



# Franklin LibertyShares® ETFs Overview

## SMART BETA ETFs

| ETF TICKER                    | FLDM  | FLEM  | FLGD   | FLUS   |
|-------------------------------|---|---|--|--|
| <b>ETF Name</b>               | Franklin LibertyQT International Equity Index ETF   | Franklin LibertyQT Emerging Markets Index ETF   | Franklin LibertyQT Global Dividend Index ETF   | Franklin LibertyQT U.S. Equity Index ETF   |
| <b>Management Style</b>       | Smart Beta  | Smart Beta  | Smart Beta   | Smart Beta   |
| <b>Management Fee</b>         | <b>0.40%</b>  | <b>0.45%</b>  | <b>0.30%</b>   | <b>0.25%</b>   |
| <b>Fund Category</b>          | International Equity  | Emerging Markets Equity   | Global Equity  | U.S. Equity  |
| <b>Listing Exchange</b>       | Toronto Stock Exchange  | Toronto Stock Exchange  | Toronto Stock Exchange   | Toronto Stock Exchange   |
| <b>ETF Goal</b>               | Seeks to deliver investment results that closely correspond, before fees and expenses, to the performance of the LibertyQ International Equity Index. <sup>1</sup><br><br>The underlying index seeks to achieve a lower level of risk and higher risk-adjusted performance than the MSCI EAFE Index over the long term. | Seeks to deliver investment results that closely correspond, before fees and expenses, to the performance of the LibertyQ Emerging Markets Index. <sup>2</sup><br><br>The underlying index seeks to achieve a lower level of risk and higher risk-adjusted performance than the MSCI Emerging Markets Index over the long term. | Seeks to deliver investment results that closely correspond, before fees and expenses, to the performance of the LibertyQ Global Dividend Index. <sup>3</sup><br><br>The underlying index seeks to achieve a lower level of risk and higher risk-adjusted performance than the MSCI ACWI <sup>4</sup> ex-REITs Index over the long term. | Seeks to deliver investment results that closely correspond, before fees and expenses, to the performance of the LibertyQ U.S. Large Cap Equity Index. <sup>5</sup><br><br>The underlying index seeks to achieve a lower level of risk and higher risk-adjusted performance than the Russell 1000® Index over the long term. |
| <b>Investment Universe</b>    | MSCI EAFE Index-NR* represents returns in developed markets in Europe, Australasia and the Far East.  | MSCI Emerging Markets Index-NR* represents returns in emerging markets.   | MSCI ACWI ex-REITs Index-NR* represents returns from large and mid-cap stocks across Developed and Emerging Market countries.  | The Russell 1000® Index-NR* is a subset of the Russell 3000® Index-NR* and includes approximately 1,000 of the largest securities based on a combination of their market cap and current index membership.   |
| <b>Number of Constituents</b> | Top 25% of MSCI EAFE Index  | Top 25% of MSCI Emerging Markets Index  | Approximately 100  | Top 25% of Russell 1000® Index   |
| <b>Distribution Frequency</b> | Semi-annually   | Semi-annually   | Monthly  | Quarterly  |
| <b>Constraints</b>            | Security weight capped at 2%  | Security weight capped at 1%  | Security weight capped at 2%   | Security weight capped at 1%   |
| <b>Rebalance Frequency</b>    | Semi-annually   | Semi-annually   | Semi-annually  | Semi-annually  |
| <b>Factors Utilized</b>       | <b>Quality:</b> 50% <b>Value:</b> 30%<br><b>Momentum:</b> 10% <b>Low Volatility:</b> 10%  | <b>Quality:</b> 50% <b>Value:</b> 30%<br><b>Momentum:</b> 10% <b>Low Volatility:</b> 10%  | Robust dividend screen followed by a quality factor overlay.   | <b>Quality:</b> 50% <b>Value:</b> 30%<br><b>Momentum:</b> 10% <b>Low Volatility:</b> 10%   |

