

Franklin Shariah Global Multi-Asset Income Fund A (Mdis) USD

Income LU2645247508 Factsheet as of 31 May 2024

This is a marketing communication. Please refer to the prospectus of the UCITS and to the KID/KIID before making any final investment decisions.

Investment Overview

The primary characteristic of a Shariah fund is its compliance with Shariah guidelines based on the principles of Islamic finance. A Shariah fund is required to appoint a Shariah supervisory board which independently ensures that the fund also meets such Shariah guidelines in the management of all of its assets. The Fund aims to earn income and, secondarily, to increase the value of its investments over the medium to long term. The Fund pursues an actively managed investment strategy and invests mainly in Shariah-compliant equity securities (under normal market conditions, no more than 75% of the Fund's assets) and Shariah-compliant debt securities, including Sukuk, of any quality (including lower quality securities such as non-investment grade securities) and of any maturity, issued by governments, government-related entities, supranational entities and corporations located in developed and developing countries (investments in below investment grade is limited to 20% of the Fund's assets).

Performance

Under current legislation, we are not allowed to display performance data with less than a complete 12 month performance record.

Fund Overview

Fund Base Currency	USD
Fund Inception Date	01/11/2023
Share Class Inception Date	01/11/2023
Dividend Frequency	Monthly
ISIN	LU2645247508
Sedol	BRCDBJ1
Valor Number	129812998
Bloomberg	FRASMDU LX
Minimum Investment	USD 1000

Benchmark(s) and Type

60% MSCI AC World Islamic Index-NR +	
40% Dow Jones Sukuk TR	Comparator

Charges

Maximum Initial Charge	5.75%
Exit Charge	—
Ongoing Charges Figure	1.75%
Performance Fee	—

The charges are the fees the Fund charges to investors to cover the costs of running the Fund. Additional costs, including transaction fees, will also be incurred. These costs are paid out by the Fund, which will impact on the overall return of the Fund. Fund charges will be incurred in multiple currencies, meaning that payments may increase or decrease as a result of currency exchange fluctuations.

Fund Characteristics

	Fund
NAV-A (Mdis) USD	\$11.23
Total Net Assets	\$10.21 Million
Number of Holdings	108
Average Credit Quality	BBB-
Weighted Average Maturity	7.55 Yrs
Effective Duration	5.22 Yrs
Yield to Maturity	6.38%

Asset Allocation (% of Total)

	Fund
Equity	59.81
Fixed Income	38.70
Cash & Cash Equivalents	1.49

Top Securities (% of Total)

	Fund
MICROSOFT CORP	7.75
TMS ISSUER S.a r.l. 5.78% 23-AUG-2032	2.52
ROP Sukuk Trust 5.045% 06-JUN-2029	2.13
SUCI Second Investment Company 6.0% 25-OCT-2028	2.01
International Islamic Liquidity Management 2 SA 5.3% 11-JUL-2024	1.98
DP World Crescent Ltd. 5.5% 13-SEP-2033	1.97
MDGH Sukuk Ltd. 4.959% 04-APR-2034	1.96
Aldar Sukuk Ltd. 4.75% 29-SEP-2025	1.94
MAF Sukuk Ltd. 4.5% 03-NOV-2025	1.93
FAB Sukuk Co. Ltd. 2.5% 21-JAN-2025	1.93

Sector Allocation (% of Equity)

	Fund
Information Technology	37.97
Health Care	15.55
Materials	12.45
Industrials	9.41
Consumer Discretionary	7.98
Energy	7.98
Communication Services	3.78
Consumer Staples	3.54
Utilities	1.35

Geographic Exposure (% of Total Exposure)

	Fund
North America	39.79
Mid-East/Africa	29.10
Asia ex-Japan	10.77
Europe ex-UK	6.92
Latin America	3.93
Japan	3.35
Australasia	3.06
United Kingdom	1.09
Other	2.01

Portfolio Management

	Years with Firm	Years of Experience
Matthias Hoppe	16	24
Mohieddine (Dino) Kronfol	17	28

What are the Risks?

