



FRANKLIN
TEMPLETON

FRANKLIN ROYCE GLOBAL SMALL CAP PREMIER FUND

A DISTINCTIVE APPROACH TO AN ATTRACTIVE ASSET CLASS

ROYCE
Investment Partners

FUND DESCRIPTION

Invests primarily in global small-cap stocks that Royce believes are “premier” small-cap companies, those with discernible competitive advantages, high returns on invested capital, and a sustainable franchise. Global small cap companies are those similar in size to companies in the MSCI All Country World (ACWI) Small Cap Index.

REASONS TO INVEST

Higher Return Potential

Global small cap stocks have delivered higher returns than global large cap stocks over multi-year time periods (e.g. three years or more) with less incremental risk compared to large caps than many investors realize.¹

Low Research Coverage

Many global small cap stocks have little or no analytical coverage from brokerage firms, potentially increasing the opportunity to find high quality companies selling at valuations that Royce believes understates their true value.

An Attractive Universe

WHY CONSIDER GLOBAL SMALL CAP EQUITIES

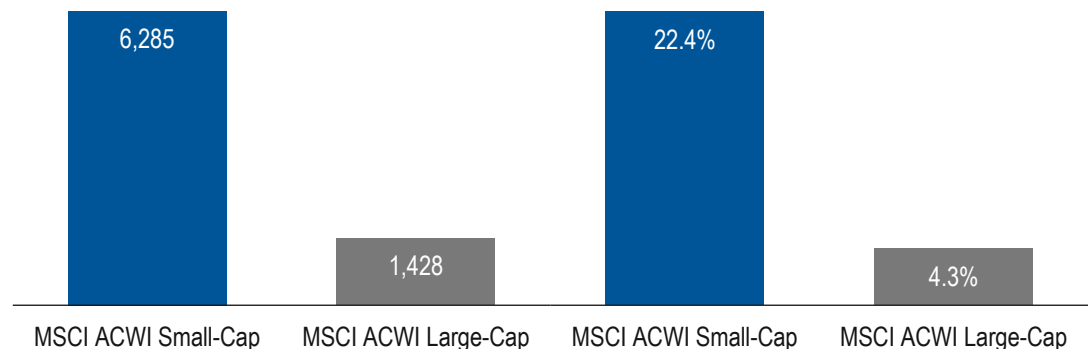
- An opportunity set four times larger than large-caps
- Lower research coverage provides alpha opportunities

A LARGE OPPORTUNITY SET

Global small-cap vs large-cap number of companies¹
As of June 30, 2021

AN INEFFICIENT ASSET CLASS

% of global stocks with little or no analyst Coverage^{1,2}
As of June 30, 2021

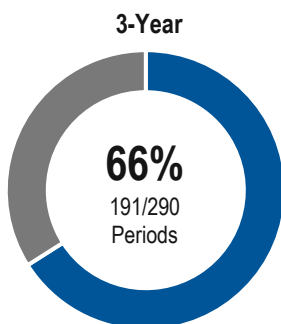


HOW HAVE GLOBAL SMALL-CAPS DONE VS. GLOBAL LARGE-CAPS?

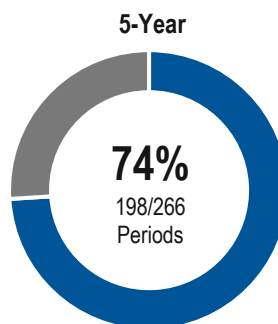
Global small-caps have a consistent history of beating global large-caps over multiple rolling time periods

BATTING AVERAGE OF MSCI ACWI SMALL-CAP INDEX VS MSCI ACWI LARGE CAP

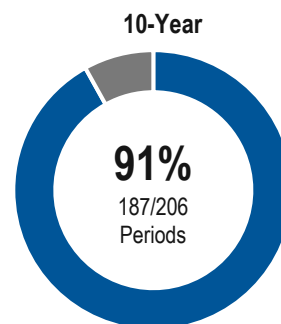
Monthly rolling average annual return periods from the index inception (May 31, 1994) through to June 30, 2021¹