ACTIVELY MANAGED ETFs

| ETF TICKER                    | FLCI  | FLCP   | FLGA   | FLSD  | FLUI  |
|-------------------------------|---|--|--|---|---|
| <b>ETF Name</b>               | Franklin Liberty Canadian Investment Grade Corporate ETF  | Franklin Liberty Core Plus Bond ETF  | Franklin Liberty Global Aggregate Bond ETF (CAD-Hedged)  | Franklin Liberty Short Duration Bond ETF  | Franklin Liberty U.S. Investment Grade Corporate ETF (CAD-Hedged)   |
| <b>Management Style</b>       | Actively managed  | Actively managed   | Actively managed   | Actively managed  | Actively managed  |
| <b>Management Fee</b>         | <b>0.35%</b>  | <b>0.55%</b>   | <b>0.35%</b>   | <b>0.40%</b>  | <b>0.35%</b>  |
| <b>Fund Category</b>          | Canadian Fixed Income   | Canadian Fixed Income  | Global Fixed Income  | Canadian Short-Term Fixed Income  | Global Corporate Fixed Income   |
| <b>Listing Exchange</b>       | Toronto Stock Exchange  | Toronto Stock Exchange   | Toronto Stock Exchange   | Toronto Stock Exchange  | Toronto Stock Exchange  |
| <b>ETF Goal</b>               | Seeks to provide long-term capital growth and current income by investing primarily in investment grade corporate debt issued by Canadian corporations. It may invest in asset-backed or mortgage-backed securities, and debt issued by foreign corporations. | Seeks to provide high current income and some long-term capital appreciation through exposure to Canadian fixed-income securities, including federal and provincial government and corporate bonds, debentures and short-term notes, by investing substantially all of its assets in securities of Franklin Bissett Core Plus Bond Fund (or its successor fund). | Seeks to maximize total investment return (combination of interest income and capital appreciation) by investing primarily in fixed or floating-rate debt securities issued by governments and government-related entities (including supranational organizations supported by several national governments) and corporations worldwide. | Seeks to provide high income and preservation of capital through exposure to Canadian fixed-income securities, including federal and provincial government and corporate bonds, debentures and short-term notes, by investing substantially all of its assets in securities of Franklin Bissett Short Duration Bond Fund (or its successor fund). | Seeks to provide both a high level of current income and preservation of capital by investing primarily in U.S. dollar-denominated investment grade corporate debt securities issued by U.S. and non-U.S. entities. |
| <b>Benchmark</b>              | FTSE Canada All Corporate Bond Index  | FTSE Canada Universe Bond Index  | Bloomberg Barclays Global Aggregate (100% Hedged into CAD) Index   | FTSE Canada Short Term Overall Bond Index   | Bloomberg Barclays U.S. Corporate Index (CAD-Hedged)  |
| <b>Number of Constituents</b> | Approximately 120 holdings, diversified across different industries.  | —  | 100–130  | —   | 75  |
| <b>Distribution Frequency</b> | Monthly   | Monthly  | Monthly  | Monthly   | Monthly   |
| <b>Constraints</b>            | 100% investment grade.  | —  | Sub-investment grade capped at 20%. Portfolio 90–100% CAD-hedged.  | —   | Minimum 80% in BBB- or higher. May invest up to 40% in non-U.S. issuers.  |
| <b>Derivative Usage</b>       | Occasionally—to hedge against interest rate risk and credit risk.   | Occasionally—to hedge against interest rate and credit risk.   | For hedging and efficient portfolio management purposes.   | Occasionally—to hedge against interest rate and credit risk.  | —   |
| <b>Investment Approach</b>    | Combines top-down macro research with fundamental credit research.  | Combines top-down macro research with fundamental credit research.   | Combines top-down fundamental analysis with bottom-up security selection.  | Combines top-down macro research with fundamental credit research.  | Combines in-depth fundamental credit research with bottom-up security selection.  |

