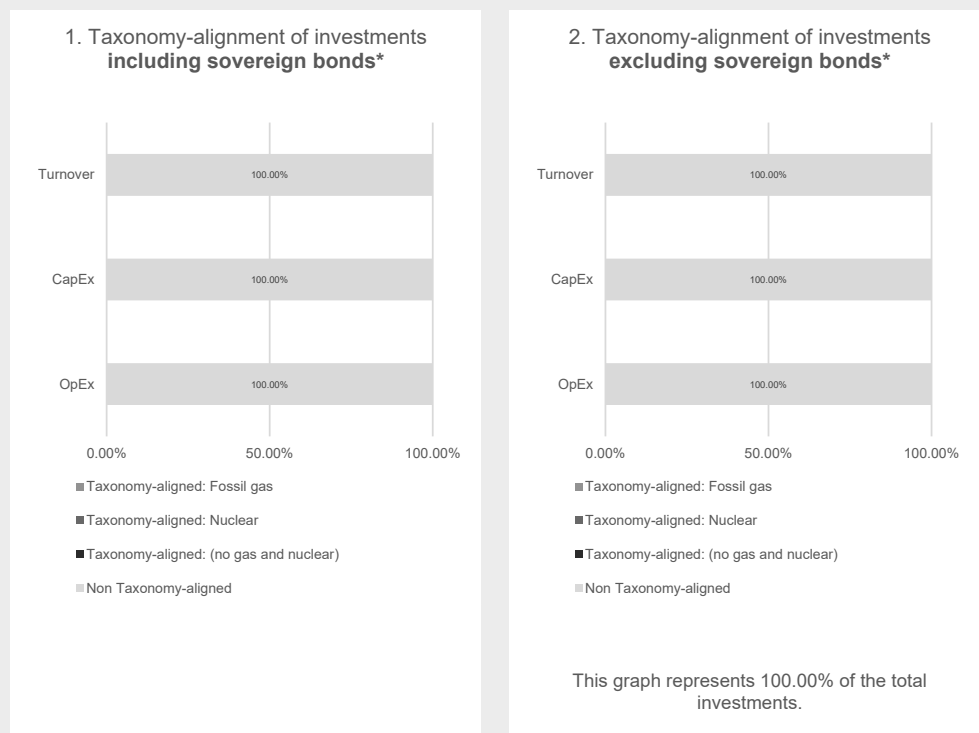
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

The Fund did not invest in transitional and enabling activities.

### How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

Not applicable.

<sup>1</sup>Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

## What was the share of sustainable investments with an environmental objective that were not aligned with the EU taxonomy?

The Fund committed to a minimum 25% of sustainable investments with an environmental objective aligned with the SFDR. Using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period, 40.3% of the portfolio was invested in companies with sustainable environmental objectives that are not aligned with EU Taxonomy. These investments could be aligned with the Taxonomy Regulation but the Investment Managers are not currently in a position to specify the exact proportion of the Fund's underlying investments which take into account the EU criteria for environmentally sustainable economic activities. However, the position is kept under review as the underlying rules are finalised and the availability of reliable data increases over time.

For avoidance of doubt, all companies in the portfolio are required to meet either a social or environmental sustainable objective under sustainable investment definition of SFDR. The allocation has been disclosed in this report.

## What was the share of socially sustainable investments?

The Fund committed to a minimum 25% of sustainable investments with a social objective. Using an average taken from 9/30/2023, 12/31/2023, 3/31/2024 and 6/30/2024 quarterly snapshots over the fiscal year period, 55.3% of the portfolio is invested in companies that are socially sustainable investments, across the three social positive outcome areas.

## What investments were included under "not sustainable", what was their purpose and were there any minimum environmental or social safeguards?

The proportion of investments under "#2 Not sustainable" was 4.4% and comprised of investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market Funds) held for liquidity purposes of the Fund.

The Investment Manager applied minimum environmental and social safeguards by verifying that the counterparties used for derivative transactions and placement of deposits meet the EU Taxonomy Safeguards, as assessed by MSCI. Counterparties not meeting such criteria were not used by the Fund.

The limited proportion of investments under "#2 Not sustainable" and the applicable minimum safeguards do not affect the delivery of the sustainable investment objectives of the Fund on a continuous basis.



## What actions have been taken to attain the sustainable investment objective during the reference period?

The binding elements of the investment strategy can be summarized as follows:

1. the Fund only invested in companies which (i) scored a minimum percentage of net contribution on the "Alignment Pillar", and (ii) scored an A or above on the combined 3-pillar ESG assessment; and
2. the Fund did not invest in companies which according to the Investment Managers' analysis:
  - Repeatedly and/or seriously violate the UNGC Principles, without positive perspective;
  - Manufacture or distribute nuclear weapons or controversial weapons defined as anti-personnel mines, biological & chemical weaponry, depleted uranium, and cluster munitions or those that manufacture components intended for use in such weapons. Companies that derive more than 5% revenue from any other weapons will also be excluded;
  - Manufacture tobacco or tobacco products; or those that derive revenue from such products that exceeds 5%;
  - Derive more than 5% of their revenue from thermal coal extraction or unconventional oil & gas extraction;
  - Derive more than 5% of their revenue from gambling or adult entertainment;
  - Which appears as excluded on the Norges Bank Investment Management (NBIM) exclusion list.

Ensuring the binding elements have been applied to portfolio selection and monitoring, the Fund has been able to attain its sustainable investment objective.



## How did this financial product perform compared to the reference sustainable benchmark?

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the sustainable objective.

# Templeton European Opportunities Fund (the "Fund")

Legal Entity Identifier: 549300E2K4E8O6FKNS31



FRANKLIN  
TEMPLETON

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made **sustainable investments with an environmental objective: 0.00%**
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made **sustainable investments with a social objective: 0.00%**

☒ NO

- ☒ It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 12.96% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☐ It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and social characteristics promoted by the Fund consisted of, inter alia, the reduction of greenhouse gas ("GHG") emissions and gender diversity. The Investment Manager sought to attain these characteristics by:

- Excluding certain issuers and sectors considered by the Investment Manager as harmful for the society,
- Favoring issuers with a good environmental, social and governance (the "ESG") profile, as captured by its proprietary ESG methodology,
- Engaging with issuers which are considered as underperformers in terms of specific ESG metrics.

In this regard, the Fund allocated 95.18% of its assets to investments aligned with E/S characteristics as of 30 June 2024.

The sustainable investments of the Fund comprised equity securities issued by companies which contributed, through their products or services, to positive environmental outcomes. The three positive environmental outcome areas, which contribute to the United Nations Sustainable Development Goals ("UN SDGs"), are:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

In this regard, the Fund allocated 12.96% of its assets to sustainable investments by investing in companies that demonstrate positive sustainable contribution to positive environmental outcomes as of 30 June 2024.

The Fund does not commit to a minimum allocation of its portfolio to sustainable investments with a social objective. No reference benchmark has been designated with the purpose of attaining the environmental and/or social characteristics promoted by the Fund.

### How did the sustainability indicators perform?

The sustainability indicators performed as expected. The Fund exceeded its minimum share of sustainable investments, and the Investment Manager promoted environmental and social characteristics through its engagement activities.

The following sustainability indicators were used to measure the attainment of the environmental and/or social characteristics promoted by the Fund:

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

| Sustainability KPI Name                                                                                                                        | Value  |
|------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| Percentage of the portfolio invested in companies with alignment to the selected United Nations Sustainable Development Goals (the "UN SDGs")  | 12.96% |
| Number of investee companies with which the Investment Manager engages                                                                         | 35.00  |
| Share of investee companies rated 1 (exceptional) by the Investment Manager's proprietary ESG methodology                                      | 0.00%  |
| Share of investee companies rated 2 (above average) by the Investment Manager's proprietary ESG methodology                                    | 61.31% |
| Share of investee companies rated 3 (average) by the Investment Manager's proprietary ESG methodology                                          | 38.69% |
| Share of investee companies rated 4 (poor) by the Investment Manager's proprietary ESG methodology                                             | 0.00%  |
| Percentage of companies held that are ranked in the worst quintile and greater than half the weighted average carbon intensity of MSCI Europe. | 0.00%  |
| Percentage of investee companies with no females on the board of directors                                                                     | 0.00%  |

### ... And compared to previous periods?

Not applicable as there were no prior reference periods.

### What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The sustainable investments of the Fund comprised equity securities issued by companies which contributed, through their products or services, to positive environmental outcomes. The three positive environmental outcome areas, which contribute to the United Nations Sustainable Development Goals ("UN SDGs") are:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

### How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

The Investment Manager used a combination of third-party global norms-based screening including UN Global Compact (UNGC) compliance, third party controversy scores, assessment of PAI and other material environmental, social, and governance factors, which were embedded in the Investment Manager's fundamental research and proprietary ESG ratings process to review if investments cause significant harm to any sustainable investment objective. In addition, the Fund applied exclusions that further reduce the likelihood of issuers causing significant harm to be invested by the Fund.

### How were the indicators for adverse impacts on sustainability factors taken into account?

When assessing compliance of the Fund's sustainable investments with the DNSH principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS") as well as any of the optional indicators from Table 2 and 3 that are deemed to be relevant.

The Investment Manager performed an analysis at the level of each sustainable investment. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments and were not deemed eligible for the Fund.

### Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The Fund did not invest in companies that, according to MSCI, do not observe the main international conventions (United Nations Global Compact principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights).

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

*The EU Taxonomy sets out a “do no significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

Specific thresholds and criteria for the following PAIs were considered by the Fund:

- Greenhouse gas intensity;
  - Board gender diversity;
  - Violations of UNGC or OECD Guidelines for Multinational Enterprises;
  - Exposure to Controversial weapons.
- Greenhouse gas intensity

The Fund targeted decreasing greenhouse gas intensity by engaging with companies to encourage set emission reduction targets and disclose their climate change strategies. Please refer to the Templeton Global Equity Group Stewardship & Sustainability Report for examples of engagement on this topic, including with Fund holding Infineon Technologies.

<https://franklintempletonprod.widen.net/content/0v61urf9ld/pdf/tgeg-sustainable-investing-report-en.pdf>

Companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI Europe Index, (cumulatively), on the PAI of greenhouse gas intensity Scope 1 and 2 were to be addressed through engagement, with a requirement to make improvements or establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. In the event of no improvement after 3 years, the Investment Manager will look to make use of a wide range of options, from voting against management at shareholder's meetings to selling the shares. There were no companies meeting these criteria as of 30 June 2024.

- Board gender diversity

Companies with no females on the board were to be addressed through engagement, with a requirement to add a female board member over a 3-year timeframe. In case of no improvement after 3 years, the Investment Manager will look to make use of a wide range of options, from voting against management at shareholder's meetings to selling the shares. There were no companies meeting this criteria as of 30 June 2024.

- Violations of UNGC Principles or OECD Guidelines for Multinational Enterprises

The Fund excluded from its portfolio investments in companies which had been involved in violations of UNGC Principles or OECD Guidelines for Multinational Enterprises.

- Exposure to controversial weapons

The Fund excluded from its portfolio investments in companies involved in the manufacture or selling of cluster munitions, antipersonnel land mines, biological and chemical weapons.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2024-03-27 - 2024-06-30.

| Largest investments              | Sector                 | % of Assets | Country        |
|----------------------------------|------------------------|-------------|----------------|
| COATS GROUP PLC                  | Consumer Discretionary | 8.03%       | United Kingdom |
| PAYPOINT PLC                     | Financials             | 7.24%       | United Kingdom |
| SFC Energy AG                    | Industrials            | 5.92%       | Germany        |
| Hensoldt AG                      | Industrials            | 4.73%       | Germany        |
| BRITVIC PLC                      | Consumer Staples       | 4.50%       | United Kingdom |
| WH SMITH PLC                     | Consumer Discretionary | 4.17%       | United Kingdom |
| GREGGS PLC                       | Consumer Discretionary | 4.04%       | United Kingdom |
| DASSAULT AVIATION SA             | Industrials            | 3.78%       | France         |
| NEWRIVER REIT PLC                | Real Estate            | 3.63%       | United Kingdom |
| ASM International N.V.           | Information Technology | 3.52%       | Netherlands    |
| Infineon Technologies AG         | Information Technology | 3.50%       | Germany        |
| CompuGroup Medical SE & Co. KGaA | Health Care            | 3.42%       | Germany        |
| SUESS MicroTec SE                | Information Technology | 2.92%       | Germany        |
| BIG YELLOW GROUP PLC             | Real Estate            | 2.86%       | United Kingdom |
| BARRATT DEVELOPMENTS P L C       | Consumer Discretionary | 2.54%       | United Kingdom |



## What was the proportion of sustainability-related investments?

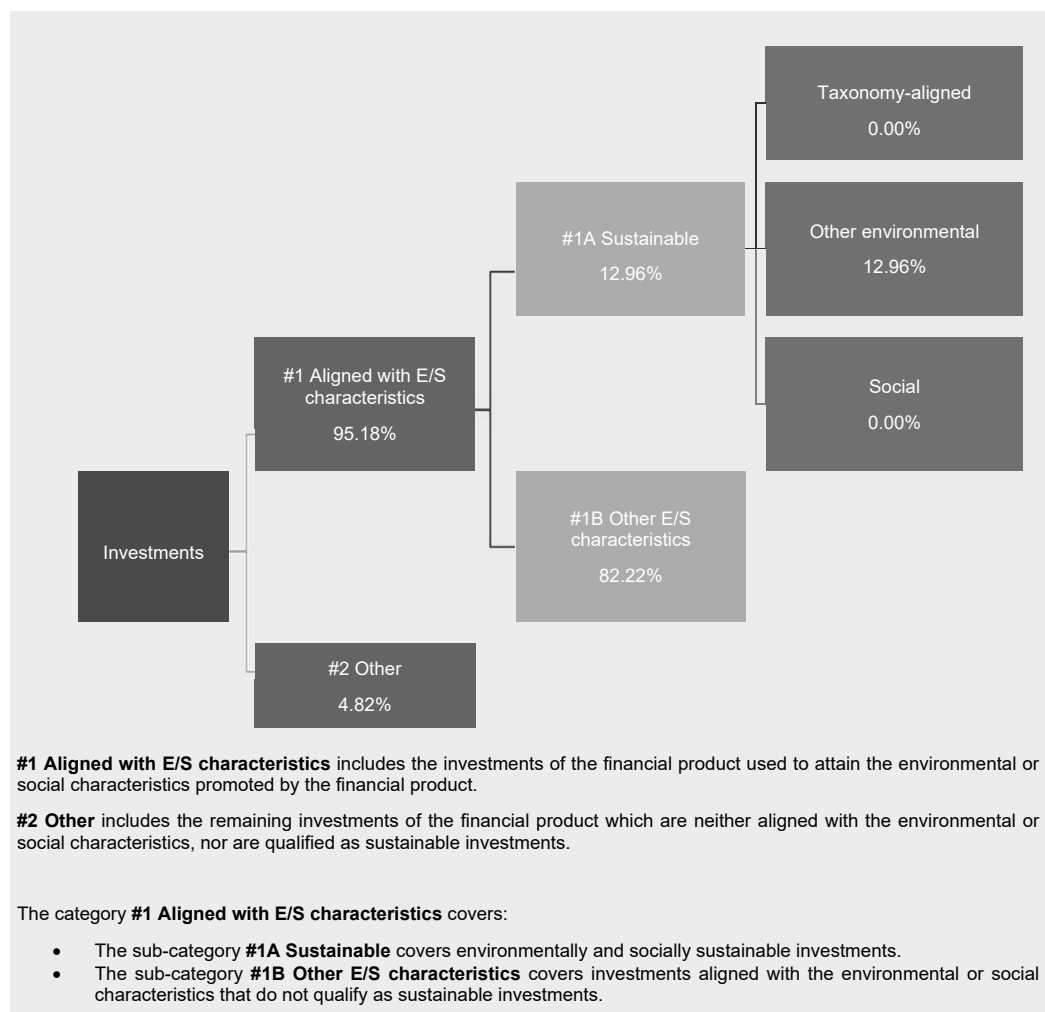
The proportion of sustainable investments was 12.96% as of 30 June 2024.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

95.18% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund as of 30 June 2024. The remaining portion (4.82%) was not aligned with the promoted characteristics and consisted of liquid assets held for liquidity purposes of the Fund and derivatives held for hedging purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 12.96% of its portfolio in sustainable investments.





● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                               | % of Assets |
|------------------------------------------|-------------|
| Consumer Discretionary                   | 26.07%      |
| Industrials                              | 19.35%      |
| Information Technology                   | 12.30%      |
| Financials                               | 9.70%       |
| Real Estate                              | 6.49%       |
| Communication Services                   | 5.01%       |
| Consumer Staples                         | 4.50%       |
| Health Care                              | 4.02%       |
| Materials                                | 3.48%       |
| Utilities                                | 2.23%       |
| Energy                                   | 2.16%       |
| Top sub-sector                           | % of Assets |
| Textiles, Apparel & Luxury Goods         | 12.90%      |
| Semiconductors & Semiconductor Equipment | 12.30%      |
| Aerospace & Defense                      | 11.01%      |
| Financial Services                       | 7.24%       |
| Electrical Equipment                     | 5.92%       |
| Media                                    | 5.01%       |
| Specialty Retail                         | 4.50%       |
| Beverages                                | 4.17%       |
| Hotels, Restaurants & Leisure            | 4.04%       |
| Health Care Technology                   | 3.63%       |
| Retail REITs                             | 3.42%       |
| Entertainment                            | 2.86%       |
| Chemicals                                | 2.54%       |
| Specialized REITs                        | 2.45%       |
| Electric Utilities                       | 2.43%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



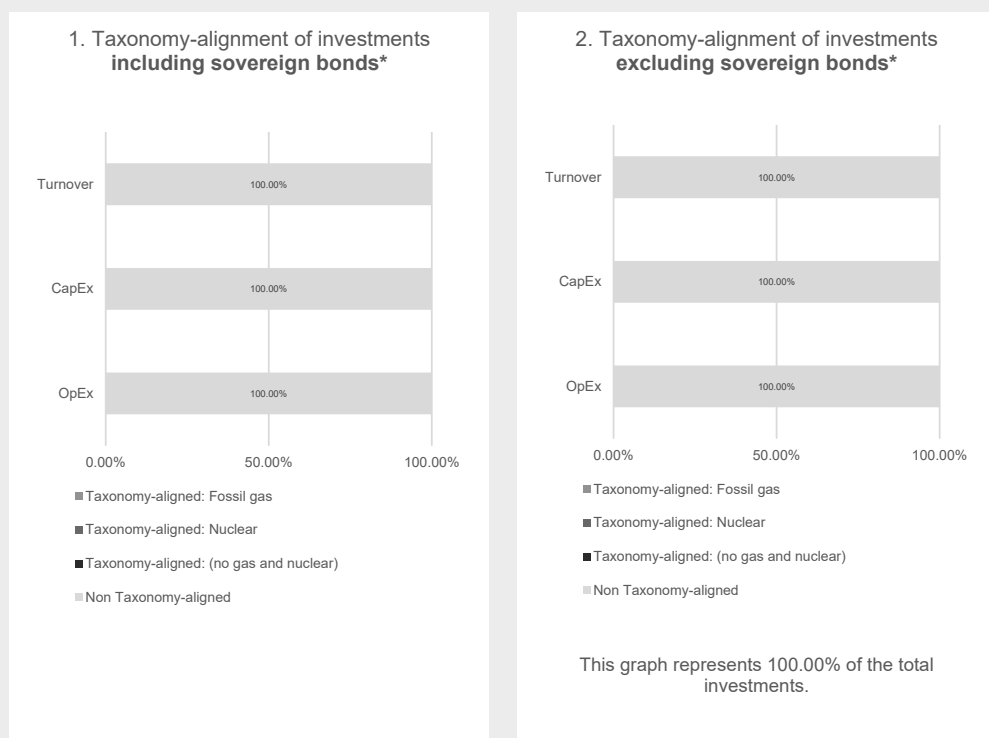
## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

- ☐ Yes  
☐ In fossil gas ☐ In nuclear energy  
☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

## What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

 **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective that were not Taxonomy-aligned was 12.96% as of 30 June 2024.