Average Annual Return:
MSCI ACWI SC 8.1%
MSI ACWI LC 6.9%



Average Annual Return:
MSCI ACWI SC 8.2%
MSI ACWI LC 6.1%



Average Annual Return:
MSCI ACWI SC 8.5%
MSI ACWI LC 5.5%



Small-Cap Equity

Known for its disciplined, value-oriented approach to managing small-caps. An asset class pioneer, the firm's founder is one of the longest-tenured active managers in the industry.

WHY ROYCE?

Pioneers of small-cap investing with more than 45 years of investment success



Founded in **1972**



31+ years average PM industry experience*



99% of AUM invested in small-caps*



\$17.6B in AUM (USD)*

WHAT IS THE FUND'S APPROACH?

Seeks to invest in high-quality companies with discernible competitive advantages, high returns on invested capital, and sustainable franchises



Stock Driven

An actively managed core global small cap strategy driven by fundamental, bottom-up research



Global Universe

Diversified portfolio typically investing in 60-85 global stocks




Focus on Quality

Invests in leading quality companies that demonstrate persistently high returns on invested capital and low debt

*As of June 30, 2021.

PORTFOLIO MANAGEMENT



Mark Rayner, CA 
Co-Lead Portfolio Manager



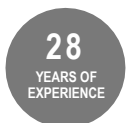
Steven McBoyle 
Co-Lead Portfolio Manager



Lauren Romeo, CFA 
Portfolio Manager



Mark Fischer 
Portfolio Manager



SELECT FUND CODES & MANAGEMENT EXPENSE RATIO (MER)³

	CDN\$	US\$	MER
Commission-Based			
Series A—Front End	TML707	TML806	
Series A—Deferred Sales Charges	TML737	TML906	2.62%
Series A—Low Load	TML694	TML695	
Series PA—Front End	TML5623	TML5626	
Series PA—Deferred Sales Charges	TML5625	TML5628	2.25%
Series PA—Low Load	TML5624	TML5628	

	CDN\$	US\$	MER
Fee-Based			
Series F	TML747	TML754	1.51%
Series F ADM [†]	TML5022	TML5044	—
Series I	TML787	TML798	1.75%
Series PF	TML3918	TML3919	1.15%
Series PF ADM [†]	TML5093	TML5115	—
Negotiated Fee			
Series O	TML169	TML178	Negotiated

To learn more about Franklin Royce Global Small Cap Premier Fund and how your investment portfolio can benefit from the global small cap asset class, please contact your financial advisor or visit: www.franklintempleton.ca.

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Effective August 9, 2021, Royce & Associates, LP (operating as Royce Investment Partners) ("Royce") replaced Templeton Investment Counsel, LLC as the sub-advisor to Franklin Royce Global Small Cap Premier Fund (formerly Templeton Global Smaller Companies Fund). Royce is an affiliate of the Manager. Effective August 9, 2021, Templeton Global Smaller Companies Fund has been renamed Franklin Royce Global Small Cap Premier Fund. The investment objective of the fund remains the same. Certain investment strategies have changed. Please refer to Amendment No.1 to the Simplified Prospectus for the fund, dated June 24, 2021, for further details.

1. Source: MSCI. The chart shown for illustrative purposes only and does not reflect the past performance, or project the future performance, of any investment. The performance of an index, such as those used above, does not represent any particular investment as you can not invest in an index.

2. Coverage ≤1.

3. As of June 30, 2021.

[†]"ADM" refers to the Investment Advisory Services Fee purchase option for Series F, FT, PF, PF (Hedged) and PFT. Please see the simplified prospectus for further details.

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.

Royce & Associates, LP and Legg Mason Investor Services LLC, are both wholly-owned subsidiaries of Franklin Resources, Inc.



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