ACTIVELY MANAGED ETFs continued

| ETF TICKER                    | FGGE  | FLBA   | FLRM   | FINO  |
|-------------------------------|---|--|--|---|
| <b>ETF Name</b>               | Franklin Global Growth Active ETF   | Franklin Liberty Core Balanced ETF   | Franklin Liberty Risk Managed Canadian Equity ETF  | Franklin Innovation Active ETF  |
| <b>Management Style</b>       | Actively managed  | Actively managed   | Actively managed   | Actively managed  |
| <b>Management Fee</b>         | 0.90%   | 0.30%  | 0.30%  | 0.80%   |
| <b>Fund Category</b>          | Global Equity   | Global Neutral Balanced  | Canadian Equity  | Equity  |
| <b>Listing Exchange</b>       | Toronto Stock Exchange  | Toronto Stock Exchange   | Toronto Stock Exchange   | Toronto Stock Exchange  |
| <b>ETF Goal</b>               | Seeks long-term capital appreciation by investing primarily in equity securities of growth companies, with any market size capitalization, located throughout the world, by investing substantially all of its assets in securities of Franklin Global Growth Fund (or its successor fund). | Seeks to provide long-term capital appreciation with some income by investing directly in Canadian and U.S. equity and Canadian fixed income securities. | Seeks to provide long-term capital appreciation with reduced volatility relative to the broad Canadian equity market by investing primarily in a diversified portfolio of Canadian equities. | Seeks to provide capital appreciation through exposure to equity securities of companies with sustainable innovation-driven growth prospects, by investing substantially all of its assets in securities of Franklin Innovation Fund (or its successor fund). |
| <b>Benchmark</b>              | MSCI World Index-NR*  | 45% FTSE Canada Universe Bond Index, 27.5% S&P/TSX Composite TRI & 27.5% S&P 500 TRI   | S&P/TSX Composite Index  | Russell 1000® Growth Index<br>S&P 500 Total Return Index  |
| <b>Number of Constituents</b> | —   | 240–280 North American holdings and 40 Canadian fixed income securities.   | Approximately 120–140 securities which are typically diversified across the majority of sectors and industries.  | —   |
| <b>Distribution Frequency</b> | Annually  | Quarterly  | Quarterly  | Annually  |
| <b>Constraints</b>            | —   | —  | —  | —   |
| <b>Derivative Usage</b>       | —   | Occasionally—to hedge against interest rate, credit and currency risk.   | Yes—to reduce market risk.   | —   |
| <b>Rebalance Frequency</b>    | —   | Monthly reselection  | Monthly reselection  | —   |
| <b>Investment Approach</b>    | Employs a bottom-up, fundamental investment approach focused on growth, quality and valuation criteria.   | <b>Equity:</b> Growth, Value, Low Volatility and Momentum.<br><b>Fixed Income:</b> Combines top-down macro research with fundamental credit research.    | Incorporates a mix of historical and projected financial and stock market data, designed to identify factors measuring growth, value, low volatility and momentum.                           | Employs fundamental, bottom-up research to find companies which benefit from innovation in the dynamically changing global economy.   |

## PASSIVE ETFs

| ETF TICKER                    | FLAM   | FLCD   | FLJA   | FLUR   |
|-------------------------------|--|--|--|--|
| <b>ETF Name</b>               | Franklin FTSE U.S. Index ETF   | Franklin FTSE Canada All Cap Index ETF   | Franklin FTSE Japan Index ETF  | Franklin FTSE Europe ex U.K. Index ETF   |
| <b>Management Style</b>       | Passive  | Passive  | Passive  | Passive  |
| <b>Management Fee</b>         | <b>0.07%</b>   | <b>0.05%</b>   | <b>0.09%</b>   | <b>0.09%</b>   |
| <b>Fund Category</b>          | Equity   | Equity   | Equity   | Equity   |
| <b>Listing Exchange</b>       | NEO Exchange   | NEO Exchange   | NEO Exchange   | NEO Exchange   |
| <b>ETF Goal</b>               | Provides access to the U.S. stock market, allowing investors to gain precise exposure to U.S. at a low cost. | Provides access to the Canadian stock market, allowing investors to gain precise exposure to Canada at a low cost. | Provides access to the Japan stock market, allowing investors to gain precise exposure to Japan at a low cost. | Provides access to the European (ex U.K.) stock market, allowing investors to gain precise exposure to Europe at a low cost. |
| <b>Benchmark</b>              | FTSE U.S. Index  | FTSE Canada All Cap Domestic Index   | FTSE Japan Index   | FTSE Developed Europe ex U.K. Index  |
| <b>Distribution Frequency</b> | Quarterly  | Quarterly  | Semi-annually  | Semi-annually  |
| <b>Investment Approach</b>    | Index tracking   | Index tracking   | Index tracking   | Index tracking   |