 **What was the share of socially sustainable investments?**

The proportion of socially sustainable investments was 0% as of 30 June 2024.

 **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Other” was 4.82% as of 30 June 2024 and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes, as well as derivatives used for hedging and/or efficient portfolio management purposes.

The Investment Manager applied minimum environmental safeguards by verifying that the counterparties used for derivative transactions and placement of deposits meet the EU Taxonomy Safeguards, as assessed by MSCI. Counterparties not meeting such criteria were not used by the Fund.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy, which were not at the discretion of the Investment Manager, and that have been employed in order to meet the environmental and/or social characteristics can be summarized as follows:

- The Fund excluded companies scoring 5 according to the Investment Manager's proprietary ESG methodology;
- The Fund committed to engage with companies scoring 4, according to the Investment Manager's proprietary ESG methodology. No companies held as of 30 June 2024 scored a 4;
- The Fund committed to engage with companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI Europe Index (cumulatively) on greenhouse gas intensity (Scope 1 and 2) with a requirement to make improvements or establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. No companies held as of 30 June 2024 met this criterion;
- The Fund committed to engage with companies with no females on the board of directors, with a requirement to add a female board member over a 3-year timeframe. No companies held as of 30 June 2024 met this criterion;
- The Fund applied the ESG exclusions as further detailed in section "What investment strategy does this financial product follow?" in the Fund's pre-contractual disclosure.



**How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton European Small-Mid Cap Fund (the "Fund")

Legal Entity Identifier: 549300U3RRXWK6GSP710



FRANKLIN  
TEMPLETON

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 13.29% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and social characteristics promoted by the Fund consisted of, inter alia, the reduction of greenhouse gas ("GHG") emissions and gender diversity. The Investment Manager sought to attain these characteristics by:

- Excluding certain issuers and sectors considered by the Investment Manager as harmful for the society,
- Favoring issuers with a good environmental, social and governance (the "ESG") profile, as captured by its proprietary ESG methodology,
- Engaging with issuers which are considered as underperformers in terms of specific ESG metrics.

In this regard, the Fund allocated 92.60% of its assets to investments aligned with E/S characteristics.

The sustainable investments of the Fund comprised equity securities issued by companies which contributed, through their products or services, to positive environmental outcomes. The three positive environmental outcome areas, which contribute to the United Nations Sustainable Development Goals ("UN SDGs"), are:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

In this regard, the Fund allocated 13.29% of its assets to sustainable investments by investing in companies that demonstrate positive sustainable contribution to positive environmental outcomes as of 30 June 2024.

The Fund does not commit to a minimum allocation of its portfolio to sustainable investments with a social objective. No reference benchmark has been designated with the purpose of attaining the environmental and/or social characteristics promoted by the Fund.

### How did the sustainability indicators perform?

The sustainability indicators performed as expected. The Fund exceeded its minimum share of sustainable investments, and the Investment Manager promoted environmental and social characteristics through its engagement activities.

The following sustainability indicators were used to measure the attainment of the environmental and/or social characteristics promoted by the Fund:

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

| Sustainability KPI Name                                                                                     | Value  |
|-------------------------------------------------------------------------------------------------------------|--------|
| Exposure to companies with alignment to the United Nations Sustainable Development Goals (the "UN SDGs")    | 13.29% |
| Number of investee companies with which the Investment Manager engages                                      | 32.00  |
| Share of investee companies rated 1 (exceptional) by the Investment Manager's proprietary ESG methodology   | 0.00%  |
| Share of investee companies rated 2 (above average) by the Investment Manager's proprietary ESG methodology | 42.55% |
| Share of investee companies rated 3 (average) by the Investment Manager's proprietary ESG methodology       | 57.45% |
| Share of investee companies rated 4 (poor) by the Investment Manager's proprietary ESG methodology          | 0.00%  |
| Share of investee companies with GHG Intensity score in the bottom 20% of their industry sector             | 0.00%  |
| Share of investee companies with no females on the board of directors                                       | 0.00%  |

### ● ... And compared to previous periods?

Not applicable as there were no prior reference periods.

### ● What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?

The sustainable investments of the Fund comprised equity securities issued by companies which contributed, through their products or services, to positive environmental outcomes. The three positive environmental outcome areas, which contribute to the United Nations Sustainable Development Goals ("UN SDGs") are:

- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

### ● How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

The Investment Manager used a combination of third-party global norms-based screening including UN Global Compact (UNGC) compliance, third party controversy scores, assessment of PAI and other material environmental, social, and governance factors, which were embedded in the Investment Manager's fundamental research and proprietary ESG ratings process to review if investments cause significant harm to any sustainable investment objective. In addition, the Fund applied exclusions that further reduce the likelihood of issuers causing significant harm to be invested by the Fund.

#### -----How were the indicators for adverse impacts on sustainability factors taken into account?

When assessing compliance of the Fund's sustainable investments with the DNSH principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS") as well as any of the optional indicators from Table 2 and 3 that are deemed to be relevant.

The Investment Manager performed an analysis at the level of each sustainable investment. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments and were not deemed eligible for the Fund.

#### -----Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The Fund did not invest in companies that, according to MSCI, do not observe the main international conventions (United Nations Global Compact principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights).

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.



## How did this financial product consider principal adverse impacts on sustainability factors?

Specific thresholds and criteria for the following PAIs were considered by the Fund:

- Greenhouse gas intensity;
- Board gender diversity;
- Violations of UNGC or OECD Guidelines for Multinational Enterprises;
- Exposure to controversial weapons.

- Greenhouse gas intensity

The Fund targeted decreasing greenhouse gas intensity by engaging with companies to encourage set emission reduction targets and disclose their climate change strategies. Please refer to the Templeton Global Equity Group Stewardship & Sustainability Report for examples of engagement on this topic.

<https://franklintempletonprod.widen.net/content/0v61urf9ld/pdf/tgeq-sustainable-investing-report-en.pdf>

Companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI Europe Small-Mid Cap Index, (cumulatively), on the PAI of greenhouse gas intensity Scope 1 and 2 were to be addressed through engagement, with a requirement to make improvements or establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. In the event of no improvement after 3 years, the Investment Manager will look to make use of a wide range of options, from voting against management at shareholder's meetings to selling the shares. There were no companies meeting this criterion as of 30 June 2024.

- Board gender diversity

Companies with no females on the board were to be addressed through engagement, with a requirement to add a female board member over a 3-year timeframe. In case of no improvement after 3 years, the Investment Manager will look to make use of a wide range of options, from voting against management at shareholder's meetings to selling the shares. There were no companies meeting these criteria as of 30 June 2024.

- Violations of UNGC Principles or OECD Guidelines for Multinational Enterprises

The Fund excluded from its portfolio investments in companies which had been involved in violations of UNGC Principles or OECD Guidelines for Multinational Enterprises.

- Exposure to controversial weapons

The Fund excluded from its portfolio investments in companies involved in the manufacture or selling of cluster munitions, antipersonnel land mines, biological and chemical weapons.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                   | Sector                 | % of Assets | Country        |
|-------------------------------------------------------|------------------------|-------------|----------------|
| ROLLS-ROYCE HOLDINGS PLC                              | Industrials            | 6.14%       | United Kingdom |
| Galp Energia, SGPS, S.A.                              | Energy                 | 4.38%       | Portugal       |
| CompuGroup Medical SE & Co. KGaA                      | Health Care            | 3.69%       | Germany        |
| Richter Gedeon Vegyeszeti Gyar Nyilvanosan Mukodo Rt. | Health Care            | 3.63%       | Hungary        |
| Covestro AG                                           | Materials              | 3.39%       | Germany        |
| Hensoldt AG                                           | Industrials            | 3.22%       | Germany        |
| FUCHS SE                                              | Materials              | 3.09%       | Germany        |
| PAYPOINT PLC                                          | Financials             | 3.06%       | United Kingdom |
| GREGGS PLC                                            | Consumer Discretionary | 3.00%       | United Kingdom |
| SFC Energy AG                                         | Industrials            | 2.89%       | Germany        |
| DASSAULT AVIATION SA                                  | Industrials            | 2.84%       | France         |
| DIASORIN S.P.A.                                       | Health Care            | 2.79%       | Italy          |
| Duerr Aktiengesellschaft                              | Industrials            | 2.77%       | Germany        |
| Euronext N.V.                                         | Financials             | 2.74%       | Netherlands    |
| ELIS SA                                               | Industrials            | 2.66%       | France         |



## What was the proportion of sustainability-related investments?

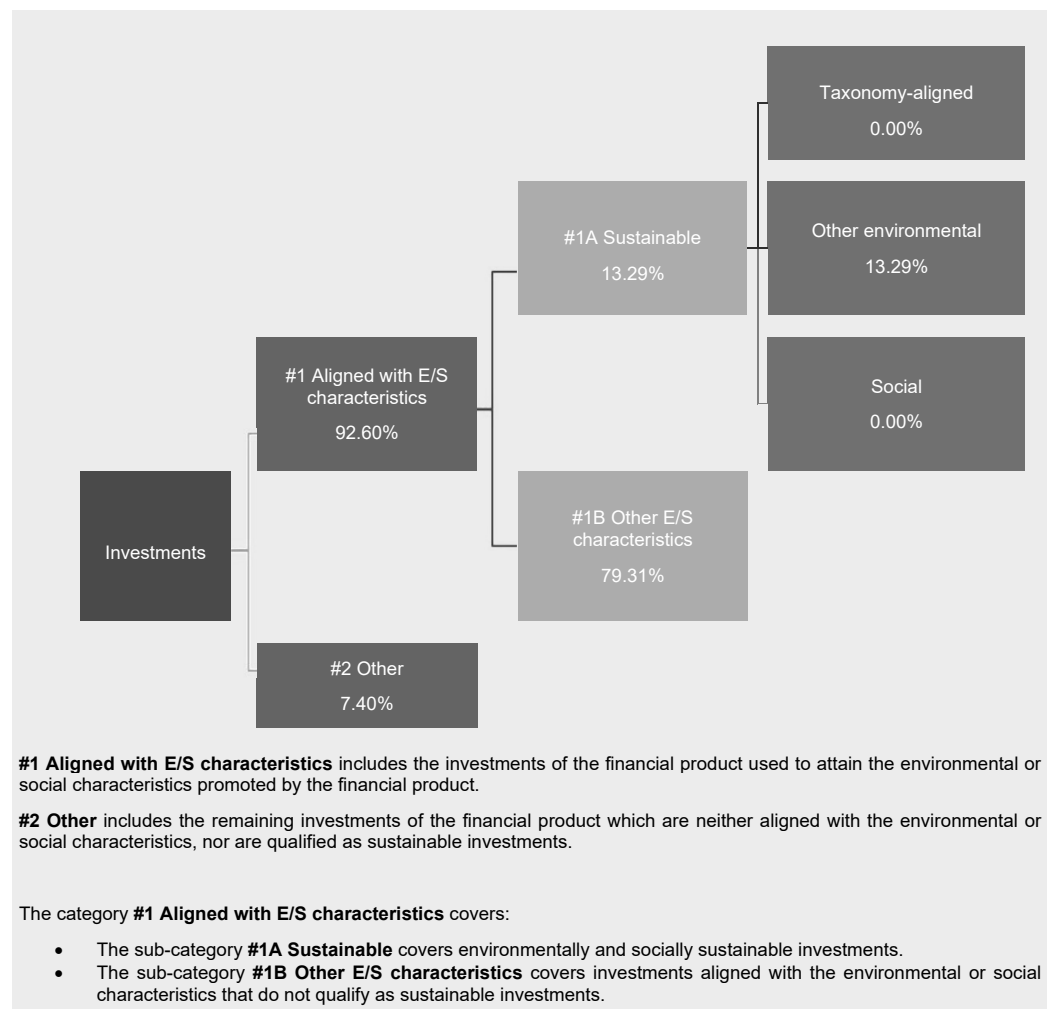
The proportion of sustainable investments was 13.29% as of 30 June 2024.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

92.60% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund as of 30 June 2024. The remaining portion (7.40%) was not aligned with the promoted characteristics and consisted of liquid assets held for liquidity purposes of the Fund and derivatives held for hedging purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 13.29% of its portfolio in sustainable investments.





● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                       | % of Assets |
|----------------------------------|-------------|
| Industrials                      | 31.84%      |
| Consumer Discretionary           | 15.30%      |
| Health Care                      | 11.95%      |
| Financials                       | 9.40%       |
| Materials                        | 8.95%       |
| Communication Services           | 4.65%       |
| Energy                           | 4.38%       |
| Information Technology           | 4.13%       |
| Real Estate                      | 3.25%       |
| Consumer Staples                 | 1.06%       |
| Top sub-sector                   | % of Assets |
| Aerospace & Defense              | 12.19%      |
| Chemicals                        | 6.48%       |
| Capital Markets                  | 6.34%       |
| Commercial Services & Supplies   | 5.28%       |
| Specialty Retail                 | 5.17%       |
| Health Care Equipment & Supplies | 4.63%       |
| Oil, Gas & Consumable Fuels      | 4.38%       |
| Professional Services            | 4.28%       |
| Electrical Equipment             | 3.82%       |
| Health Care Technology           | 3.69%       |
| Pharmaceuticals                  | 3.63%       |
| Financial Services               | 3.06%       |
| Trading Companies & Distributors | 3.06%       |
| Hotels, Restaurants & Leisure    | 3.00%       |
| Media                            | 2.95%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

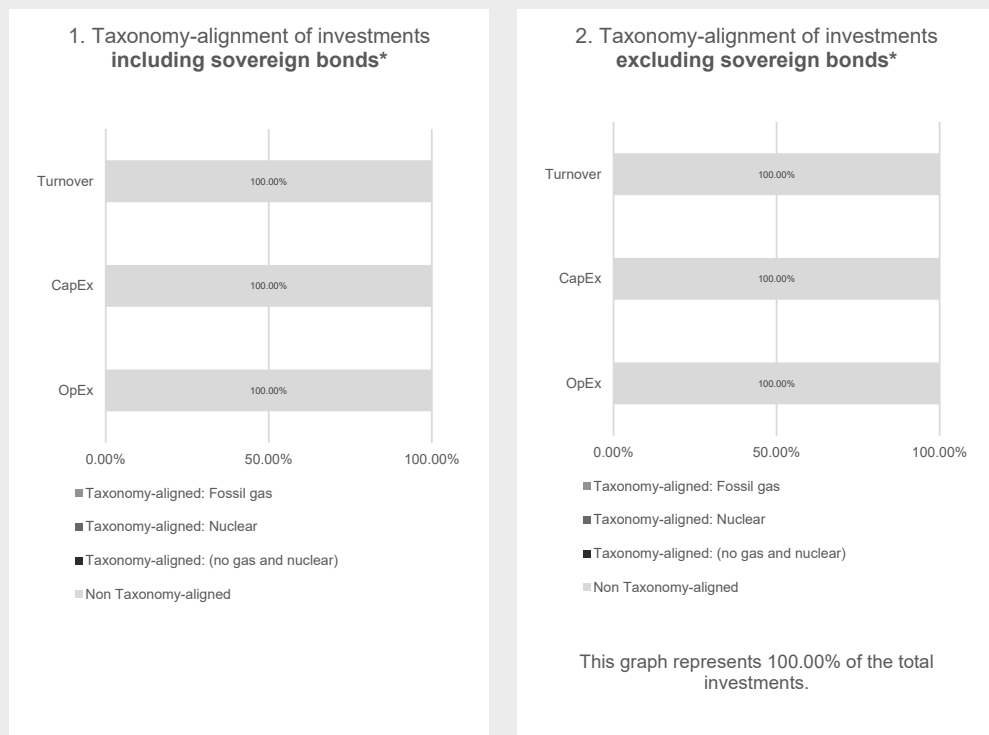
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective that were not Taxonomy-aligned was 13.29% as of 30 June 2024.

- **What was the share of socially sustainable investments?**

The proportion of socially sustainable investments was 0% as of 30 June 2024.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Other” was 7.40% as of 30 June 2024 and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes, as well as derivatives used for hedging and/or efficient portfolio management purposes.

The Investment Manager applied minimum environmental safeguards by verifying that the counterparties used for derivative transactions and placement of deposits meet the EU Taxonomy Safeguards, as assessed by MSCI. Counterparties not meeting such criteria were not used by the Fund.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy, which were not at the discretion of the Investment Manager, and that have been employed in order to meet the environmental and/or social characteristics can be summarized as follows:

- The Fund excluded companies scoring 5 according to the Investment Manager's proprietary ESG methodology;
- The Fund committed to engage with companies scoring 4, according to the Investment Manager's proprietary ESG methodology. No companies held as of 30 June 2024 scored a 4;
- The Fund committed to engage with companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI Europe Small-Mid Cap Index (cumulatively) on greenhouse gas intensity (Scope 1 and 2) with a requirement to make improvements or establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. No companies held as of 30 June 2024 met this criterion;
- The Fund committed to engage with companies with no females on the board of directors, with a requirement to add a female board member over a 3-year timeframe. No companies held as of 30 June 2024 met this criterion;
- The Fund applied the ESG exclusions as further detailed in section “What investment strategy does this financial product follow?” in the Fund's pre-contractual disclosure.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton European Sustainability Improvers Fund (the “Fund”)



FRANKLIN  
TEMPLETON

Legal Entity Identifier: 549300I9QGXC4U81ZY46

## Environmental and/or social characteristics

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

### Did this financial product have a sustainable investment objective?

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
- ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 69.11% of sustainable investments
- ☒ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and social characteristics promoted by the Fund consisted of, inter alia, environmental positive outcomes (e.g., reduction of greenhouse gas emissions, waste management, natural resource conservation, energy use) as well as social positive outcomes (diversity, equity and inclusion, health and wellbeing, good human capital management practices, board gender diversity).

The Investment Manager sought to attain these characteristics by:

- Excluding certain issuers and sectors considered by the Investment Manager as harmful for the society,
- Favouring issuers with a good and improving environmental, social and governance (the “ESG”) profile, as captured by its proprietary ESG methodology,
- Engaging with issuers which are considered as underperformers in terms of specific ESG metrics.

