



Franklin Bissett Small Cap Fund

Franklin Bissett

Canadian Equity
January 31, 2019

Fund Overview

Total Net Assets	\$372,248,522 ¹
Inception Date	Series A: 11/24/2000 Series F: 08/30/1993
Number of Holdings	48
Morningstar Category™	Canadian Small/Mid Cap Equity
Benchmark	Custom Franklin Bissett Small Cap Benchmark ²

Investment Objective & Strategy

Long-term capital appreciation by investing primarily in a diversified portfolio of small-capitalization Canadian equities that have proven management and long-term growth plans. The fund may also invest in foreign securities.

Fund Management

Gary J. Aitken ³	27 Years, Calgary, AB Canada
Ralph Lindenblatt	22 Years, Calgary, AB Canada

Risk Classification

Low	Low to Medium	Medium	Medium to High	High
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Asset Allocation (%)



Fund Codes

	Fund		Corp Class	
	CDN\$	US\$	CDN\$	US\$
Series A Front	TML223		TML950	
Series A DSC	TML323		TML951	
Series A Low Load	TML598		TML788	
Series F	TML253		TML952	
Series F ADM	TML3999		TML5136	
Series O	TML116		TML954	
Series PA Front	TML5322		TML5319	
Series PA DSC	TML5324		TML5321	
Series PA Low Load	TML5323		TML5320	
Series PF	TML3812			
Series PF ADM	TML5067			

¹ Inclusive of trust and corporate class versions where applicable.

² Custom Franklin Bissett Small Cap Benchmark is a blended index composed of the S&P/TSX SmallCap Total Return Index and BMO Small Cap Index. The customized index reflects the returns of the S&P/TSX SmallCap Total Return Index on and after January 1, 2000, and the BMO Small Cap Index prior to January 1, 2000.

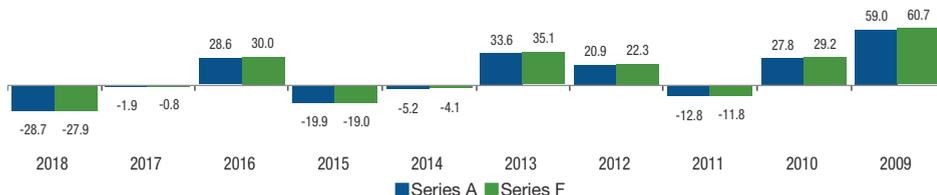
³ Effective 1/15/2019.

REASONS TO INVEST IN THIS FUND:

- **Small caps provide diversification.** Ideal for investors seeking to add small caps to an investment portfolio can complement large- and mid-cap holdings and help generate superior risk-adjusted returns over time.
- **Investing for the long term.** The fund invests primarily in companies with a market capitalization of between \$100 million to \$2.5 billion, and invests in companies with proven management and a long-term growth plan.

Performance

Calendar Year Returns in Canadian Dollars (%)



Compounded Returns in Canadian Dollars (%)

	YTD	1 Mo	3 Mo	6 Mo	1 Year	3 Years	5 Years	10 years	Since Inc [^]
Series A	2.31	2.31	-9.47	-21.08	-24.57	-2.19	-6.37	7.58	5.46
Series F [‡]	2.41	2.41	-9.22	-20.63	-23.72	-1.10	-5.32	8.78	7.28

[^] Series inception date

[‡] Series F is available to investors participating in programs that do not require Franklin Templeton to incur distribution costs in the form of trailing commissions to dealers. As a consequence, the management fee on Series F is lower than on Series A.

Top Holdings (% of Total)

Indigo Books & Music Inc.	6.21
Equitable Group Inc	5.09
Total Energy Services Inc.	4.88
Leon's Furniture Ltd.	4.87
Reitmans Ltd.	4.43
Horizon North Logistics Inc	4.13
The Westaim Corp	3.95
Richelieu Hardware Ltd.	3.76
Transcontinental Inc.	3.70
Corby Spirit and Wine Limited	3.63

Fund Facts

Price per Unit (Series A)	\$35.64
Portfolio Turnover Rate (06/30/2018)	2.83%
MER (06/30/2018 incl. HST)	A: 2.86% F: 1.75%

Composition of Fund

Top Country Weightings (% of Total)

Canada	91.60
Cash & Cash Equivalents	8.40

Top Sector Weightings (% Equity)

Energy	25.25
Consumer Discretionary	23.29
Industrials	19.87
Financials	12.93
Materials	6.88
Information Technology	4.23
Consumer Staples	3.94
Communication Services	2.45
Real Estate	1.14

Disclaimers

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus or fund facts document before investing. The indicated rates of return are historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any security holder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. The portfolio manager for a Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top 10 holdings list. Series T distributions are automatically reinvested unless otherwise requested. Series T may also pay a distribution that must be reinvested in December, consisting of income and capital gains. Please indicate your preference to receive cash flow immediately on the application form. Fund AUM reported may include fund-on-fund holdings, and assets are therefore reflected in both the top fund and underlying fund AUM. The 'Supranational' geographic designation refers to international financial institutions whereby member states transcend national boundaries and issue debt securities on behalf of the group as a whole.

Beginning in October 2016, investors switching between Corporate Class funds may trigger a capital gain or loss at the time of the switch due to certain changes in the federal government's 2016 budget proposal.

Ratings without cash, Market Value or Notional Exposure: Ratings shown are assigned by one or more Nationally Recognized Statistical Rating Organizations ('NRSRO'), such as Standard & Poor's, Moody's and Fitch. The ratings are an indication of an issuer's creditworthiness and typically range from AAA or Aaa (highest) to D (lowest). When ratings from all three agencies are available, the middle rating is used; when two are available, the lowest rating is used; and when only one is available, that rating is used. Foreign government bonds without a specific rating are assigned the country rating provided by an NRSRO, if available. The NR category consists of ratable securities that have not been rated by an NRSRO. The N/A category consists of nonratable securities (e.g., equities). Cash and equivalents are excluded from this breakdown.

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Franklin Templeton Investments Canada is a business name used by Franklin Templeton Investments Corp.

Glossary

Dividend Yield of a stock is the total amount of dividend per share paid over the previous 12 months, divided by its current price. The dividend yield of a mutual fund is the market-weighted average of the dividend yields of all the stocks in the portfolio. This measure is gross of fees.

Weighted Yield (Internal Yield) is a blended measure used for balanced funds, the internal yield is the market-weighted average of the Yield to Maturity of the fund's fixed income component and the Dividend Yield of the fund's equity component. This measure is gross of fees.

Yield to Maturity (YTM) is a long-term yield expressed as an annual rate. A bond's YTM is the rate of return anticipated if one assumes the bond is held until its maturity date and all the coupons paid by the bond are reinvested at the same rate of return as the coupons. The calculation takes into account the current market price, par value, coupon interest rate and time to maturity. The YTM of a bond fund is the market-weighted average of the YTM's of all the bonds in the portfolio.

Yield to Worst (YTW) of a bond is the yield to maturity if the worst possible bond repayment takes place. If market yields are higher than the coupon, the YTW would assume no prepayment. If market yields are below the coupon, the YTW would assume prepayment. The YTW of a fund is the market-weighted average of the YTW's of all the bonds in the portfolio. This measure is gross of fees and excludes yield on cash.



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