The Fund does not offer any capital guarantee or protection and you may not get back the amount invested. The Fund is subject to the following risks which are materially relevant: **Chinese Market risk:** In addition to typical risks linked to Emerging Markets, investments in China are subject to economic, political, tax and operational risks specific to the Chinese Market. Please also refer to the prospectus for China QFII risk, Bond Connect risk and Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect risk. **Counterparty risk:** the risk of failure of financial institutions or agents (when serving as a counterparty to financial contracts) to perform their obligations, whether due to insolvency, bankruptcy or other causes. **Credit risk:** the risk of loss arising from default that may occur if an issuer fails to make principal or interest payments when due. This risk is higher if the Fund holds low-rated, sub-investment-grade securities. **Derivative Instruments risk:** the risk of loss in an instrument where a small change in the value of the underlying investment may have a larger impact on the value of such instrument. Derivatives may involve additional liquidity, credit and counterparty risks. **Emerging markets risk:** the risk related to investing in countries that have less developed political, economic, legal and regulatory systems, and that may be impacted by political/economic instability, lack of liquidity or transparency, or safekeeping issues. **Foreign Currency risk:** the risk of loss arising from exchange-rate fluctuations or due to exchange control regulations. **Shariah compliance risk:** the risk that the restriction to invest only in Shariah-compliant securities may place the Fund at a comparative disadvantage vs. funds that do not have this restriction. Returns to shareholders may also be reduced due to payments to Shariah approved charities to "purify" dividends. Complete information on the risks of investing in the Fund are set out in the Fund's prospectus.

Glossary

Ongoing Charges Figure (OCF): The Ongoing Charges Figure (OCF) includes the fees paid to the management company, the investment manager and the depository, as well as certain other expenses. The OCF is calculated by taking the relevant main material costs paid out over the 12-month period indicated and dividing them by the average net assets over the same period. The OCF does not include all expenses paid by the fund (for example, it does not include what the fund pays for buying and selling securities). For a comprehensive list of the types of costs deducted from fund assets, see the prospectus. For recent all-in annual costs, as well as hypothetical performance scenarios that show the effects that different levels of return could have on an investment in the fund, where applicable, see the KID/KIID. For funds that lack 12 months of data, or for which OCF is not likely to give a fair idea of likely future costs, the figure shown is an estimate. **Comparator:** Benchmark is used for comparing Fund performance, but is not a constraint to Fund Investment. **Average Credit Quality:** The average credit quality reflects the holdings of the underlying issues, based on the size of each holding and ratings assigned to each based on rating agency assessments of its creditworthiness. **Weighted Average Maturity:** An estimate of the number of years to maturity, taking the possibility of early payments into account, for the underlying holdings. **Effective Duration** is a duration calculation for bonds with embedded options. Effective duration takes into account that expected cash flows will fluctuate as interest rates change. Duration measures the sensitivity of price (the value of principal) of a fixed-income investment to a change in interest rates. The higher the duration number, the more sensitive a fixed-income investment will be to interest rate changes. **Yield to Maturity ('YTM'):** is the rate of return anticipated on a bond if it is held until the maturity date. YTM is considered a long-term bond yield expressed as an annual rate. The calculation of YTM takes into account the current market price, par value, coupon interest rate and time to maturity. It is also assumed that all coupons are reinvested at the same rate. Yield figures quoted should not be used as an indication of the income that has or will be received. Yield figures are based on the portfolio's underlying holdings and do not represent a payout of the portfolio.

Portfolio Data Information

Holdings are provided for information purposes only and should not be deemed a recommendation to buy or sell the securities mentioned.

Important Information

This is a sub-fund ("Fund") of Franklin Templeton Shariah Funds, a Luxembourg registered SICAV. Subscriptions to shares of the Fund can only be made based on the Fund's current Prospectus and, where available, the relevant KID/KIID, accompanied by the latest available audited annual report and the latest semi-annual report if published thereafter. An investment in the Fund entails risks which are described in the Fund's prospectus and, where available, the relevant KID/KIID. The Fund's documents are available in English, Arabic, French and Spanish at www.franklinresources.com/all-sites or can be requested via FT's European Facilities Service which is available at www.eifs.lu/franklintempleton. In addition, a summary of investor rights is available www.franklintempleton.lu/summary-of-investor-rights. The summary is available in English. Franklin Templeton Shariah Funds are notified for marketing in multiple EU Member States under the UCITS Directive. Franklin Templeton Shariah Funds can terminate such notifications for any share class and/or sub-fund at any time by using the process contained in Article 93a of the UCITS Directive. For the avoidance of doubt, if you decide to invest, you will be buying units/shares in the Fund and will not be investing directly in the underlying assets of the Fund.

Given the variety of investment options available today, we suggest investors seek guidance from a Financial Adviser.

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