In this regard, the Fund allocated 96.21% of its assets to investments aligned with E/S characteristics, as of 30 June 2024.

Each company holding was assigned a measurable improvement target, whose achievement will contribute to positive environmental or social outcomes. The six positive outcome areas, which contribute to the United Nations Sustainable Development Goals (“UN SDGs”), and include 3 social and 3 environmental, are:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);
- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth’s temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

The Fund also has a minimum allocation of 15% of its portfolio to sustainable investments with an environmental objective and 5% of its portfolio to sustainable investments with a social objective. Each sustainable investment is contributing to one of the above positive outcome areas.

The Fund also has a minimum allocation of 1% to sustainable investments with an environmental objective aligned with the EU Taxonomy, which is included in the minimum 15% allocation to sustainable investments with an environmental objective.

In this regard, the Fund allocated 55.35% of its assets to sustainable investments by investing in companies that demonstrate positive sustainable contribution to positive environmental and social outcomes, and the Fund's EU Taxonomy alignment was 6.71% as of 30 June 2024.

No reference benchmark has been designated with the purpose of attaining the environmental or social characteristics promoted by the Fund.

#### Sustainability

**indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

### ● **How did the sustainability indicators perform?**

The Fund has high exposure to companies positively contributing to the United Nations Sustainable Development Goals (the "UN SDGs"). In addition, all companies have been assigned improvement targets related to material environmental or social factors, which are positively aligned to the UN SDGs.

- During the past year, The Investment Manager engaged with 13 holdings, or 41% of equity assets under management (as of 30 June 2024) to influence positive change related to sustainability and/or governance issues.
- The Investment Manager also conducted engagements for change or to develop insights during the year across 29 holdings representing 84% of equity assets under management (as of 30 June 2024). The latter included discussions to confirm the Fund's improvement targets were appropriate and consistent with the company's strategy.
- All of the companies held were invested in companies rated average or better based on the Investment Manager's proprietary methodology, as of 30 June 2024.

Below are details on the sustainability indicators used to measure the attainment of the environmental and social characteristics promoted by the Fund.

| Sustainability KPI Name                                                                                                                       | Value   |
|-----------------------------------------------------------------------------------------------------------------------------------------------|---------|
| Percentage of the portfolio invested in companies with alignment to the selected United Nations Sustainable Development Goals (the "UN SDGs") | 55.00%  |
| Number of investee companies with which the Investment Manager engages                                                                        | 42.00   |
| Share of investee companies rated 1 (exceptional) by the Investment Manager's proprietary ESG methodology                                     | 4.58%   |
| Share of investee companies rated 2 (above average) by the Investment Manager's proprietary ESG methodology                                   | 70.02%  |
| Share of investee companies rated 3 (average) by the Investment Manager's proprietary ESG methodology                                         | 25.40%  |
| Share of investee companies rated 4 (poor) by the Investment Manager's proprietary ESG methodology                                            | 0.00%   |
| Percent of companies held that ranked in the worst quintile and greater than half the weighted average carbon intensity of MSCI Europe.       | 0.00%   |
| Percent of companies held that had no females on the board (weighted average = 42%)                                                           | 0.00%   |
| Percent of companies held that have emissions reduction targets                                                                               | 100.00% |
| Percent of companies held that have implemented a human rights policy                                                                         | 100.00% |
| Weighted average percent of women in the workforce                                                                                            | 36.00%  |
| Percentage of investee companies held conducting employee satisfaction surveys                                                                | 94.00%  |
| Percentage of investee companies held providing non-compensation benefits                                                                     | 74.00%  |

### ● **... And compared to previous periods?**

Not applicable as there were no prior reference periods.

### ● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The sustainable investments of the Fund comprised equity securities issued by companies which contributed, through their products or services, to positive environmental or social outcomes. The six positive outcome areas, which contribute to the United Nations Sustainable Development Goals ("UN SDGs"), and include 3 social and 3 environmental, are:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);
- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

The Investment Manager used a combination of third-party global norms-based screening including UN Global Compact (UNGC) compliance, third party controversy scores, assessment of PAI and other material environmental, social, and governance factors, which were embedded in the Investment Manager's fundamental research and proprietary ESG ratings process to review if investments cause significant harm to any sustainable investment objective. In addition, the Fund applied exclusions that further reduce the likelihood of issuers causing significant harm to be invested by the Fund.

### **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's sustainable investments with the DNSH principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS") as well as any of the optional indicators from Table 2 and 3 that are deemed to be relevant.

The Investment Manager performed an analysis at the level of each sustainable investment. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments and were not deemed eligible for the Fund.

### **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The Fund did not invest in companies that, according to MSCI, do not observe the main international conventions (United Nations Global Compact principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights).

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



### **How did this financial product consider principal adverse impacts on sustainability factors?**

Specific thresholds and criteria for the following PAIs were considered by the Fund:

- Greenhouse gas intensity;
- Board gender diversity;
- Violations of UNGC or OECD Guidelines for Multinational Enterprises;
- Exposure to controversial weapons.
  - Greenhouse gas intensity

The Fund targeted decreasing greenhouse gas intensity by engaging with companies to encourage set emission reduction targets and disclose their climate change strategies. Please refer to the Templeton Global Equity Group Stewardship & Sustainability Report for examples of engagement on this topic, including with Fund holdings Infineon Technologies and Veolia Environnement.

<https://franklintempletonprod.widen.net/content/0v61urf9ld/pdf/tgeg-sustainable-investing-report-en.pdf>

Companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI Europe Index, (cumulatively), on the PAI of greenhouse gas intensity Scope 1 and 2 were to be addressed through engagement, with a requirement to make improvements or establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. In the event of no improvement after 3 years, the Investment Manager takes all reasonable means to divest within a 6-month period. There were no companies meeting this criterion as of 30 June 2024.

- Board gender diversity

Companies with no females on the board were to be addressed through engagement, with a requirement to add a female board member over a 3-year timeframe. In case of no improvement after 3 years, the Investment Manager takes all reasonable means to divest within a 6-month period. There were no companies meeting these criteria as of 30 June 2024.

- Violations of UNGC Principles or OECD Guidelines for Multinational Enterprises

The Fund excluded from its portfolio investments in companies which had been involved in violations of UNGC Principles or OECD Guidelines for Multinational Enterprises.

- Exposure to controversial weapons

The Fund excluded from its portfolio investments in companies involved in the manufacture or selling of cluster munitions, antipersonnel land mines, biological and chemical weapons.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2024-03-25 - 2024-06-30.

| Largest investments      | Sector                 | % of Assets | Country                  |
|--------------------------|------------------------|-------------|--------------------------|
| SSE PLC                  | Utilities              | 4.77%       | United Kingdom           |
| VEOLIA ENVIRONNEMENT SA  | Utilities              | 4.76%       | France                   |
| Norsk Hydro ASA          | Materials              | 4.33%       | Norway                   |
| PRYSMIAN S.P.A.          | Industrials            | 4.13%       | Italy                    |
| ING Groep N.V.           | Financials             | 3.96%       | Netherlands              |
| Stellantis N.V.          | Consumer Discretionary | 3.82%       | United States of America |
| Infineon Technologies AG | Information Technology | 3.78%       | Germany                  |
| ANTOFAGASTA PLC          | Materials              | 3.53%       | United Kingdom           |
| UNILEVER PLC             | Consumer Staples       | 3.43%       | United Kingdom           |
| BP P.L.C.                | Energy                 | 3.41%       | United Kingdom           |
| Deutsche Telekom AG      | Communication Services | 3.18%       | Germany                  |
| SPIE SA                  | Industrials            | 3.16%       | France                   |
| SANOFI SA                | Health Care            | 3.02%       | France                   |
| LLOYDS BANKING GROUP PLC | Financials             | 3.00%       | United Kingdom           |
| ADIDAS AG                | Consumer Discretionary | 2.83%       | Germany                  |



## What was the proportion of sustainability-related investments?

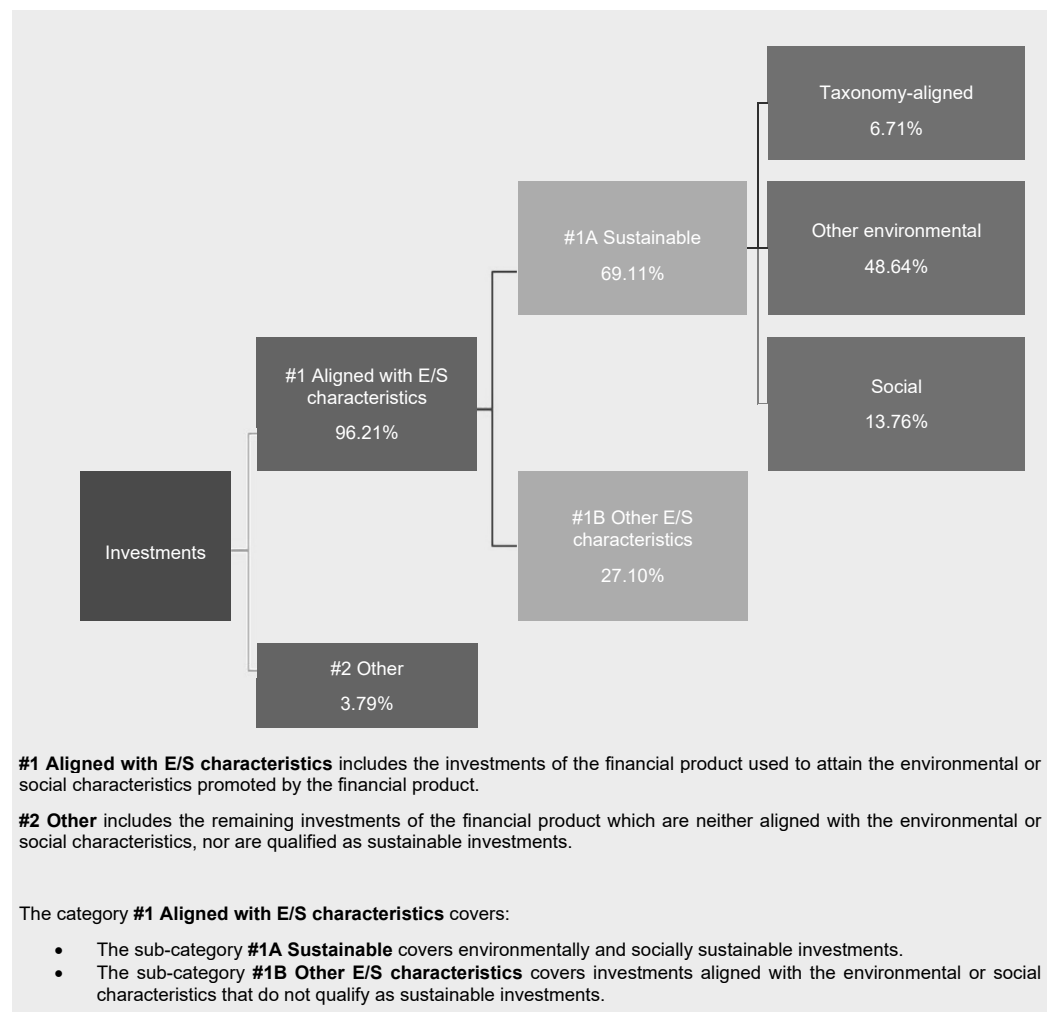
The proportion of sustainable investments was 69.11% as of 30 June 2024.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

96.21% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund as of 30 June 2024. The remaining portion (3.79%) was not aligned with the promoted characteristics and consisted of liquid assets held for liquidity purposes of the Fund and derivatives held for hedging purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 69.11% of its portfolio in sustainable investments.





● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                               | % of Assets |
|------------------------------------------|-------------|
| Industrials                              | 20.20%      |
| Consumer Discretionary                   | 13.76%      |
| Financials                               | 12.04%      |
| Materials                                | 9.88%       |
| Utilities                                | 9.53%       |
| Consumer Staples                         | 8.21%       |
| Health Care                              | 7.04%       |
| Energy                                   | 6.13%       |
| Information Technology                   | 6.13%       |
| Communication Services                   | 3.18%       |
| Top sub-sector                           | % of Assets |
| Banks                                    | 8.21%       |
| Metals & Mining                          | 7.86%       |
| Textiles, Apparel & Luxury Goods         | 6.19%       |
| Oil, Gas & Consumable Fuels              | 6.13%       |
| Machinery                                | 5.02%       |
| Electric Utilities                       | 4.77%       |
| Multi-Utilities                          | 4.76%       |
| Electrical Equipment                     | 4.13%       |
| Food Products                            | 3.87%       |
| Automobiles                              | 3.82%       |
| Semiconductors & Semiconductor Equipment | 3.78%       |
| Personal Care Products                   | 3.43%       |
| Diversified Telecommunication Services   | 3.18%       |
| Commercial Services & Supplies           | 3.16%       |
| Pharmaceuticals                          | 3.02%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund invested 6.71% of its net assets in sustainable investments with an environmental objective aligned with the EU Taxonomy as of June 30, 2024.

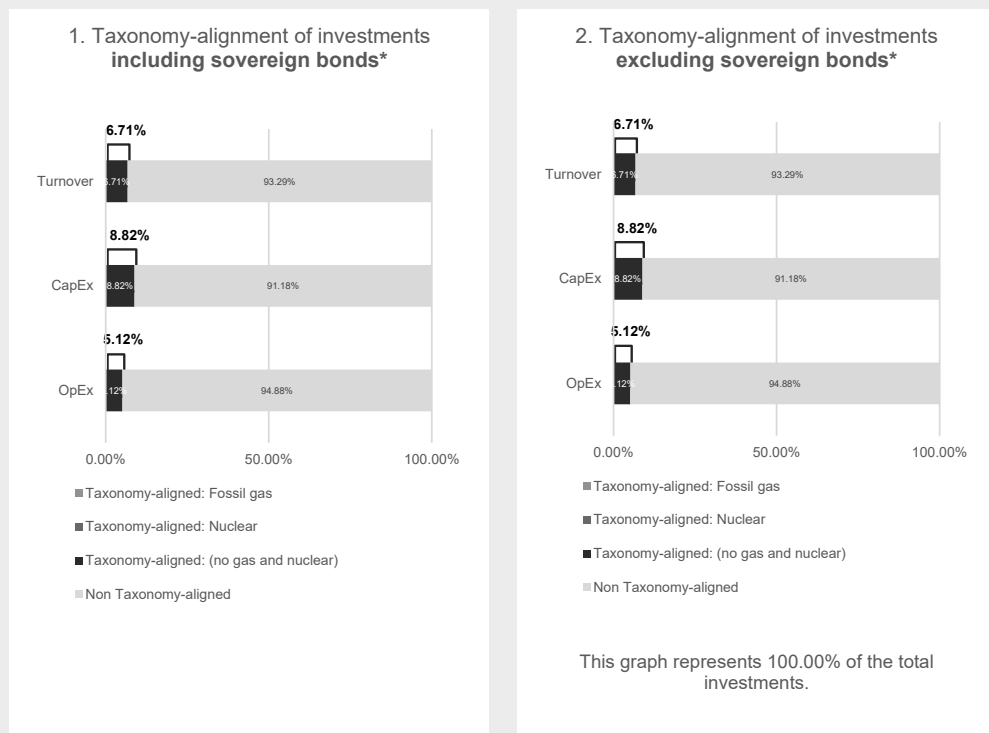
6.71% of the Fund's investments contributed to the climate change mitigation objective.

The Taxonomy-alignment of the investments mentioned above has not been subject to an assurance provided by an auditor or a third-party.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

- ☐ Yes
- ☐ In fossil gas ☐ In nuclear energy
- ☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

**Will the compliance of the above percentage of taxonomy-alignment be subject to an assurance provided by an auditor or a third-party?**

☐ Yes

☒ No

● **What was the share of investments made in transitional and enabling activities?**

This has not been calculated.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.



**What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective that were not Taxonomy-aligned was 48.64% as of 30 June 2024.



**What was the share of socially sustainable investments?**

The proportion of socially sustainable investments was 13.76% as of 30 June 2024.



**What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Other” was 3.79% as of 30 June 2024 and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes, as well as derivatives used for hedging and/or efficient portfolio management purposes.

The Investment Manager applied minimum environmental safeguards by verifying that the counterparties used for derivative transactions and placement of deposits meet the EU Taxonomy Safeguards, as assessed by MSCI. Counterparties not meeting such criteria were not used by the Fund.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy, which were not at the discretion of the Investment Manager, and that have been employed in order to meet the environmental and/or social characteristics can be summarized as follows:

- The Fund excluded companies scoring 5 according to the Investment Manager’s proprietary ESG methodology;
- The Fund committed to engage with companies scoring 4, according to the Investment Manager’s proprietary ESG methodology, subject to the active engagement of those companies to drive an improvement in the scoring to a 3 within a three-year timeframe. No companies held as of 30 June 2024 scored a 4;
- The Fund committed to engage with companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI Europe Index (cumulatively) on greenhouse gas intensity (Scope 1 and 2) with a requirement to make improvements or establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. No companies held as of 30 June 2024 met this criterion;
- The Fund committed to engage with companies with no females on the board of directors, with a requirement to add a female board member over a 3-year timeframe. No companies held as of 30 June 2024 met this criterion;
- The Fund committed to engage with companies reporting a deterioration in the targeted KPI. Failure to report an improvement within two full years after the first publication of the KPI deterioration will result in divestment. There were no prior reference periods to measure improvement, as this Fund adopted its current policies in March 2024;
- The Fund committed to divest from companies that make no progress against sustainability KPIs over a three-year period. There were no prior reference periods to measure improvement;
- The Fund applied the ESG exclusions as further detailed in section “What investment strategy does this financial product follow?” of the pre-contractual disclosure of the Fund.
- The Fund committed to conduct engagement with a minimum of 50% of the portfolio, measured both in number of names and in AuM. During the past year, The Investment Manager engaged with 13 holdings, or 41% of equity assets under management (as of 30 June 2024) to influence positive change related to sustainability issues. The Investment Manager also conducted engagements for change or to develop insights during the year across 29 holdings representing 84% of equity assets under management (as of 30 June 2024). The latter included discussions to confirm the Fund’s improvement targets were appropriate and consistent with the company’s strategy.



## How did this financial product perform compared to the reference benchmark?

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Global Bond (Euro) Fund (the "Fund")

Legal Entity Identifier: GVEB5FR7K0S8BJ1KRI44



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 9.92% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund promoted broad environmental and/or social characteristics, by using a proprietary environmental, social and governance (the "ESG") rating methodology, the Templeton Global Macro ESG Index (the "TGM-ESGI") to:

- Screen out government bonds of the poorest performing countries in each of the ESG categories until the exclusions reached 10% of the Fund's investment universe dedicated to sovereign bonds; and
- Commit to a weighted average base ESG score of the sovereign bonds (including supranational bonds and also the notional value of net long positions in related derivatives) in the Fund's portfolio to be higher than the average base ESG score of the investment universe dedicated to sovereign bonds.