## Important Legal Information

<sup>1</sup> The **LibertyQ International Equity Index-NR\*** is a custom index based on the MSCI EAFE Index-NR\* and is owned and independently calculated and maintained by MSCI. The methodology for the Index is publicly available on the MSCI website. The Franklin LibertyQT International Equity Index ETF is not sponsored, endorsed, issued, sold or promoted by or affiliated with MSCI Inc. MSCI Inc. does not make any representation regarding the advisability of investing in the Franklin LibertyQT International Equity Index ETF. See the prospectus of Franklin LibertyQT International Equity Index ETF for further information.

<sup>2</sup> The **LibertyQ Emerging Markets Index-NR\*** is a custom index based on the MSCI Emerging Markets Index-NR\* and is owned and independently calculated and maintained by MSCI. The methodology for the Index is publicly available on the MSCI website. The Franklin LibertyQT Emerging Markets Index ETF is not sponsored, endorsed, issued, sold or promoted by or affiliated with MSCI Inc. MSCI Inc. does not make any representation regarding the advisability of investing in the Franklin LibertyQT Emerging Markets Index ETF. See the prospectus of Franklin LibertyQT Emerging Markets Index ETF for further information.

<sup>3</sup> The **LibertyQ Global Dividend Index-NR\*** is a custom index based on the MSCI ACWI ex-REITs Index-NR\* and is owned and independently calculated and maintained by MSCI. The methodology for the Index is publicly available on the MSCI website. The Franklin LibertyQT Global Dividend ETF is not sponsored, endorsed, issued, sold or promoted by or affiliated with MSCI Inc. MSCI Inc. does not make any representation regarding the advisability of investing in the Franklin LibertyQT Global Dividend ETF. See the prospectus of Franklin LibertyQT Global Dividend ETF for further information.

<sup>4</sup> Morgan Stanley Capital International All World Country Index.

<sup>5</sup> As calculated and maintained by FTSE Russell which is designed to reflect the performance of stocks representing a specific set of factor characteristics—quality, value, momentum and low volatility. The **LibertyQT U.S. Equity Index ETF** is not in any way sponsored, endorsed, sold or promoted by Russell or the London Stock Exchange Group companies (“LSEG”) (together the “Licensor Parties”) and none of the Licensor Parties make any claim, prediction, warranty or representation whatsoever, expressly or impliedly, either as to (i) the results to be obtained from the use of the Index (upon which the **LibertyQT U.S. Equity Index ETF** is based), (ii) the figure at which the Index is said to stand at any particular time on any particular day or otherwise, or (iii) the appropriateness of the Index for the purpose to which it is being put in connection with the **LibertyQT U.S. Equity Index ETF**. None of the Licensor Parties have provided or will provide any financial or investment advice or recommendation in relation to the Index to Franklin Templeton or to its clients. None of the Licensor Parties shall be (a) liable (whether in negligence or otherwise) to any person for any error in the Index or (b) under any obligation to advise any person of any error therein.

\*Net Returns (NR) include income net of tax withholding when dividends are paid.

## For more information about Franklin LibertyShares® ETFs, please speak to your financial professional or visit [franklintempleton.ca](http://franklintempleton.ca)

Commissions, management fees and expenses may all be associated with investments in ETFs. Investors should carefully consider an ETF's investment objectives and strategies, risks, fees and expenses before investing. The prospectus and ETF facts contain this and other information. Please read the prospectus and ETF facts carefully before investing. **ETFs trade like stocks, fluctuate in market value and may trade at prices above or below the ETF's net asset value. Brokerage commissions and ETF expenses will reduce returns.**

Performance of an ETF may vary significantly from the performance of an index, as a result of transaction costs, expenses and other factors. The indicated rates of return are the historical annual compounded total returns including changes in share or unit value and reinvestment of all dividends or 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. ETFs are not guaranteed, their values change frequently and past performance may not be repeated.



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