



INSTITUTIONAL-STYLE DIVERSIFICATION FOR SOPHISTICATED INVESTORS

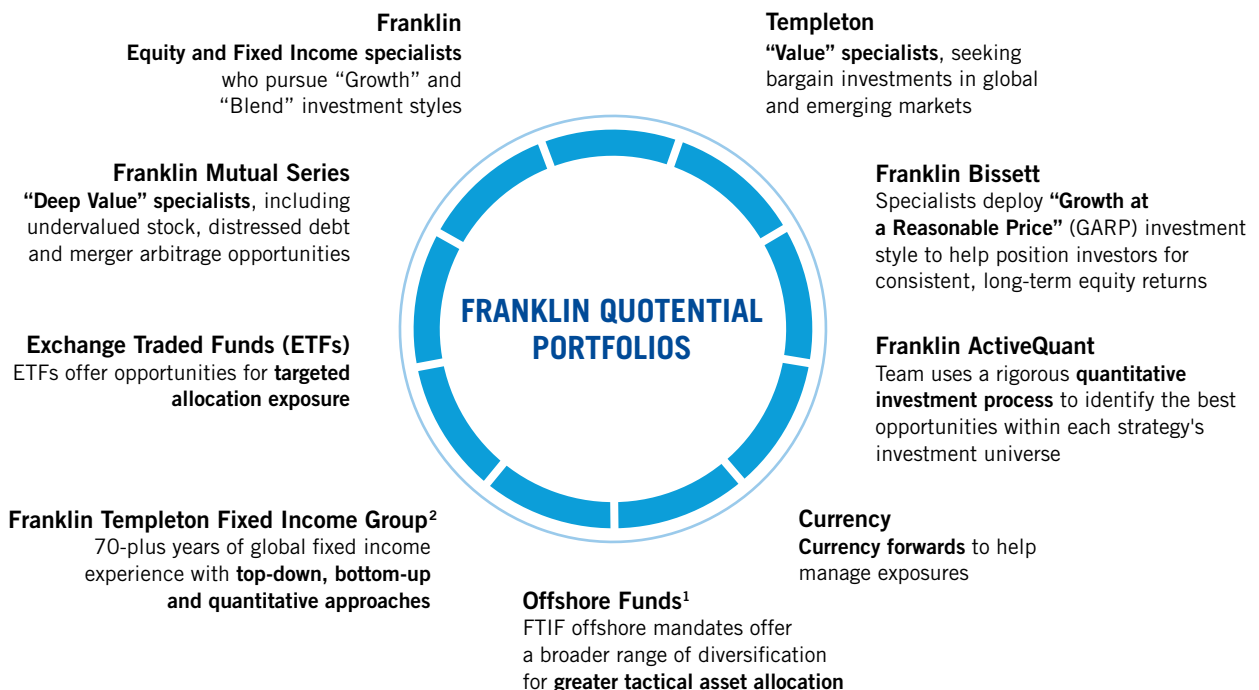
Franklin Quotential® Portfolios

Each of the six Franklin Quotential Portfolios achieves a robust asset allocation process drawing from Canadian mutual funds, sub-advised funds, offshore funds and ETFs for targeted allocation exposure. The resulting allocations include potential exposure to more than 180 investment strategies—a calibre of investment diversification previously only accessible to institutional investors.

The Franklin Quotential Opportunity Set

Franklin Templeton's independent portfolio management groups provide specialized expertise over a broad range of products that form the foundation of Franklin Quotential Portfolios. The range offers a wide selection of investment mandates with unique management-style expertise and experience. With full transparency into the underlying assets of each fund, the portfolio management team is able to have a full and robust view of diversification, as well as correlation between funds to determine the degree of diversification among holdings.

Strategy. Expertise. Experience.



1. FTIF (SICAV) Funds are not available for direct purchase in Canada. Société d'investissement à capital variable (SICAV) is an open-end investment company governed by the laws of Luxembourg.
2. Franklin Templeton Fixed Income Group, a business unit of Franklin Templeton Investments Corp., combines the expertise of the Franklin Advisers, Inc. and Fiduciary Trust Company International fixed income teams.

Full Transparency

In the snapshot below, the average correlation between holdings is 0.39, which means that there is a low degree of repetition or duplication in the stocks and bonds held by the underlying funds.

THREE-YEAR CORRELATION OF UNDERLYING INVESTMENTS

Franklin Quotential Balanced Growth Portfolio (August 2015–June 2018)