The portion of the investment universe dedicated to sovereign bonds of the Fund's portfolio had been constructed based on a universe of sovereign issuers with historic data of bond issuance, and excluding countries:

- With no current debt outstanding;
- Recorded as sanctioned by the United States Office of Foreign Assets Control (the "US OFAC"), the European Union (the "EU") or the United Nations (the "UN");
- Which did not have any debt in issuance denominated in euro or US dollar and did not have a local custodian entity meeting the legal and regulatory requirements applicable to the Fund and its custody partners; and
- Any country where foreign ownership of sovereign bonds was not permitted or not reasonably practicable due to legal or regulatory restrictions.

The portion of the investment universe dedicated to supranational bonds of the Fund's portfolio was constructed by supranational issuers that have MSCI ESG ratings.

In addition, the Fund promoted positive environmental and/or social outcomes by investing 9.92% of its portfolio in green bonds, where the use of proceeds has been specified by the issuer and verified by a third party or Franklin Advisers, Inc. (the "Investment Manager"), to benefit underlying environmental projects.

The Fund's weighted average base ESG score was 60.79 and the investment universe average base ESG score was 53.98 over the reference period.

The Fund did not use a reference benchmark to which it aligned the environmental and/or social characteristics that the Fund promoted.

In this regard, the Fund allocated 89.42% of its assets to investments aligned with the E/S characteristics over the reference period.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

## ● **How did the sustainability indicators perform?**

The sustainability indicators performed as anticipated. Values below are as of 30 June 2024.

| Sustainability KPI Name                                                                                   | Value |
|-----------------------------------------------------------------------------------------------------------|-------|
| The share of sovereign issuers having exposure to, or ties with the sectors and the additional exclusions | 0.00% |
| The ESG score difference between the Fund's portfolio and the investment universe; and                    | 6.81  |
| The percentage of investments in green bonds.                                                             | 9.92% |

## ● **... And compared to previous periods?**

The values were in line with previous periods.

| Sustainability KPI Name                                                                                   | Sustainability KPI historical comparison |        |
|-----------------------------------------------------------------------------------------------------------|------------------------------------------|--------|
|                                                                                                           | 2024                                     | 2023   |
| Sustainability KPI Name                                                                                   | Value                                    | Value  |
| The share of sovereign issuers having exposure to, or ties with the sectors and the additional exclusions | 0.00%                                    | 0.00%  |
| The ESG score difference between the Fund's portfolio and the investment universe; and                    | 6.81                                     | 3.34   |
| The percentage of investments in green bonds.                                                             | 9.92%                                    | 10.28% |

## ● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The Fund invested 9.92% of its portfolio in green bonds, where the use of proceeds had been specified by the issuer, and verified by a third party or the Investment Manager, to benefit underlying environmental projects such as but not limited to:

- The efficient use of energy, raw materials, water and land;
- The production of renewable energy;
- The reduction of waste, greenhouse gas emissions and lower impact of economic activities on biodiversity; and
- The development of circular economy.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

## ● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

For sovereign issuers, the relevant principal adverse impacts (the "PAIs") on social violations were assessed through a proprietary responsibility index that incorporated indicators on global cooperation, human rights, and civil liberties among others. For every sustainable investment targeted by the Investment Manager, an assessment of the materiality of PAIs to the underlying investment was made, documented and the probability of adverse impact was estimated. After this assessment, the Investment Manager determined whether an investment had no, low, moderate, severe or very severe adverse impact. The Investment Manager did not make investments that fell in the severe/very severe category.

## ----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS"), to the extent they were relevant for the investments contemplated by the Fund and other data points deemed by the Investment Manager as proxies for adverse impact. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments. While assessing eligible green bonds, the Investment Manager reviewed and documented the materiality of PAIs for the project.

## Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The sustainable investments in the Fund's portfolio were solely bonds issued by sovereign countries or supranational organisations. The Organisation for Economic Cooperation and Development Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights were not applicable to such investments.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

During the period, the following principal adverse impacts (the "PAIs") were considered for sovereign and supranational issuers:

- Greenhouse gas emissions; and
- Social violations.

Greenhouse gas emissions of investee countries were monitored through greenhouse gas intensity Scope 1 data points.

Social violations by the investee countries, were monitored as part of the TGM-ESGI, where the Investment Manager reviewed institutional strength, social cohesion and stability and income equality among others. This is in addition to explicitly excluding countries subject to international sanctions, including those imposed by the UN, EU or US OFAC.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                                   | Sector           | % of Assets | Country            |
|-------------------------------------------------------|------------------|-------------|--------------------|
| Republica de Colombia                                 | Government bonds | 8.97%       | Colombia           |
| Government of the Republic of Korea                   | Government bonds | 8.51%       | South Korea        |
| Kerajaan Malaysia                                     | Government bonds | 8.16%       | Malaysia           |
| Republica Federativa do Brasil                        | Government bonds | 8.02%       | Brazil             |
| Pemerintah Republik Indonesia                         | Government bonds | 7.43%       | Indonesia          |
| Republic of India                                     | Government bonds | 7.15%       | India              |
| Sultanate of Oman                                     | Government bonds | 6.15%       | Oman               |
| International Bank for Reconstruction and Development | Government bonds | 6.02%       | Supranational      |
| United States of America                              | Government bonds | 5.51%       | United States      |
| Romania                                               | Government bonds | 5.15%       | Romania            |
| Gobierno de la Republica de Panama                    | Government bonds | 3.41%       | Panama             |
| Credit Agricole Group                                 | Financials       | 3.40%       | France             |
| Arab Republic of Egypt                                | Government bonds | 3.16%       | Egypt              |
| Gobierno de la Republica Dominicana                   | Government bonds | 2.36%       | Dominican Republic |
| New South Wales Treasury Corporation                  | Government bonds | 1.71%       | Australia          |



## What was the proportion of sustainability-related investments?

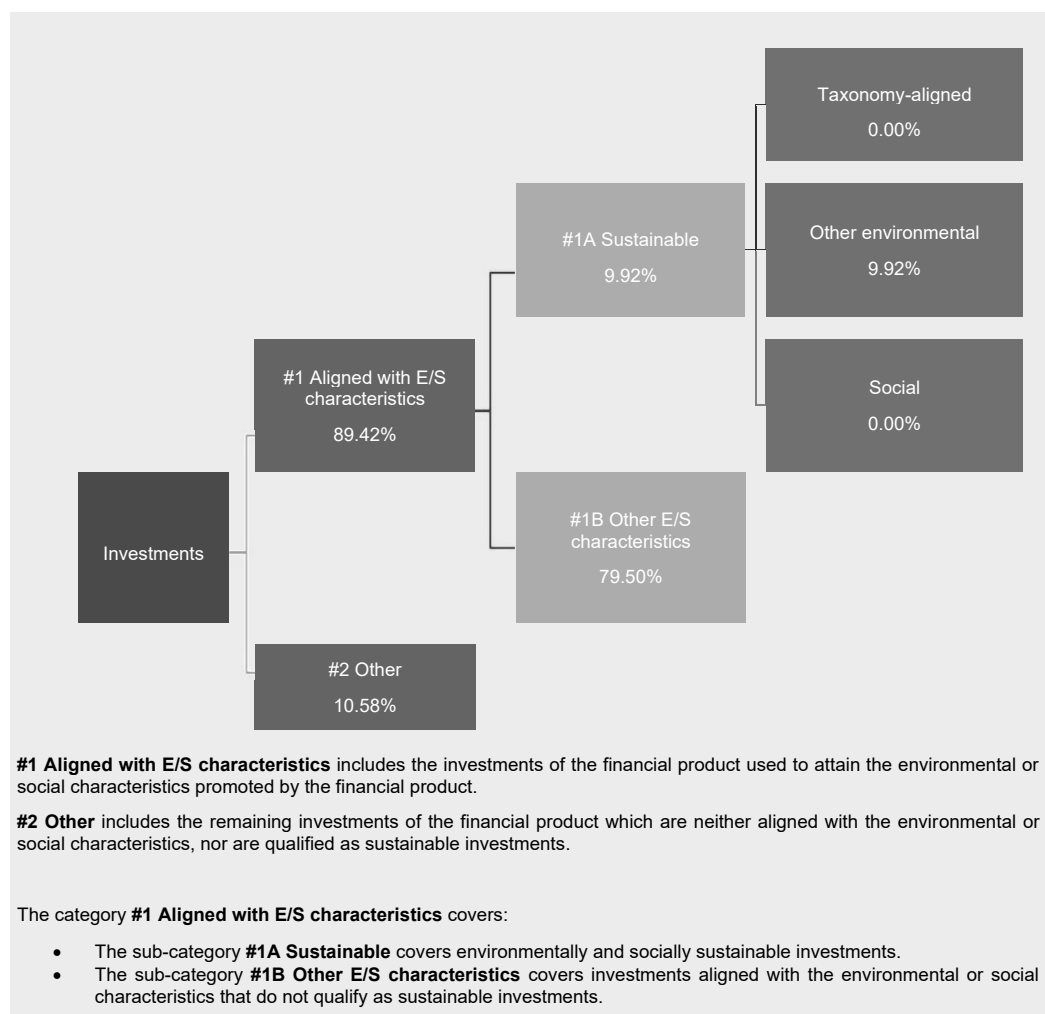
The proportion of sustainable investments was 9.92%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

89.42% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund over the reference period. The remaining portion (10.58%) was not aligned with the promoted characteristics and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and/or to serve as collateral for derivatives and undertakings for collective investment in transferable securities and undertakings for collective investment for liquidity management purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 9.92% of its portfolio in sustainable investments over the reference period.



### In which economic sectors were the investments made?

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector       | % of Assets |
|------------------|-------------|
| Government bonds | 88.95%      |
| Top sub-sector   | % of Assets |
| Government bonds | 88.95%      |



To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

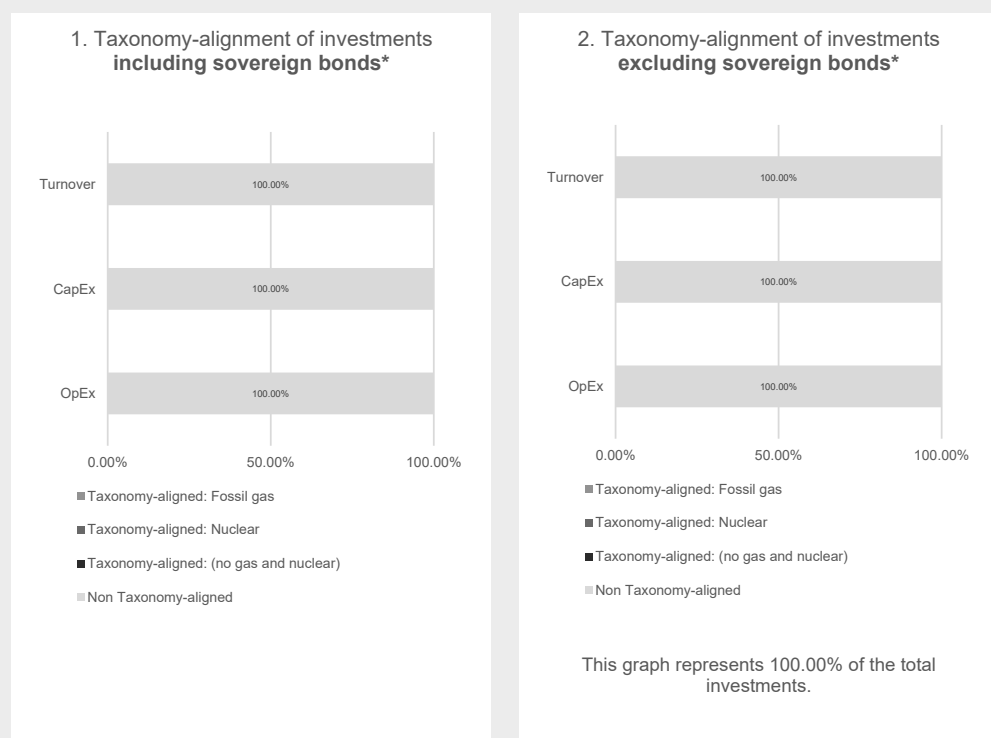
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

In line with its investment strategy, namely, the Fund's commitment to make a minimum proportion 'sustainable investments' with an environmental objective as per the SFDR art. 2(17) that do not qualify as environmentally sustainable under the EU Taxonomy Regulation, 9.92% of the Fund was comprised of 'sustainable investments' with an environmental objective that do not qualify as environmentally sustainable under the EU Taxonomy over the reference period.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under '#2 Other' was 10.58% and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and/or to serve as collateral for derivatives and undertakings for collective investment in transferable securities, for which there were no minimum environmental or social safeguards.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy, which were not at the discretion of the Investment Manager, and that have been employed in order to meet the environmental and/or social characteristics can be summarized as follows:

- The Fund excluded countries and issuers that were subject to international economic sanctions, including sanctions imposed by the UN, the EU or the US OFAC;
- The Fund excluded of government bonds of the poorest performing countries in each of the ESG categories based on current proprietary country scores until the exclusions reached 10% of the Fund's investment universe dedicated to sovereign bonds;
- The Fund invested more than 5% of the portfolio (9.92%) in green bonds qualifying as sustainable investments; and
- The Fund achieved a weighted average base ESG score of the sovereign bonds (including supranational bonds and also the notional value of net long positions in related derivatives) in the Fund's portfolio is higher than the average base ESG score of the investment universe dedicated to sovereign bonds.

For the purpose of restricting the investment universe, exclusions based on countries subject to international sanctions were applied first. The exclusion of countries with the weakest ESG scores was applied to the remaining investment universe.

Exclusions of the weakest scoring countries occurred sequentially, beginning with the removal of the poorest scoring country according to TGM-ESG's environmental score, then the country within the remaining universe with the weakest social score, and finally the country with the weakest governance score was removed. This process was repeated until 10% of the universe had been excluded.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Global Bond Fund (the "Fund")

Legal Entity Identifier: 5SLKA4UT9B55J80BUH41



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ ☐ **YES**

- ☐ It made **sustainable investments with an environmental objective: 0.00%**
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made **sustainable investments with a social objective: 0.00%**

☒ ☒ **NO**

- ☐ It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☐ with a social objective
- ☒ It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Fund promoted broad environmental and/or social characteristics, by using a proprietary environmental, social and governance (the "ESG") rating methodology, the Templeton Global Macro ESG Index (the "TGM-ESGI") to:

- Screen out government bonds of the poorest performing countries in each of the ESG categories until the exclusions reached 10% of the Fund's investment universe dedicated to sovereign bonds; and
- Commit to a weighted average base ESG score of the sovereign bonds (including supranational bonds and also the notional value of net long positions in related derivatives) in the Fund's portfolio to be higher than the average base ESG score of the investment universe dedicated to sovereign bonds.

The portion of the investment universe dedicated to sovereign bonds of the Fund's portfolio was constructed based on the universe of sovereign issuers with historic data of bond issuance, and excluding issuers from countries:

- With no current debt outstanding;
- Recorded as sanctioned by the United States Office of Foreign Assets Control (the "US OFAC"), the European Union (the "EU") or the United Nations (the "UN");
- Which did not have any debt in issuance denominated in euro or US dollar and did not have a local custodian entity meeting the legal and regulatory requirements applicable to the Fund and its custody partners; and
- Any country where foreign ownership of sovereign bonds was not permitted or not reasonably practicable due to legal or regulatory restrictions.

The portion of investment universe dedicated to the supranational bonds of the Fund's portfolio was constructed by issuers that had MSCI ESG ratings.

The Fund's weighted average base ESG score was 65.19 and the investment universe average base ESG score was 53.99 over the reference period.

No reference benchmark was designated to attain the environmental and/or social characteristics promoted.

In this regard, the Fund allocated 88.45% of its assets to investments aligned with the E/S characteristics over the reference period.

**Sustainability indicators**

measure how the environmental or social characteristics promoted by the financial product are attained.

### ● **How did the sustainability indicators perform?**

The sustainability indicators performed as anticipated. Values below are as of 30 June 2024.

| Sustainability KPI Name                                                                                   | Value |
|-----------------------------------------------------------------------------------------------------------|-------|
| The share of sovereign issuers having exposure to, or ties with the sectors and the additional exclusions | 0.00% |
| The ESG score difference between the Fund's portfolio and the investment universe                         | 11.20 |

### ● **... And compared to previous periods?**

The values were in line with previous periods.

| Sustainability KPI Name                                                                                   | Sustainability KPI historical comparison |       |
|-----------------------------------------------------------------------------------------------------------|------------------------------------------|-------|
|                                                                                                           | 2024                                     | 2023  |
| Value                                                                                                     | Value                                    | Value |
| The share of sovereign issuers having exposure to, or ties with the sectors and the additional exclusions | 0.00%                                    | 0.00% |
| The ESG score difference between the Fund's portfolio and the investment universe                         | 11.20                                    | 10.44 |

### ● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

Not applicable.

### ● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable.

#### ----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable.

#### ----- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable.

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



### **How did this financial product consider principal adverse impacts on sustainability factors?**

During the period, the following principal adverse impacts (the "PAIs") were considered for sovereign and supranational issuers:

- Greenhouse gas emissions; and
- Social violations

Greenhouse gas emissions of the investee countries were monitored through greenhouse gas intensity Scope 1 data points.

Social violations by the investee countries were monitored as part of Franklin Advisers, Inc. (the "Investment Manager")'s proprietary environmental, social and governance (the "ESG") index, the Templeton Global Macro ESG Index (the "TGM-ESGI"), where the Investment Manager reviewed institutional strength, social cohesion and stability, and income equality among others. This is in addition to explicitly excluding countries subject to international sanctions, including those imposed by the UN, EU or US OFAC.



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash and derivatives, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                  | Sector           | % of Assets | Country       |
|--------------------------------------|------------------|-------------|---------------|
| Kerajaan Malaysia                    | Government bonds | 8.20%       | Malaysia      |
| Republica Federativa do Brasil       | Government bonds | 7.17%       | Brazil        |
| Government of the Republic of Korea  | Government bonds | 6.93%       | South Korea   |
| Pemerintah Republik Indonesia        | Government bonds | 6.71%       | Indonesia     |
| Republica de Colombia                | Government bonds | 6.55%       | Colombia      |
| Republic of India                    | Government bonds | 6.30%       | India         |
| New South Wales Treasury Corporation | Government bonds | 4.55%       | Australia     |
| Japan                                | Government bonds | 4.47%       | Japan         |
| Estados Unidos Mexicanos             | Government bonds | 4.46%       | Mexico        |
| QUEENSLAND TREASURY CORPORATION      | Government bonds | 4.43%       | Australia     |
| Treasury Corporation Of Victoria     | Government bonds | 4.42%       | Australia     |
| Bundesrepublik Deutschland           | Government bonds | 3.86%       | Germany       |
| United States of America             | Government bonds | 3.73%       | United States |
| Republic of Singapore                | Government bonds | 3.58%       | Singapore     |
| Gobierno de la Republica de Panama   | Government bonds | 3.31%       | Panama        |



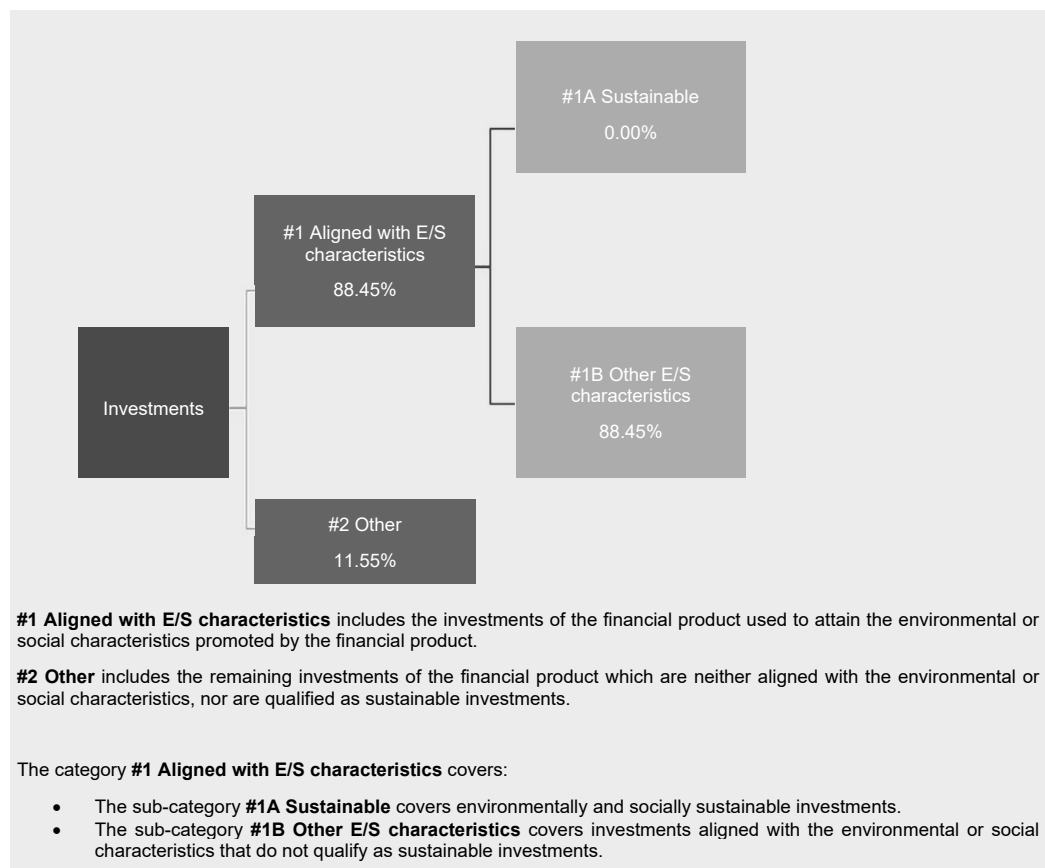
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 0%.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

88.45% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund over the reference period. The remaining portion (11.55%) was not aligned with the promoted characteristics and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and/or to serve as collateral for derivatives and undertakings for collective investment in transferable securities and undertakings for collective investment for liquidity management purposes.



### In which economic sectors were the investments made?

The top sectors and sub-sectors of this Fund during the reference period, excluding cash and derivatives, were:

| Top sector       | % of Assets |
|------------------|-------------|
| Government bonds | 88.31%      |
| Top sub-sector   | % of Assets |
| Government bonds | 88.31%      |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



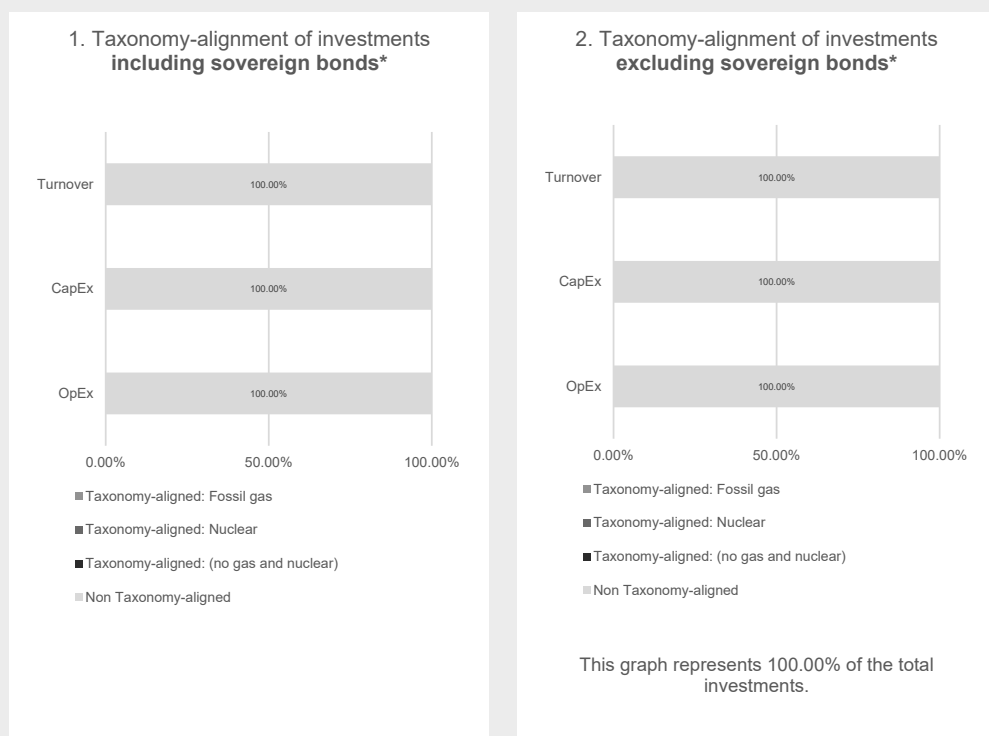
## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

- ☐ Yes
- ☐ In fossil gas ☐ In nuclear energy
- ☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

## What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

- **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

Not applicable.

- **What was the share of socially sustainable investments?**

Not applicable.

- **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under ‘#2 Other’ was 11.55% and consisted of liquid assets held for the purposes of servicing the day-to-day requirements of the Fund and/or to serve as collateral for derivatives and undertakings for collective investment in transferable securities, for which there were no minimum environmental or social safeguards.



- **What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy, which were not at the discretion of the Investment Manager, and that have been employed in order to meet the environmental and/or social characteristics can be summarized as follows:

- The Fund excluded countries and issuers that were subject to international economic sanctions, including sanctions imposed by the UN, the EU or the US OFAC;
- The Fund excluded government bonds of the poorest performing countries in each of the ESG categories based on current proprietary country scores until the exclusions reached 10% of the Fund’s investment universe dedicated to sovereign bonds; and
- The Fund achieved a weighted average base ESG score of the sovereign bonds (including supranational bonds and also the notional value of net long positions in related derivatives) in the Fund’s portfolio higher than the average base ESG score of the investment universe dedicated to sovereign bonds.

For the purpose of restricting the investment universe, exclusions based on countries subject to international sanctions were applied first. The exclusion of countries with the weakest ESG scores was applied to the remaining investment universe.

Exclusions of the weakest scoring countries occurred sequentially, beginning with the removal of the poorest scoring country according to TGM-ESG’s environmental score, then the country within the remaining universe with the weakest social score, and finally the country with the weakest governance score was removed. This process was repeated until 10% of the universe had been excluded.



- **How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.



# Templeton Global Climate Change Fund (the “Fund”)

Legal Entity Identifier: ROZ2JHNR2LH7P3EKVR10



FRANKLIN  
TEMPLETON

## Sustainable investment objective

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Did this financial product have a sustainable investment objective?

| <input checked="" type="radio"/> YES                                                                                                | <input type="radio"/> NO                                                                                                                                                                                           |
|-------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <input checked="" type="checkbox"/> It made <b>sustainable investments with an environmental objective: 93.58%</b>                  | <input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of 0.00% of sustainable investment |
| <input checked="" type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy        | <input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy                                                                  |
| <input checked="" type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy | <input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy                                                           |
| <input type="checkbox"/> It made <b>sustainable investments with a social objective: 0.00%</b>                                      | <input type="checkbox"/> with a social objective                                                                                                                                                                   |
|                                                                                                                                     | <input type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b>                                                                                                      |



### To what extent was the sustainable investment objective of this financial product met?

To meet the sustainable investment objective, the Fund invested in companies that contribute towards climate change mitigation and adaptation as considered by the Paris Climate Agreement. In order to achieve the long-term global warming targets of the Paris Climate Agreement, the Fund pursued decarbonization through investments in solutions to reduce greenhouse gas emissions and in companies committed to aligning their own self-decarbonization trajectory with the 1.5-degree scenario.

The Fund did not use derivatives to attain its sustainable investment objective. Also, the Fund did not use a reference benchmark to attain its sustainable objective.

In this regard, as of 30th June 2024, 93.58% of the Fund's assets contributed to the sustainable investment objective.

**Sustainability indicators** measure how the sustainable objectives of this financial product are attained.

### How did the sustainability indicators perform?

The sustainable investment objective is considered as attained if:

1. The strategy invests in companies that reduce emissions, improve resource efficiency and limit the physical consequences of climate change. The Fund is invested in two main types of companies:

- **Solution providers:** More than 50% of the Fund is invested in companies with greater than 50% of revenues (or alternative metric such as assets) from directly or indirectly reducing emissions, resource use, climate related physical risk, e.g. renewable energy, energy efficiency, water and waste management, sustainable transportation, and sustainable forestry and agriculture.
- **Transitioning companies:** Up to 50% of the Fund is invested in companies with greater than 20% exposure to directly or indirectly reducing emissions, resource use, and/or climate related physical risk, and are transitioning to solutions providers or enabling solutions companies through adjacent products and services.

2. The strategy's portfolio carbon impact is aligned with the Paris Climate Agreement. This is assessed using estimates of the avoided emissions resulting from climate solutions provided by companies in the strategy and the strategy's carbon intensity trajectory.

Avoided emissions are emissions that would have been released if a particular action or intervention had not taken place, which is why the Investment Manager refers to them as potentially avoided emissions. Emissions can be avoided through the use of a more efficient product or service, though this is conditional to consumer or market behavior.

The potentially avoided emissions significantly exceeded the scope 1, 2 and 3 emissions.

The portfolio carbon intensity is projected to maintain a downward trajectory, based on company commitments and historical trends.

\*Please refer to the Fund's impact report for more details on calculation methodologies.

<https://www.franklintempleton.lu/download/en-lu/educational-material/d92b92b7-fbf5-4475-a00b-0edd483858ee/Templeton-global-climate-change-fund-quarterly-impact-report.pdf>

The table below includes the KPIs from June 30, 2024.

\*\*Carbon Intensity and Avoided Emissions Intensity were changed to Weighted Average Intensity to better align with the calculation methodology for the Principal Adverse Impact indicators in SFDR Annex 1. Previously, Carbon Intensity reflected the sum of Fund's ownership share, based on percent of equity market cap held, of the issuers' emissions divided by the sum of the Fund's ownership share of the issuers' sales. Avoided Emissions Footprint and Carbon Footprint are expressed as tCO<sub>2</sub>e/US\$1M EVIC. For June 30, 2023, this was reported as tCO<sub>2</sub>e/US\$1M invested. The calculation methodology remained the same, but we wished to clarify this represented the proportion of Enterprise Value Including Cash (EVIC).

| Sustainability KPI Name                                                                 | Value      |
|-----------------------------------------------------------------------------------------|------------|
| Proportion of Fund in solutions providers*                                              | 60.30%     |
| Proportion of Fund in transitioning companies*                                          | 33.31%     |
| Potentially Avoided Emissions Intensity (tCO <sub>2</sub> e/US\$1M sales)               | -24,481.50 |
| Carbon Intensity – Scope 1 & 2 (tCO <sub>2</sub> e/US\$1M sales)                        | 167.33     |
| Five-year Annual Carbon Intensity Reductions Achieved (tCO <sub>2</sub> e/US\$1M sales) | -6.34%     |
| % Companies with Quantitative Greenhouse Gas Emissions Reduction Targets                | 91.60%     |
| Annual Carbon Reduction Target of Companies Invested (weighted average)                 | -3.42%     |
| Potentially Avoided Emissions Footprint (tCO <sub>2</sub> e/US\$1M EVIC)                | -4,132.78  |
| Carbon Footprint – Scope 1 & 2 (tCO <sub>2</sub> e/US\$1M EVIC)                         | 98.01      |
| Carbon Footprint – Scope 3 (tCO <sub>2</sub> e/US\$1M EVIC)                             | 428.66     |
| Renewable Energy Generated (MWh/US\$1M EVIC)                                            | 130.35     |

## ... And Compared to Previous Periods?

The Fund has slightly higher exposure to Sustainable Investments, due to lower cash. EU Taxonomy aligned revenues are slightly higher, due to a mix of increases at the individual company level and more companies reporting alignment.

The avoided emissions footprint and intensity are smaller than the prior period, mainly due to lower weights in companies with high avoided emissions. This is consistent with a smaller amount of Renewable Energy generated by portfolio holdings compared to the prior period. The amount of avoided emissions varies significantly by company, so small changes in portfolio allocations can result in significant changes in the Fund's overall avoided emissions.

The Fund's total carbon footprint is lower due to lower scope 3 emissions footprint. The Funds weighted average carbon intensity (scope 1&2&3) is also lower.

The weighted average carbon intensity (scope 1&2) of current holdings has been reduced by a greater amount over the past five years compared to the prior period. The weighted average Fund carbon reduction target has also increased compared to the prior year. The portion of the portfolio with carbon reduction targets also increased.

The table below includes the KPIs from June 30, 2023.

| Sustainability KPI Name                        | Sustainability KPI historical comparison |        |
|------------------------------------------------|------------------------------------------|--------|
|                                                | 2024                                     | 2023   |
| Value                                          | Value                                    | Value  |
| Proportion of Fund in solutions providers*     | 60.30%                                   | 55.04% |
| Proportion of Fund in transitioning companies* | 33.31%                                   | 37.74% |

|                                                                            | Sustainability KPI historical comparison |            |
|----------------------------------------------------------------------------|------------------------------------------|------------|
|                                                                            | 2024                                     | 2023       |
| Sustainability KPI Name                                                    | Value                                    | Value      |
| Potentially Avoided Emissions Intensity (tCO2e/US\$1M sales)               | -24,481.50                               | -15,742.90 |
| Carbon Intensity – Scope 1 & 2 (tCO2e/US\$1M sales)                        | 167.33                                   | 172.70     |
| Five-year Annual Carbon Intensity Reductions Achieved (tCO2e/US\$1M sales) | -6.34%                                   | -5.60%     |
| % Companies with Quantitative Greenhouse Gas Emissions Reduction Targets   | 91.60%                                   | 90.00%     |
| Annual Carbon Reduction Target of Companies Invested (weighted average)    | -3.42%                                   | -3.20%     |
| Potentially Avoided Emissions Footprint (tCO2e/US\$1M EVIC)                | -4,132.78                                | -11,500.10 |
| Carbon Footprint – Scope 1 & 2 (tCO2e/US\$1M EVIC)                         | 98.01                                    | 96.00      |
| Carbon Footprint – Scope 3 (tCO2e/US\$1M EVIC)                             | 428.66                                   | 524.00     |
| Renewable Energy Generated (MWh/US\$1M EVIC)                               | 130.35                                   | 181.10     |

|                                                           |                             | PAI historical comparison |          |            |          |
|-----------------------------------------------------------|-----------------------------|---------------------------|----------|------------|----------|
|                                                           |                             | 2024                      |          | 2023       |          |
| PAI indicators                                            | Unit of measurement         | Value                     | Coverage | Value      | Coverage |
| GHG Emissions: Scope 1 EUR                                | tCO2e                       | 100,865.78                | 92.72%   | 94,187.03  | 88.50%   |
| GHG Emissions: Scope 2 EUR                                | tCO2e                       | 43,434.27                 | 92.72%   | 41,202.55  | 88.50%   |
| GHG Emissions: Scope 3 EUR                                | tCO2e                       | 650,683.62                | 92.49%   | 725,908.44 | 88.50%   |
| GHG Emissions: Scope 1 & 2 EUR                            | tCO2e                       | 144,300.05                | 92.72%   | 135,389.58 | 88.50%   |
| GHG Emissions: Total Emissions Est EUR                    | tCO2e                       | 794,983.67                | 92.72%   | 861,298.01 | 88.50%   |
| Carbon Footprint 1&2 EUR                                  | tCO2e/M€ invested           | 114.31                    | 92.72%   | 112.09     | 88.50%   |
| Carbon Footprint Est EUR                                  | tCO2e/M€ invested           | 630.57                    | 92.72%   | 713.07     | 88.50%   |
| GHG Intensity 1&2 EUR                                     | tCO2e/M€ revenue            | 180.54                    | 93.15%   | 159.10     | 88.50%   |
| GHG Intensity Est EUR                                     | tCO2e/M€ revenue            | 957.49                    | 93.15%   | 936.78     | 88.50%   |
| Exposure to companies active in the fossil fuel sector.   | Percentage of Fund invested | 10.71%                    | 91.21%   | 8.32%      | 87.03%   |
| Share of non-renewable energy consumption and production. | Percentage of Fund invested | 71.84%                    | 82.91%   | 72.33%     | 83.70%   |
| Energy consumption intensity: Agriculture EUR             | GWh per Million € sales     | 0.00                      | 63.95%   | 0.00       | 84.57%   |

|                                                                                                                                                        |                             | PAI historical comparison |          |        |          |
|--------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|---------------------------|----------|--------|----------|
|                                                                                                                                                        |                             | 2024                      |          | 2023   |          |
| PAI indicators                                                                                                                                         | Unit of measurement         | Value                     | Coverage | Value  | Coverage |
| Energy consumption intensity: Mining EUR                                                                                                               | GWh per Million € sales     | 1.44                      | 64.28%   | 1.47   | 84.57%   |
| Energy consumption intensity: Manufacturing EUR                                                                                                        | GWh per Million € sales     | 0.75                      | 77.78%   | 0.86   | 84.57%   |
| Energy consumption intensity: Electricity EUR                                                                                                          | GWh per Million € sales     | 0.22                      | 67.44%   | 0.17   | 84.57%   |
| Energy consumption intensity: Water EUR                                                                                                                | GWh per Million € sales     | 3.89                      | 64.69%   | 3.95   | 84.57%   |
| Energy consumption intensity: Construction EUR                                                                                                         | GWh per Million € sales     | 0.22                      | 64.54%   | 0.00   | 84.57%   |
| Energy consumption intensity: Trade and Vehicles EUR                                                                                                   | GWh per Million € sales     | 0.90                      | 65.04%   | 0.98   | 84.57%   |
| Energy consumption intensity: Transportation and Storage EUR                                                                                           | GWh per Million € sales     | 0.00                      | 63.95%   | 0.00   | 84.57%   |
| Energy consumption intensity: Real Estate EUR                                                                                                          | GWh per Million € sales     | 0.00                      | 63.95%   | 0.00   | 84.57%   |
| Activities negatively affecting biodiversity-sensitive areas                                                                                           | Percentage of Fund invested | 0.00%                     | 91.79%   | 0.00%  | 87.03%   |
| Emissions to water EUR                                                                                                                                 | Metric Tons EUR             | 0.01                      | 1.78%    | 0.00   | 2.40%    |
| Hazardous waste EUR                                                                                                                                    | Metric Tons EUR             | 1.56                      | 66.08%   | 1.60   | 54.21%   |
| Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested | 0.00%                     | 93.15%   | 0.00%  | 89.30%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested | 15.68%                    | 91.68%   | 30.53% | 87.03%   |

|                                   |                                            | PAI historical comparison |          |        |          |
|-----------------------------------|--------------------------------------------|---------------------------|----------|--------|----------|
|                                   |                                            | 2024                      |          | 2023   |          |
| PAI indicators                    | Unit of measurement                        | Value                     | Coverage | Value  | Coverage |
| Unadjusted gender pay gap         | Percentage of Fund invested                | 12.58%                    | 34.90%   | 13.77% | 26.42%   |
| Board gender diversity            | Average percentage of female board members | 34.31%                    | 91.68%   | 33.63% | 87.03%   |
| Exposure to controversial weapons | Percentage of Fund invested                | 0.00%                     | 91.68%   | 0.00%  | 87.03%   |

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

### ***How did the sustainable investments not cause significant harm to any sustainable investment objective?***

The Investment Manager used a combination of third-party global norms based screening including UN Global Compact (UNGC) compliance, third party controversy scores, assessment of PAI and other material environmental, social, and governance factors, which were embedded in the Investment Manager's fundamental research and proprietary ESG ratings process to review if investments cause significant harm to any sustainable investment objective. The Fund also adhered to the following exclusions:

The Fund did not invest in fossil fuel producers, producers or distributors of controversial weapons (i.e., anti-personnel mines, nuclear weaponry, biological and chemical weaponry and cluster munitions) and companies that generated 5% or more of their revenues from tobacco, conventional weapons, firearms, coal power generation, oil-based power generation, nuclear power generation, alcohol, oil services, thermal coal refining, crude oil refining, genetic engineering or palm oil, and companies that generated 1% or more of their revenues from gambling or pornography.