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z	AA	
A BMO MSCI Europe Hi Quality Hdgd to CAD ETF	1.00																											
B Franklin ActiveQuant Canadian Fund ³	0.62	1.00																										
C Franklin Bissett Cdn Equity Fund	0.52	0.89	1.00																									
D Franklin Bissett Cdn Short Term Bond Fund	0.47	0.40	0.40	1.00																								
E Franklin Bissett Core Plus Bond Fund	0.49	0.33	0.28	0.88	1.00																							
F Franklin Bissett Small Cap Fund	0.14	0.46	0.62	0.09	-0.09	1.00																						
G Franklin Japan Fund ¹	0.43	0.32	0.20	0.54	0.40	-0.01	1.00																					
H Franklin Mutual European Fund ¹	0.56	0.30	0.25	0.48	0.30	0.05	0.77	1.00																				
I Franklin Strategic Income Fund	0.53	0.49	0.55	0.63	0.53	0.40	0.29	0.36	1.00																			
J Franklin Select US Equity Fund	0.54	0.48	0.37	0.46	0.34	-0.03	0.73	0.72	0.20	1.00																		
K Franklin US Low Duration Fund	0.03	-0.14	-0.20	0.33	0.31	-0.37	0.44	0.26	-0.37	0.39	1.00																	
L Franklin US Opportunities Fund	0.60	0.38	0.23	0.66	0.56	-0.15	0.79	0.72	0.29	0.86	0.43	1.00																
M Franklin US Rising Dividend Fund	0.65	0.52	0.49	0.54	0.49	0.02	0.68	0.58	0.27	0.83	0.43	0.79	1.00															
N iShares Core MSCI Emerging Markets ETF	0.43	0.33	0.30	0.66	0.54	0.08	0.58	0.49	0.68	0.39	-0.05	0.58	0.46	1.00														
O iShares Core S&P 500 ETF	0.59	0.41	0.35	0.54	0.45	-0.08	0.74	0.66	0.21	0.90	0.47	0.88	0.95	0.47	1.00													
P iShares MSCI Japan ETF	0.47	0.32	0.27	0.61	0.46	0.09	0.94	0.78	0.39	0.74	0.39	0.81	0.70	0.61	0.76	1.00												
Q iShares S&P/TSX 60 ETF	0.53	0.87	0.89	0.45	0.32	0.56	0.27	0.31	0.58	0.46	-0.22	0.33	0.47	0.31	0.37	0.33	1.00											
R iShares Russell 1000 Value ETF	0.53	0.45	0.46	0.50	0.37	0.07	0.66	0.61	0.21	0.87	0.41	0.74	0.92	0.38	0.95	0.69	0.45	1.00										
S SPDR® EURO STOXX 50 ETF	0.69	0.41	0.34	0.47	0.32	0.03	0.74	0.94	0.40	0.70	0.27	0.70	0.65	0.52	0.68	0.74	0.37	0.61	1.00									
T SPDR® Gold Shares Fund	-0.17	-0.38	-0.38	0.10	0.27	-0.22	-0.14	-0.31	0.09	-0.36	0.15	-0.17	-0.13	0.10	-0.19	-0.09	-0.34	-0.30	-0.25	1.00								
U Templeton Asian Growth Corp CI Sr Fund	0.40	0.34	0.37	0.49	0.36	0.23	0.48	0.40	0.66	0.37	-0.15	0.47	0.44	0.88	0.42	0.54	0.35	0.37	0.44	0.13	1.00							
V Templeton Em Mkts Smaller Companies Fund	0.39	0.23	0.09	0.70	0.65	-0.23	0.70	0.57	0.43	0.54	0.34	0.70	0.51	0.82	0.56	0.67	0.15	0.45	0.56	0.11	0.65	1.00						
W Templeton Frontier Markets Corp CI	0.28	0.12	0.06	0.36	0.31	-0.02	0.41	0.53	0.25	0.35	0.14	0.32	0.26	0.35	0.28	0.40	0.13	0.30	0.51	-0.07	0.30	0.54	1.00					
X Templeton Global Bond Fund	0.27	0.01	-0.07	0.58	0.51	-0.35	0.55	0.49	0.21	0.35	0.56	0.52	0.45	0.54	0.48	0.54	-0.07	0.41	0.55	0.19	0.41	0.71	0.45	1.00				
Y Franklin Templeton Cdn Large Cap Fund	0.35	0.79	0.89	0.30	0.07	0.66	0.22	0.29	0.50	0.39	-0.28	0.20	0.41	0.31	0.32	0.29	0.87	0.44	0.33	-0.43	0.36	0.03	-0.02	-0.11	1.00			
Z Templeton Euroland Fund	0.54	0.30	0.25	0.48	0.31	0.04	0.76	0.96	0.36	0.70	0.30	0.70	0.55	0.49	0.64	0.79	0.29	0.58	0.93	-0.26	0.43	0.58	0.57	0.54	0.25	1.00		
AA Financial Select Sector SPDR® ETF	0.28	0.28	0.37	0.27	0.09	0.14	0.55	0.54	0.03	0.78	0.31	0.58	0.69	0.24	0.77	0.58	0.34	0.87	0.48	-0.52	0.26	0.28	0.29	0.25	0.43	0.54	1.00	

Average 3-Year Correlation among all holdings is 0.39

Lowest Correlation <+/-0.22 Low Correlation <+/-0.23–0.44 Medium Correlation <+/-0.45–0.66 High Correlation <+/-0.67–1.00

3. Effective April 3, 2017, Franklin Bissett All Canadian Focus Fund has been renamed Franklin ActiveQuant Canadian Fund.

Source: Franklin Templeton Investments, Morningstar Direct as of March 31, 2018. Important data provider notices and terms available at www.franklintempletondatasources.com.



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A Global Approach. A Canadian Perspective.

Franklin Quotential Portfolios are a targeted multi-asset solution offering diversification across asset classes, investment styles, quality and global markets. Managed in Canada, the investment team includes more than 80 professionals from around the globe who collaborate to: develop long-term capital market expectations; target and capture short-term opportunities with agility; and identify alpha sources and monitor bottom-up strategies.

The team's investment process is guided by robust, risk-centric protocols that are designed to measure, monitor and manage risks at a granular level, ultimately aiming to verify that each and every risk has the potential to contribute to the long-term reward and is an intended part of each portfolio's strategy.

This unique combination of institutional diversification and investment discipline allows us to offer Canadian investors a strategic and forward-looking solution designed to meet their expected outcomes over the long term.

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.

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