### ***How were the indicators for adverse impacts on sustainability factors taken into account?***

When assessing compliance of the Fund's investments with the Do No Significant Harm principles, the Investment Manager took into account all mandatory PAI indicators and two additional indicators in its management of the Fund. The two additional indicators were:

- Environmental: Investments in companies without carbon emission reduction initiatives; and
- Social: Lack of a human rights policy.

The Investment Manager performed an analysis at the level of each sustainable investment. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments and were not deemed eligible for the Fund.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The Fund did not invest in companies that do not observe the main international conventions (UNGC Principles, Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights).

### **How did this financial product consider principal adverse impacts on sustainability factors?**

The Fund assessed and sought to mitigate the sustainability adverse impacts of investment decisions, such as a negative impact on the environment or employee safety, forced labour or bribery. Companies' strategies to reduce the adverse impact and increase the positive impact of their activities were incorporated into the ESG assessment and ratings, which may have influenced investment decisions. The Investment Manager worked to engage in efforts to address and mitigate these impacts.

For all companies, the Fund applies specific criteria to the following PAIs:

Greenhouse gas intensity;

Board gender diversity;

Exposure to fossil fuels;

Violations of UNGC Principles or OECD Guidelines for Multinational Enterprises; and

Exposure to controversial weapons.

- Greenhouse gas intensity

As per Fund policy, companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI All Country World benchmark, on the PAI of greenhouse gas intensity Scope 1 and 2 were to be addressed through engagement, with a requirement to establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. In case there is no improvement after 3 years, the Investment Manager takes all reasonable means to divest. There were no companies meeting these criteria.

- Board gender diversity

As per Fund policy, companies with no females on the board are addressed through engagement, with a requirement to add a female board member over a 3-year timeframe. In case there is no improvement after 3 years, the Investment Manager takes all reasonable means to divest.

All companies had at least one female on the board, as of June 30, 2024. In addition, the Fund had greater board gender diversity than the benchmark, MSCI All Country World Index, and a level greater than 33%.

- Exposure to fossil fuels

As per Fund policy, fossil fuel production activities were excluded, and companies that generated 5% or more of their revenues from oil services were excluded. The Fund also did not invest in companies that derived 5% of revenues or more from the generation of electricity from nuclear power, thermal coal or crude oil.

Among companies involved in power generation, the Investment Manager favored companies with greater consumption and production of renewable energy. No portfolio companies have been structurally increasing production or capacity of coal-based or nuclear-based energy. All companies involved in power generation were increasing production or capacity of renewable energy sources, or providing related dedicated equipment or services. All derived less than 50% of their revenues from electricity generation with a GHG intensity of more than 100 g CO<sub>2</sub>e/kWh. They also met at least one of the following criteria:

- \* Have a SBTi target set at well-below 2°C or 1.5°C, or have a SBTi 'Business Ambition for 1.5°C' commitment
- \* Have emissions intensity aligned with 1.5°C target based on a science-based alignment assessment
- \* Derive less than 5% of its revenues from non-renewable power or heat generation.
- \* Derive more than 50% of its revenues or CapEx from economic activities included in the EU Taxonomy or contribute to environmental or sustainable objectives.
- \* Their carbon intensity was lower than 374 gCO<sub>2</sub>/kWh in 2022, declining to 315 in 2025.

- Violations of UNGC Principles or OECD Guidelines for Multinational Enterprises

The Fund remained in compliance with its exclusion policy that prohibits investments in companies the Investment Manager considered to severely breach these international norms.

- Exposure to controversial weapons

The Fund remained in compliance with its exclusion policy that prohibits investments in cluster munitions, antipersonnel land mines and biological, chemical and nuclear weapons.

| PAI indicators                                            | Unit of measurement            | Value      | Coverage |
|-----------------------------------------------------------|--------------------------------|------------|----------|
| GHG Emissions: Scope 1 EUR                                | tCO <sub>2</sub> e             | 100,865.78 | 92.72%   |
| GHG Emissions: Scope 2 EUR                                | tCO <sub>2</sub> e             | 43,434.27  | 92.72%   |
| GHG Emissions: Scope 3 EUR                                | tCO <sub>2</sub> e             | 650,683.62 | 92.49%   |
| GHG Emissions: Scope 1 & 2 EUR                            | tCO <sub>2</sub> e             | 144,300.05 | 92.72%   |
| GHG Emissions: Total Emissions Est EUR                    | tCO <sub>2</sub> e             | 794,983.67 | 92.72%   |
| Carbon Footprint 1&2 EUR                                  | tCO <sub>2</sub> e/M€ invested | 114.31     | 92.72%   |
| Carbon Footprint Est EUR                                  | tCO <sub>2</sub> e/M€ invested | 630.57     | 92.72%   |
| GHG Intensity 1&2 EUR                                     | tCO <sub>2</sub> e/M€ revenue  | 180.54     | 93.15%   |
| GHG Intensity Est EUR                                     | tCO <sub>2</sub> e/M€ revenue  | 957.49     | 93.15%   |
| Exposure to companies active in the fossil fuel sector.   | Percentage of Fund invested    | 10.71%     | 91.21%   |
| Share of non-renewable energy consumption and production. | Percentage of Fund invested    | 71.84%     | 82.91%   |
| Energy consumption intensity: Agriculture EUR             | GWh per Million € sales        | 0.00       | 63.95%   |
| Energy consumption intensity: Mining EUR                  | GWh per Million € sales        | 1.44       | 64.28%   |

| PAI indicators                                                                                                                                         | Unit of measurement                        | Value  | Coverage |
|--------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------|----------|
| Energy consumption intensity: Manufacturing EUR                                                                                                        | GWh per Million € sales                    | 0.75   | 77.78%   |
| Energy consumption intensity: Electricity EUR                                                                                                          | GWh per Million € sales                    | 0.22   | 67.44%   |
| Energy consumption intensity: Water EUR                                                                                                                | GWh per Million € sales                    | 3.89   | 64.69%   |
| Energy consumption intensity: Construction EUR                                                                                                         | GWh per Million € sales                    | 0.22   | 64.54%   |
| Energy consumption intensity: Trade and Vehicles EUR                                                                                                   | GWh per Million € sales                    | 0.90   | 65.04%   |
| Energy consumption intensity: Transportation and Storage EUR                                                                                           | GWh per Million € sales                    | 0.00   | 63.95%   |
| Energy consumption intensity: Real Estate EUR                                                                                                          | GWh per Million € sales                    | 0.00   | 63.95%   |
| Activities negatively affecting biodiversity-sensitive areas                                                                                           | Percentage of Fund invested                | 0.00%  | 91.79%   |
| Emissions to water EUR                                                                                                                                 | Metric Tons EUR                            | 0.01   | 1.78%    |
| Hazardous waste EUR                                                                                                                                    | Metric Tons EUR                            | 1.56   | 66.08%   |
| Violations of UNGC principles and OECD Guidelines                                                                                                      | Percentage of Fund invested                | 0.00%  | 93.15%   |
| Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises. | Percentage of Fund invested                | 15.68% | 91.68%   |
| Unadjusted gender pay gap                                                                                                                              | Percentage of Fund invested                | 12.58% | 34.90%   |
| Board gender diversity                                                                                                                                 | Average percentage of female board members | 34.31% | 91.68%   |
| Exposure to controversial weapons                                                                                                                      | Percentage of Fund invested                | 0.00%  | 91.68%   |



## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is 2023-07-01 - 2024-06-30.

| Largest investments                          | Sector                 | % of Assets | Country                  |
|----------------------------------------------|------------------------|-------------|--------------------------|
| COMPAGNIE DE SAINT-GOBAIN SA                 | Industrials            | 4.45%       | France                   |
| SSE PLC                                      | Utilities              | 4.34%       | United Kingdom           |
| PRYSMIAN S.P.A.                              | Industrials            | 3.78%       | Italy                    |
| ING Groep N.V.                               | Financials             | 3.77%       | Netherlands              |
| SMURFIT KAPPA GROUP PUBLIC LIMITED COMPANY   | Materials              | 3.66%       | Ireland                  |
| Taiwan Semiconductor Manufacturing Co., Ltd. | Information Technology | 3.46%       | Taiwan                   |
| OWENS CORNING                                | Industrials            | 3.02%       | United States of America |
| ALBEMARLE CORPORATION                        | Materials              | 3.01%       | United States of America |
| Infineon Technologies AG                     | Information Technology | 2.96%       | Germany                  |
| VEOLIA ENVIRONNEMENT SA                      | Utilities              | 2.93%       | France                   |
| LG CHEM LTD                                  | Materials              | 2.89%       | South Korea              |
| CROWN HOLDINGS, INC.                         | Materials              | 2.86%       | United States of America |
| Signify N.V.                                 | Industrials            | 2.86%       | United States of America |
| Norsk Hydro ASA                              | Materials              | 2.85%       | Norway                   |
| MICRON TECHNOLOGY, INC.                      | Information Technology | 2.74%       | United States of America |





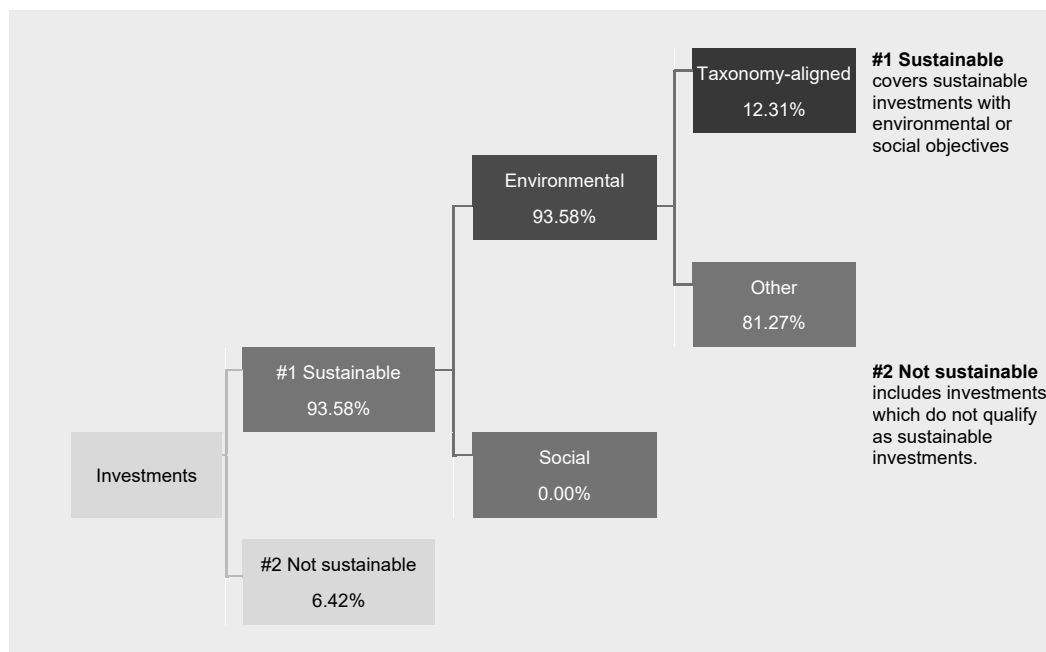
## What was the proportion of sustainability-related investments?

The proportion of sustainable investments was 93.58%, as of June 30, 2024.

**Asset allocation**  
describes the share  
of investments in  
specific assets.

### What was the asset allocation?

93.58% of the portfolio contributed to the sustainable investment objective of the Fund, as of June 30, 2024. The remaining portion (6.42%) did not contribute to the sustainable investment objective of the Fund and consisted of liquid assets held for liquidity purposes of the Fund and derivatives held for hedging purposes.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                          | % of Assets |
|-----------------------------------------------------|-------------|
| Industrials                                         | 25.92%      |
| Materials                                           | 23.42%      |
| Information Technology                              | 20.62%      |
| Utilities                                           | 12.76%      |
| Consumer Discretionary                              | 6.03%       |
| Financials                                          | 3.77%       |
| Communication Services                              | 2.71%       |
| Top sub-sector                                      | % of Assets |
| Semiconductors & Semiconductor Equipment            | 13.45%      |
| Electrical Equipment                                | 13.13%      |
| Containers & Packaging                              | 9.56%       |
| Building Products                                   | 7.47%       |
| Electric Utilities                                  | 7.27%       |
| Metals & Mining                                     | 6.07%       |
| Chemicals                                           | 5.90%       |
| Banks                                               | 3.77%       |
| Automobile Components                               | 3.56%       |
| Multi-Utilities                                     | 2.93%       |
| Interactive Media & Services                        | 2.71%       |
| Independent Power & Renewable Electricity Producers | 2.56%       |
| Software                                            | 2.55%       |
| Technology Hardware, Storage & Peripherals          | 2.54%       |
| Automobiles                                         | 2.47%       |



## To what extent were sustainable investments with an environmental objective aligned with the EU Taxonomy?

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities are economic activities** for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting green operational activities of investee companies.

The Fund invested 12.31% of its net assets in sustainable investments with an environmental objective aligned with the EU Taxonomy as of June 30, 2024.

The investments contributed only to the climate change mitigation objective. All other objectives were 0%.

The Taxonomy-alignment have not been subject to an assurance provided by an auditor or a third-party.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy? <sup>1</sup>

☐ Yes



In fossil gas



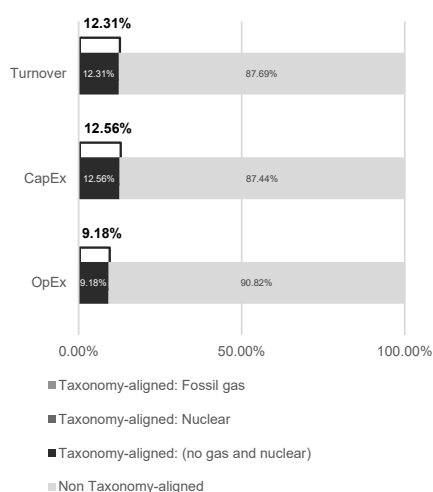
In nuclear energy



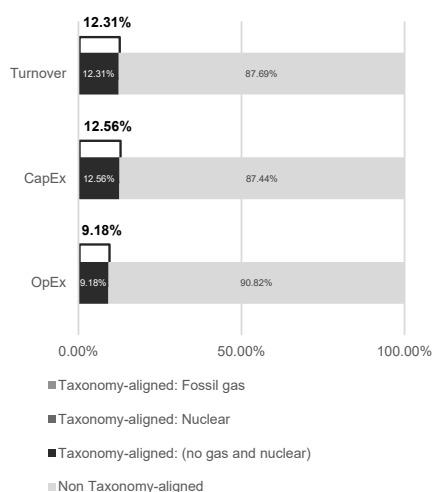
No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.

1. Taxonomy-alignment of investments including sovereign bonds\*



2. Taxonomy-alignment of investments excluding sovereign bonds\*



This graph represents 100.00% of the total investments.

\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### Will the compliance of the above percentage of taxonomy-alignment be subject to an assurance provided by an auditor or a third-party?

☐ Yes

☒ No

<sup>1</sup>Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

● **What was the share of investments made in transitional and enabling activities?**

This has not been calculated.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

It increased to 12.31% as of June 30, 2024 from 11.30% in the prior period.

|          | Percentage of taxonomy-aligned investments including sovereign bonds |        |
|----------|----------------------------------------------------------------------|--------|
|          | 2024                                                                 | 2023   |
| Turnover | 12.31%                                                               | 11.30% |
| CapEx    | 12.56%                                                               | 10.45% |
| OpEx     | 9.18%                                                                | 9.19%  |

|          | Percentage of taxonomy-aligned investments excluding sovereign bonds |        |
|----------|----------------------------------------------------------------------|--------|
|          | 2024                                                                 | 2023   |
| Turnover | 12.31%                                                               | 11.30% |
| CapEx    | 12.56%                                                               | 10.45% |
| OpEx     | 9.18%                                                                | 9.19%  |

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

 **What was the share of sustainable investments with an environmental objective that were not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective that were not Taxonomy-aligned was 81.27%, as of June 30, 2024.

 **What was the share of socially sustainable investments?**

The proportion of socially sustainable investments was 0% as of June 30, 2024.

 **What investments were included under “not sustainable”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Not sustainable” was 6.42% as of June 30, 2024 and comprised of investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market Funds) held for liquidity purposes of the Fund as well as derivatives held for hedging purposes.

The Investment Manager applied minimum environmental and social safeguards by verifying that the counterparties used for derivative transactions and placement of deposits met the EU Taxonomy Safeguards, as assessed by MSCI. Counterparties not meeting such criteria were not used by the Fund.

For the avoidance of doubt, the Investment Manager ensured that the underlying asset of any derivatives used for efficient portfolio management qualified as a sustainable investment.

The limited proportion of investments under “#2 Not sustainable” and the applicable minimum safeguards did not affect the delivery of the sustainable investment objectives of the Fund.



**What actions have been taken to attain the sustainable investment objective during the reference period?**

1. The Fund reduced the investment universe by more than 20% by excluding companies with the worst climate scores according to the Investment Manager's proprietary methodology.

2. The Investment Manager utilized its proprietary rating system to identify companies they believe are good stewards of their impact on social and environmental development. ESG ratings have been assigned for Environmental factors, Social factors and Governance factors, which are weighted based on industry relevance to produce an overall ESG rating. They consisted of five levels from 1 (best) to 5 (worst). Below the Fund's portfolio breakdown by the ESG rating (excluding the assets qualifying as #2 Not sustainable):

1: (exceptional) 8.11%

2: (above average) 76.09%

3: (average) 15.79%

4: (poor) 0.00%

5: 0.00%

The Fund is bound to maintain a weighted average ESG rating higher than the average ESG rating of the companies in the investment universe, defined as MSCI ACWI Investable Market Index (the "MSCI ACWI IMI"), based on the MSCI ESG Rating, measured numerically by the MSCI ESG score. As of June 30, 2024, the Fund's score of 7.67 exceeded the average for MSCI ACWI IMI of 5.36.

3. The Investment Manager continuously engaged with its portfolio companies. ESG engagement of the Investment Manager generally had one or more objectives:

- Develop insights into material financial, human and natural capital issues that could influence the Investment Manager's investment thesis
- Promote positive change that could lead to improved outcomes for shareholders and society

For more details on the Fund's engagement approach, please refer to the Stewardship & Sustainability Report. <https://franklintempletonprod.widen.net/content/0v61urf9ld/pdf/tgeg-sustainable-investing-report-en.pdf>

4. The Fund did not invest in companies in violation of its exclusion policies, as outlined in the pre-contractual disclosure of the Fund.

5. The Fund considered all 14 mandatory PAIs, and two additional PAIs as part of investment analysis which included indicators on energy and water efficiency, pollution and biodiversity.



## How did this financial product perform compared to the reference sustainable benchmark?

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the sustainable objective.

# Templeton Global Fund (the “Fund”)

Legal Entity Identifier: 549300ERVWDEEGCMRK51



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ YES

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ NO

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 63.93% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and social characteristics promoted by the Fund consisted of, inter alia, social impact (diversity, equity and inclusion, health and wellbeing, good human capital management practices, board gender diversity) as well as environmental impact (e.g., reduction of carbon emissions, waste management, natural resource conservation, energy use). The Investment Managers sought to attain these characteristics by:

- Excluding certain issuers and sectors considered by the Investment Managers as harmful for the society,
- Favoring issuers with a good environmental, social and governance (the “ESG”) profile, as captured by its proprietary ESG methodology,
- Engaging with issuers which are considered as underperformers in terms of specific ESG metrics.
- Committing to have an ESG score at Fund level higher than the average ESG score of companies in the Funds’ Investment Universe, defined as MSCI All Country World Investable Market Index.
- Committing to the exclusion of the bottom 20% of the Investment Universe based on ESG Score using the MSCI ESG Ratings Methodology

In this regard, the Fund allocated 95.08% of its assets to investments aligned with E/S characteristics.

The sustainable investments of the Fund comprised equity securities issued by companies which contributed, through their products or services, to positive environmental or social outcomes. The six positive environmental outcome areas, which contribute to the United Nations Sustainable Development Goals (“UN SDGs”), and include 3 social and 3 environmental, are:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);
- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth’s temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

In this regard, the Fund allocated 63.93% of its assets to sustainable investments by investing in companies that demonstrate positive sustainable contribution to positive environmental outcomes as of 30 June 2024.

No reference benchmark has been designated with the purpose of attaining the environmental and/or social characteristics promoted by the Fund.

**Sustainability**

**indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

## ● **How did the sustainability indicators perform?**

The sustainability indicators performed as expected. The Fund exceeded its minimum share of sustainable investments, and the Investment Managers promoted environmental and social characteristics through its engagement activities.

The following sustainability indicators were used to measure the attainment of the environmental and/or social characteristics promoted by the Fund:

| Sustainability KPI Name                                                                                     | Value  |
|-------------------------------------------------------------------------------------------------------------|--------|
| Exposure to companies with alignment to the United Nations Sustainable Development Goals (the "UN SDGs")    | 63.93% |
| Number of investee companies with which the Investment Managers engage                                      | 48.00  |
| Share of investee companies rated 1 (exceptional) by the Investment Managers' proprietary ESG methodology   | 3.00%  |
| Share of investee companies rated 2 (above average) by the Investment Managers' proprietary ESG methodology | 65.62% |
| Share of investee companies rated 3 (average) by the Investment Managers' proprietary ESG methodology       | 31.03% |
| Share of investee companies rated 4 (poor) by the Investment Managers' proprietary ESG methodology          | 0.36%  |
| Weighted average base ESG score of the portfolio, as measured by MSCI ESG Rating Methodology                | 7.39   |
| Average ESG score of the Fund's Investment Universe, as measured by MSCI ESG Rating Methodology             | 5.36   |
| Proportion of companies in the Fund's portfolio providing employee satisfaction surveys                     | 73.00% |
| Proportion of companies in the Fund's Universe providing employee satisfaction surveys                      | 31.00% |
| Proportion of companies in the Fund's portfolio providing material non-compensation benefits                | 70.00% |
| Proportion of companies in the Fund's Universe providing material non-compensation benefits                 | 50.00% |
| Share of investee companies with GHG Intensity score in the bottom 20% of their industry sector             | 0.00%  |
| Share of investee companies with no females on the board of directors                                       | 0.00%  |

## ● **... And compared to previous periods?**

Not applicable as there were no prior reference periods.

## ● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The sustainable investments of the Fund comprised equity securities issued by companies which contributed, through their products or services, to positive environmental outcomes. The six positive environmental outcome areas, which contribute to the United Nations Sustainable Development Goals ("UN SDGs"), and include 3 social and 3 environmental areas, are:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);
- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

## ● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Industry relevant impact indicators are compared to peers and the broad investment universe to identify potentially significant positive and negative impacts. The Investment Manager identified pertinent and significant sustainability risks and used its own qualitative judgement when reviewing the PAIs indicator data, where available, to assess whether investments cause any significant harm.

In addition, the Fund applied exclusions that further reduce the likelihood for issuers causing significant harm to be invested by the Fund.

**Principal adverse**

**impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-

### **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's sustainable investments with the DNSH principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS") as well as any of the optional indicators from Table 2 and 3 that are deemed to be relevant.

The Investment Managers performed an analysis at the level of each sustainable investment. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments and were not deemed eligible for the Fund.

### **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

The Fund did not invest in companies that, according to MSCI, do not observe the main international conventions (United Nations Global Compact principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights).

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

Specific thresholds and criteria for the following PAIs were considered by the Fund:

- Greenhouse gas intensity;
  - Board gender diversity;
  - Violations of UNGC OECD Guidelines for Multinational Enterprises;
  - Exposure to controversial weapons.
- Greenhouse gas intensity

The Fund targeted decreasing greenhouse gas intensity by engaging with companies to encourage set emission reduction targets and disclose their climate change strategies. Please refer to the Templeton Global Equity Group Stewardship & Sustainability Report for examples of engagement on this topic, including with Fund holding Infineon Technologies, Albemarle and Veolia Environnement.

<https://franklintempletonprod.widen.net/content/0v61urf9ld/pdf/tgeg-sustainable-investing-report-en.pdf>

Companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI ACWI Index, (cumulatively), on the PAI of greenhouse gas intensity Scope 1 and 2 were to be addressed through engagement, with a requirement to make improvements or establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. In the event of no improvement after 3 years, the Investment Managers will look to make use of a wide range of options, from voting against management at shareholder's meetings to selling the shares. There were no companies meeting this criterion as of 30 June 2024.

- Board gender diversity

Companies with no females on the board were to be addressed through engagement, with a requirement to add a female board member over a 3-year timeframe. In case of no improvement after 3 years, the Investment Managers will look to make use of a wide range of options, from voting against management at shareholder's meetings to selling the shares. There were no companies meeting these criteria.

- Violations of UNGC Principles or OECD Guidelines for Multinational Enterprises

The Fund excluded from its portfolio investments in companies which had been involved in violations of UNGC Principles or OECD Guidelines for Multinational Enterprises.

- Exposure to controversial weapons

The Fund excluded from its portfolio investments in companies involved in the manufacture or selling of cluster munitions, antipersonnel land mines, biological and chemical weapons.





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments                          | Sector                 | % of Assets | Country                  |
|----------------------------------------------|------------------------|-------------|--------------------------|
| ALPHABET INC.                                | Communication Services | 4.68%       | United States of America |
| HONDA MOTOR CO., LTD.                        | Consumer Discretionary | 3.94%       | Japan                    |
| Samsung Electronics Co., Ltd.                | Information Technology | 3.59%       | South Korea              |
| HCA HEALTHCARE, INC.                         | Health Care            | 3.49%       | United States of America |
| VEOLIA ENVIRONNEMENT SA                      | Utilities              | 3.49%       | France                   |
| UNITEDHEALTH GROUP INCORPORATED              | Health Care            | 3.35%       | United States of America |
| Signify N.V.                                 | Industrials            | 3.30%       | United States of America |
| ZIMMER BIOMET HOLDINGS, INC.                 | Health Care            | 3.26%       | United States of America |
| THE WALT DISNEY COMPANY                      | Communication Services | 3.11%       | United States of America |
| FREEMPORT-MCMORAN INC.                       | Materials              | 3.07%       | United States of America |
| Taiwan Semiconductor Manufacturing Co., Ltd. | Information Technology | 2.94%       | Taiwan                   |
| Adecco Group AG                              | Industrials            | 2.91%       | Switzerland              |
| DANONE SA                                    | Consumer Staples       | 2.90%       | France                   |
| T-MOBILE US, INC.                            | Communication Services | 2.83%       | United States of America |
| Infineon Technologies AG                     | Information Technology | 2.68%       | Germany                  |



## What was the proportion of sustainability-related investments?

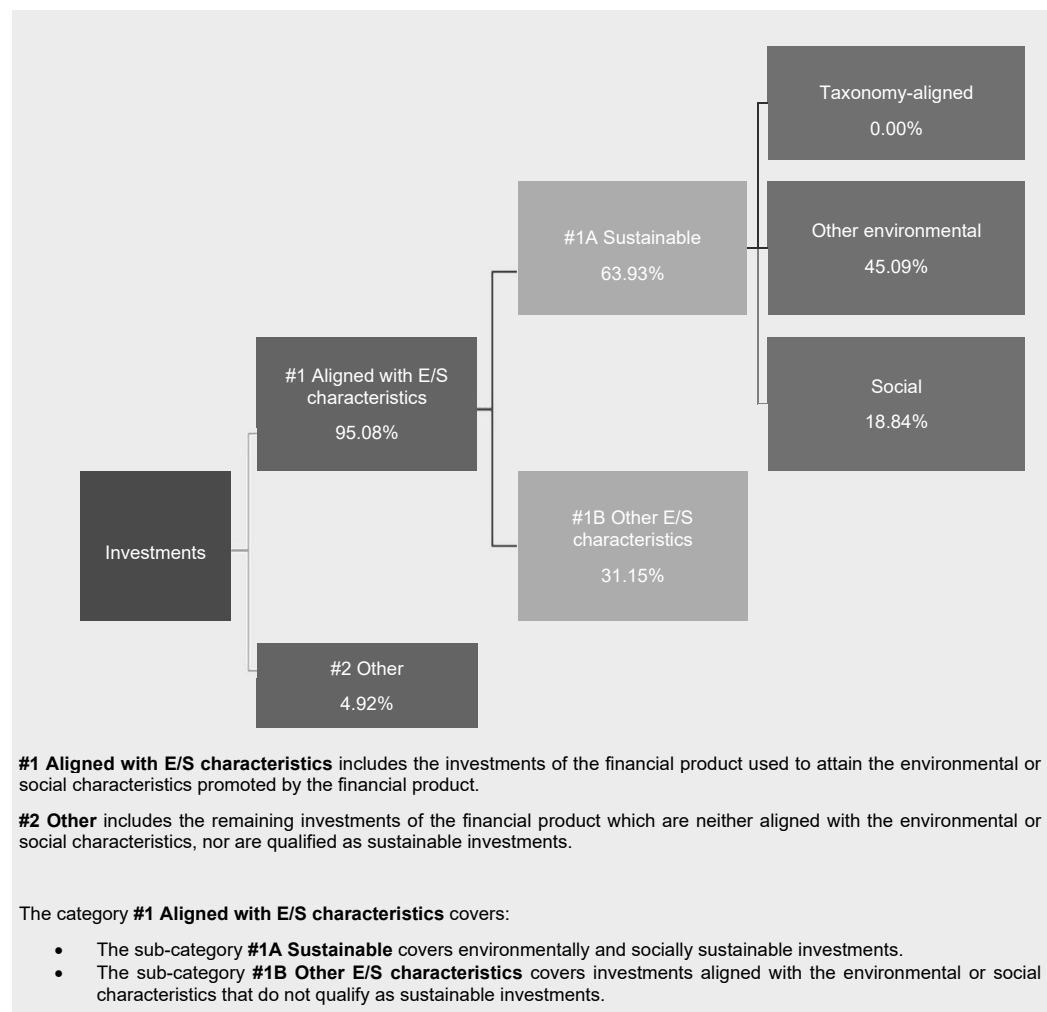
The proportion of sustainable investments was 63.93% as of 30 June 2024.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

95.08% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund as of 30 June 2024. The remaining portion (4.92%) was not aligned with the promoted characteristics and consisted of liquid assets held for liquidity purposes of the Fund and derivatives held for hedging purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 63.93% of its portfolio in sustainable investments.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                 | % of Assets |
|--------------------------------------------|-------------|
| Information Technology                     | 16.86%      |
| Health Care                                | 14.93%      |
| Communication Services                     | 14.11%      |
| Industrials                                | 12.84%      |
| Materials                                  | 10.41%      |
| Consumer Discretionary                     | 9.83%       |
| Financials                                 | 7.73%       |
| Consumer Staples                           | 3.92%       |
| Utilities                                  | 3.49%       |
| Energy                                     | 2.30%       |
| Top sub-sector                             | % of Assets |
| Semiconductors & Semiconductor Equipment   | 9.92%       |
| Health Care Providers & Services           | 6.84%       |
| Metals & Mining                            | 5.20%       |
| Interactive Media & Services               | 4.68%       |
| Electrical Equipment                       | 4.33%       |
| Automobiles                                | 3.94%       |
| Food Products                              | 3.92%       |
| Household Durables                         | 3.66%       |
| Technology Hardware, Storage & Peripherals | 3.59%       |
| Multi-Utilities                            | 3.49%       |
| Banks                                      | 3.32%       |
| Health Care Equipment & Supplies           | 3.26%       |
| Entertainment                              | 3.11%       |
| Software                                   | 2.95%       |
| Professional Services                      | 2.91%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g for a transition to a green economy.
- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

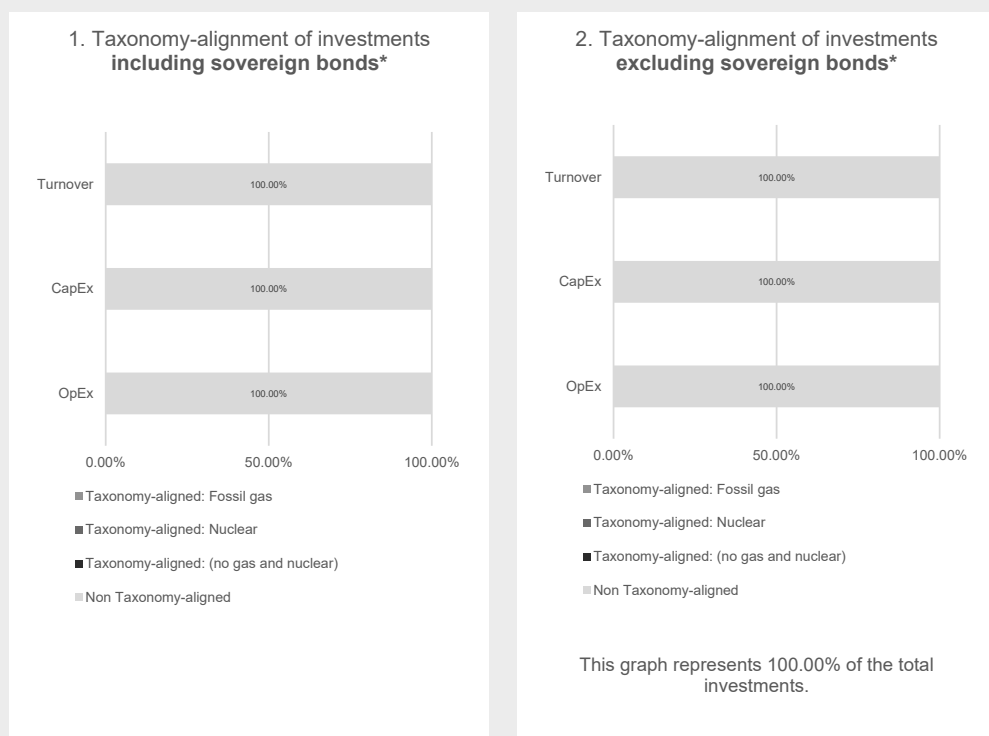
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

 **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective that were not Taxonomy-aligned was 45.09% as of 30 June 2024.

 **What was the share of socially sustainable investments?**

The proportion of socially sustainable investments was 18.84% as of 30 June 2024.

 **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Other” was 4.92% as of 30 June 2024 and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes, as well as derivatives used for hedging and/or efficient portfolio management purposes.

The Investment Managers applied minimum environmental safeguards by verifying that the counterparties used for derivative transactions and placement of deposits meet the EU Taxonomy Safeguards, as assessed by MSCI. Counterparties not meeting such criteria were not used by the Fund.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy, which were not at the discretion of the Investment Manager, and that have been employed in order to meet the environmental and/or social characteristics can be summarized as follows:

- The Fund excluded companies scoring 5 according to the Investment Manager’s proprietary ESG methodology;
- The Fund committed to engage with companies scoring 4, according to the Investment Manager’s proprietary ESG methodology. One company held as of 30 June 2024 scored a 4, and we engaged the company to encourage improvements in labor practices causing the poor rating;
- The Fund excluded the bottom 20% of the Investment Universe based on the ESG Score using the MSCI ESG Ratings Methodology;
- The Fund maintained a weighted average ESG rating of 7.39, higher than the average ESG rating of the companies in the Investment Universe, 5.36, as measured by the ESG Score using the MSCI ESG Ratings Methodology;
- The Fund committed to engage with companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI ACWI Index (cumulatively) on greenhouse gas intensity (Scope 1 and 2) with a requirement to make improvements or establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. No companies held as of 30 June 2024 met this criterion;
- The Fund committed to engage with companies with no females on the board of directors, with a requirement to add a female board member over a 3-year timeframe. No companies held as of 30 June 2024 met this criterion;
- The Fund applied the ESG exclusions as further detailed in section “What investment strategy does this financial product follow?” in the Fund’s pre-contractual disclosure.



**How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Templeton Growth (Euro) Fund (the "Fund")

Legal Entity Identifier: B81LB6PNE1N7LG54PJ98



## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not

☐ **YES**

- ☐ It made sustainable investments with an environmental objective: 0.00%
  - ☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- ☐ It made sustainable investments with a social objective: 0.00%

☒ **NO**

- ☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 38.34% of sustainable investments
  - ☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - ☒ with a social objective
- ☐ It promoted E/S characteristics, but did not make any sustainable investments



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The environmental and social characteristics promoted by the Fund consisted of, inter alia, the reduction of greenhouse gas ("GHG") emissions and gender diversity. The Investment Managers sought to attain these characteristics by:

- Excluding certain issuers and sectors considered by the Investment Managers as harmful for the society,
- Favoring issuers with a good environmental, social and governance (the "ESG") profile, as captured by its proprietary ESG methodology,
- Engaging with issuers which are considered as underperformers in terms of specific ESG metrics.
- Committing to have an ESG score at Fund level higher than the average ESG score of companies in the Funds' Investment Universe, defined as MSCI All Country World Investable Market Index.

In this regard, the Fund allocated 95.59% of its assets to investments aligned with E/S characteristics as of 30 June 2024.

The sustainable investments of the Fund comprised equity securities issued by companies which contributed, through their products or services, to positive environmental or social outcomes. The six positive environmental outcome areas, which contribute to the United Nations Sustainable Development Goals ("UN SDGs"), and include 3 social and 3 environmental, are:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);
- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

In this regard, the Fund allocated 38.34% of its assets to sustainable investments by investing in companies that demonstrate positive sustainable contribution to positive environmental outcomes as of 30 June 2024.

No reference benchmark has been designated with the purpose of attaining the environmental and/or social characteristics promoted by the Fund.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

## ● **How did the sustainability indicators perform?**

The sustainability indicators performed as expected. The Fund exceeded its minimum share of sustainable investments, and the Investment Managers promoted environmental and social characteristics through its engagement activities.

The following sustainability indicators were used to measure the attainment of the environmental and/or social characteristics promoted by the Fund:

| Sustainability KPI Name                                                                                                                                                                      | Value  |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|
| Exposure to companies with alignment to the United Nations Sustainable Development Goals (the "UN SDGs")                                                                                     | 38.34% |
| Number of investee companies with which the Investment Manager engages                                                                                                                       | 64.00  |
| Share of investee companies rated 1 (exceptional) by the Investment Manager's proprietary ESG methodology                                                                                    | 0.00%  |
| Share of investee companies rated 2 (above average) by the Investment Manager's proprietary ESG methodology                                                                                  | 61.96% |
| Share of investee companies rated 3 (average) by the Investment Manager's proprietary ESG methodology                                                                                        | 37.09% |
| Share of investee companies rated 4 (poor) by the Investment Manager's proprietary ESG methodology                                                                                           | 1.05%  |
| Percent of companies held that are ranked in the worst quintile and greater than half the weighted average carbon intensity of MSCI All Country World and have no emission reduction target. | 0.00%  |
| Weighted average base ESG score of the portfolio as measured by MSCI ESG Rating Methodology                                                                                                  | 7.27   |
| Average ESG score of the Fund's Investment Universe as measured by MSCI ESG Rating Methodology                                                                                               | 5.39   |
| Share of investee companies with no females on the board of directors                                                                                                                        | 0.00%  |

## ● **... And compared to previous periods?**

Not applicable as there were no prior reference periods.

## ● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objective?**

The sustainable investments of the Fund comprised equity securities issued by companies which contributed, through their products or services, to positive environmental outcomes. The six positive environmental outcome areas, which contribute to the United Nations Sustainable Development Goals ("UN SDGs"), and include 3 social and 3 environmental, are:

- Basic Needs (goods and services known to contribute significantly to development);
- Wellbeing (enhanced health, education, justice and equality of opportunity for all);
- Decent Work (creation of secure, socially inclusive jobs and working conditions for all);
- Healthy Ecosystems (maintenance of ecologically sound landscapes and seas for people and nature);
- Climate Stability (solutions to curb the Earth's temperature rise); and
- Resource Security (preservation of natural resources through efficient and circular use).

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

## ● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Industry relevant impact indicators are compared to peers and the broad investment universe to identify potentially significant positive and negative impacts. The Investment Manager identified pertinent and significant sustainability risks and used its own qualitative judgement when reviewing the PAIs indicator data, where available, to assess whether investments cause any significant harm.

In addition, the Fund applied exclusions that further reduce the likelihood for issuers causing significant harm to be invested by the Fund.

## ----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

When assessing compliance of the Fund's sustainable investments with the DNSH principles, the Investment Managers took into account all mandatory PAI indicators of Table 1 of Annex I of the SFDR Regulatory Technical Standards ("RTS") as well as any of the optional indicators from Table 2 and 3 that are deemed to be relevant.

The Investment Managers performed an analysis at the level of each sustainable investment. Issuers deemed to be in breach of these indicators did not qualify as sustainable investments and were not deemed eligible for the Fund.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The Fund did not invest in companies that, according to MSCI, do not observe the main international conventions (United Nations Global Compact principles (the "UNGC Principles"), Organisation for Economic Cooperation and Development (the "OECD") Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights).

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

Specific thresholds and criteria for the following PAIs were considered by the Fund:

- Greenhouse gas intensity;
  - Board gender diversity;
  - Violations of UNGC or OECD Guidelines for Multinational Enterprises;
  - Exposure to controversial weapons.
- Greenhouse gas intensity

The Fund targeted decreasing greenhouse gas intensity by engaging with companies to encourage set emission reduction targets and disclose their climate change strategies. Please refer to the Templeton Global Equity Group Stewardship & Sustainability Report for examples of engagement on this topic, including with Fund holdings Infineon Technologies, Albemarle and Bank of America.

<https://franklintempletonprod.widen.net/content/0v61urf9ld/pdf/tqeg-sustainable-investing-report-en.pdf>

Companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI ACWI Index, (cumulatively), on the PAI of greenhouse gas intensity Scope 1 and 2 were to be addressed through engagement, with a requirement to make improvements or establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. In the event of no improvement after 3 years, the Investment Managers will look to make use of a wide range of options, from voting against management at shareholder's meetings to selling the shares. There were no companies meeting these criteria as of 30 June 2024.

- Board gender diversity

Companies with no females on the board were to be addressed through engagement, with a requirement to add a female board member over a 3-year timeframe. In case of no improvement after 3 years, the Investment Managers will look to make use of a wide range of options, from voting against management at shareholder's meetings to selling the shares. There were no companies meeting this criteria as of 30 June 2024.

- Violations of UNGC Principles or OECD Guidelines for Multinational Enterprises

The Fund excluded from its portfolio investments in companies which had been involved in violations of UNGC Principles or OECD Guidelines for Multinational Enterprises.

- Exposure to controversial weapons

The Fund excluded from its portfolio investments in companies involved in the manufacture or selling of cluster munitions, antipersonnel land mines, biological and chemical weapons.





## What were the top investments of this financial product?

The largest investments of this Fund during the reference period, excluding cash, were:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is - 2023-07-01 - 2024-06-30.

| Largest investments              | Sector                 | % of Assets | Country        |
|----------------------------------|------------------------|-------------|----------------|
| ROLLS-ROYCE HOLDINGS PLC         | Industrials            | 3.93%       | United Kingdom |
| ALPHABET INC.                    | Communication Services | 3.46%       | United States  |
| Samsung Electronics Co., Ltd.    | Information Technology | 2.75%       | South Korea    |
| TARGET CORPORATION               | Consumer Staples       | 2.71%       | United States  |
| MICRON TECHNOLOGY, INC.          | Information Technology | 2.68%       | United States  |
| UNION PACIFIC CORPORATION        | Industrials            | 2.57%       | United States  |
| UNITEDHEALTH GROUP INCORPORATED  | Health Care            | 2.56%       | United States  |
| THE TJX COMPANIES, INC.          | Consumer Discretionary | 2.51%       | United States  |
| BP P.L.C.                        | Energy                 | 2.40%       | United Kingdom |
| UNILEVER PLC                     | Consumer Staples       | 2.37%       | United Kingdom |
| THE WALT DISNEY COMPANY          | Communication Services | 2.37%       | United States  |
| BANK OF AMERICA CORPORATION      | Financials             | 2.25%       | United States  |
| MEDTRONIC PUBLIC LIMITED COMPANY | Health Care            | 2.22%       | United States  |
| BAE SYSTEMS PLC                  | Industrials            | 2.21%       | United Kingdom |
| AMAZON.COM, INC.                 | Consumer Discretionary | 2.16%       | United States  |



## What was the proportion of sustainability-related investments?

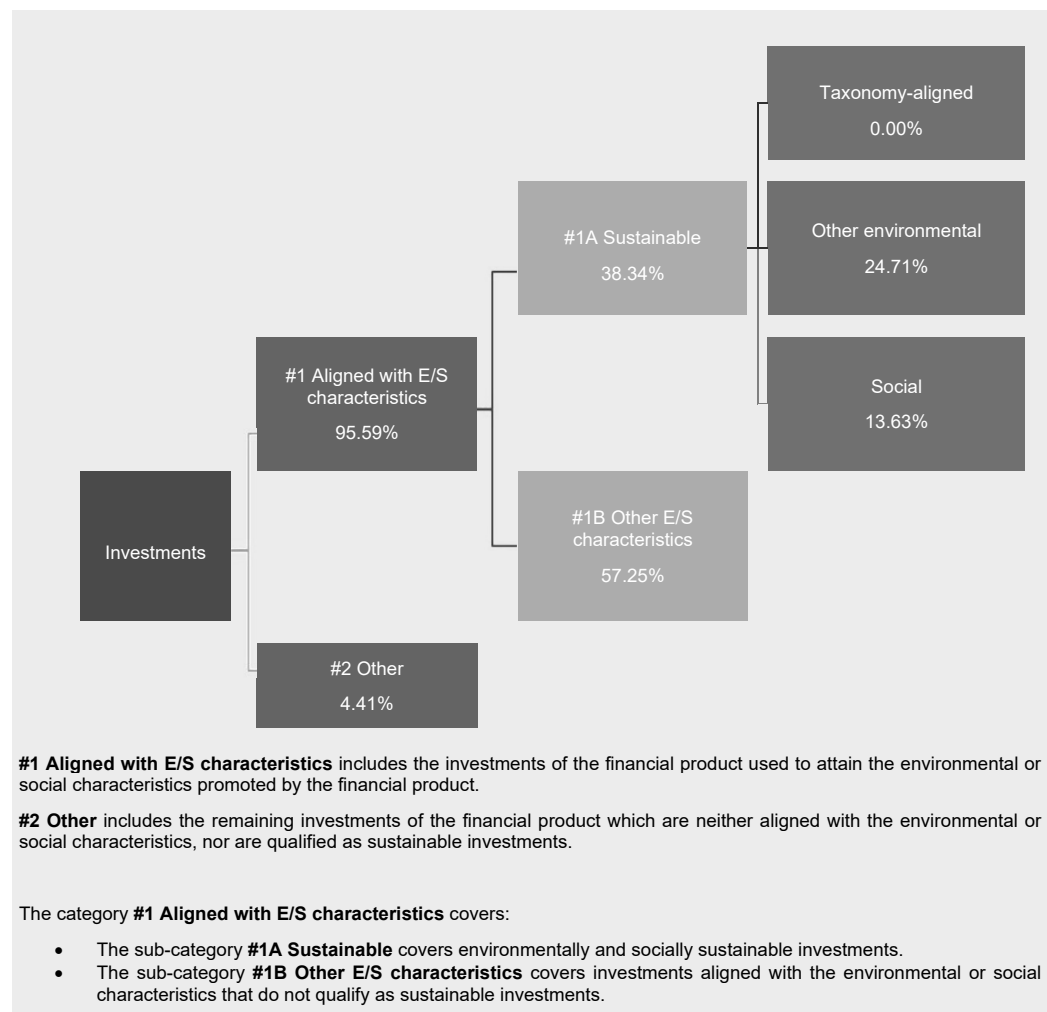
The proportion of sustainable investments was 38.34% as of 30 June 2024.

**Asset allocation**  
describes the share of  
investments in specific  
assets.

### What was the asset allocation?

95.59% of the Fund's portfolio was aligned with the E/S characteristics promoted by the Fund as of 30 June 2024. The remaining portion (4.41%) was not aligned with the promoted characteristics and consisted of liquid assets held for liquidity purposes of the Fund and derivatives held for hedging purposes.

Out of the Fund's portfolio segment which was aligned with the promoted environmental and/or social characteristics, the Fund invested 38.34% of its portfolio in sustainable investments.



● ***In which economic sectors were the investments made?***

The top sectors and sub-sectors of this Fund during the reference period, excluding cash, were:

| Top sector                                 | % of Assets |
|--------------------------------------------|-------------|
| Consumer Discretionary                     | 18.31%      |
| Industrials                                | 17.31%      |
| Information Technology                     | 13.01%      |
| Health Care                                | 11.53%      |
| Consumer Staples                           | 10.07%      |
| Financials                                 | 8.16%       |
| Communication Services                     | 7.76%       |
| Energy                                     | 5.71%       |
| Materials                                  | 2.63%       |
| Utilities                                  | 0.34%       |
| Top sub-sector                             | % of Assets |
| Aerospace & Defense                        | 8.54%       |
| Semiconductors & Semiconductor Equipment   | 6.51%       |
| Banks                                      | 5.73%       |
| Oil, Gas & Consumable Fuels                | 5.71%       |
| Health Care Providers & Services           | 4.04%       |
| Hotels, Restaurants & Leisure              | 3.92%       |
| Specialty Retail                           | 3.67%       |
| Consumer Staples Distribution & Retail     | 3.56%       |
| Automobile Components                      | 3.55%       |
| Interactive Media & Services               | 3.46%       |
| Software                                   | 3.20%       |
| Technology Hardware, Storage & Peripherals | 2.75%       |
| Life Sciences Tools & Services             | 2.65%       |
| Pharmaceuticals                            | 2.62%       |
| Ground Transportation                      | 2.57%       |

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure (OpEx)** reflecting the green operational activities of investee companies.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Not applicable.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>

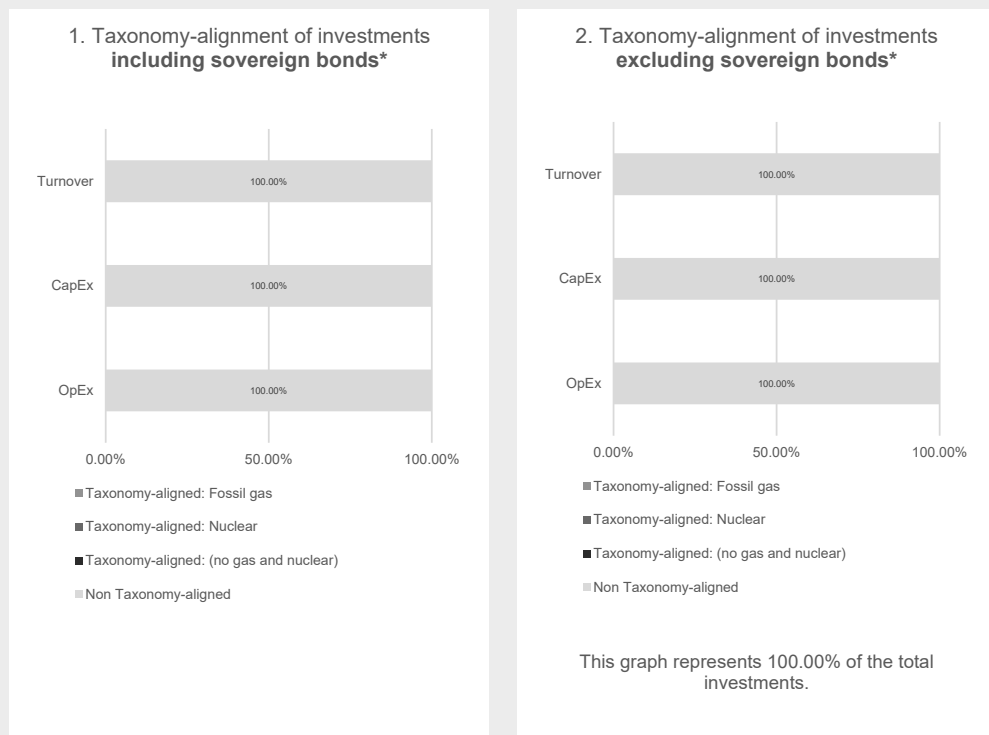
☐ Yes

☐ In fossil gas

☐ In nuclear energy

☒ No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

Not applicable.

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objectives - see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

 **What was the share of sustainable investments with an environmental objective not aligned with the EU taxonomy?**

The share of sustainable investments with an environmental objective that were not Taxonomy-aligned was 24.71% as of 30 June 2024.

 **What was the share of socially sustainable investments?**

The proportion of socially sustainable investments was 13.63% as of 30 June 2024.

 **What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The proportion of investments under “#2 Other” was 4.41% as of 30 June 2024 and included investments in liquid assets (ancillary liquid assets, bank deposits, money market instruments and money market funds) held for liquidity purposes, as well as derivatives used for hedging and/or efficient portfolio management purposes.

The Investment Managers applied minimum environmental safeguards by verifying that the counterparties used for derivative transactions and placement of deposits meet the EU Taxonomy Safeguards, as assessed by MSCI. Counterparties not meeting such criteria were not used by the Fund.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

The binding elements of the investment strategy, which were not at the discretion of the Investment Manager, and that have been employed in order to meet the environmental and/or social characteristics can be summarized as follows:

- The Fund excluded companies scoring 5 according to the Investment Manager’s proprietary ESG methodology;
- The Fund committed to engage with companies scoring 4, according to the Investment Manager’s proprietary ESG methodology. One company held as of 30 June 2024 scored a 4, and we engaged the company to encourage improvements in labour practices causing the poor rating;
- The Fund maintained a weighted average ESG rating of 7.27 as of 30 June 2024, higher than the average ESG rating of the companies in the Investment Universe, 5.36, as measured by the ESG Score using the MSCI ESG Ratings Methodology;
- The Fund committed to engage with companies scoring in the bottom quintile vs peers, and with a level greater than half that of the MSCI ACWI Index (cumulatively) on greenhouse gas intensity (Scope 1 and 2) with a requirement to make improvements or establish an emissions reduction target or move out of the bottom quintile over a 3-year timeframe. No companies held as of 30 June 2024 met this criterion;
- The Fund committed to engage with companies with no females on the board of directors, with a requirement to add a female board member over a 3-year timeframe. No companies held as of 30 June 2024 met this criterion;
- The Fund applied the ESG exclusions as further detailed in section “What investment strategy does this financial product follow?” in the Fund’s pre-contractual disclosure.



**How did this financial product perform compared to the reference benchmark?**

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

Not applicable.

# Franklin Templeton Office Directory

Further information regarding Franklin Templeton Alternative Funds is available from the following Franklin Templeton offices:

## EUROPE

### FRANCE

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Tel +48 22 541 75 88 (only for retail investors from Poland)

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## **TAIWAN**

### **FRANKLIN TEMPLETON SECURITIES INVESTMENT CONSULTING (SINOAM) INC.\***

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Tel: 886 2 2781 0088 Fax: 886 2 2781 7788  
Email: [service@franklin.com.tw](mailto:service@franklin.com.tw)

*\*Master agent appointed in Taiwan for FTIF to be  
offered and sold to the public in Taiwan.*

## **NORTH & SOUTH AMERICA**

### **USA**

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