Franklin Canadian Bond Fund Series A-CAD

Multi-Sector | Factsheet as of September 30, 2025

Investment Overview

The fund seeks to provide current income, liquidity and some long-term capital appreciation by investing primarily in a diversified portfolio of Canadian government and corporate debt securities. The fund may invest a portion of its assets in real return bonds, mortgage-backed securities, preferred shares and in Canadian dollar denominated debt issued by foreign governments and corporations.

Fund Highlights

- **Core high quality Canadian fixed income allocation.** The Fund provides access to fixed income diversification by sector, industry, issuer and maturity. The Fund invests 100% in high-quality bonds with an overweight to credit securities for added longer-term value.
- **Steady flow of income.** The Fund is focused on total return with an emphasis on sustainable and attractive monthly income distributions.
- **An experienced bond investor.** The Calgary based investment team has decades of experience managing fixed income strategies with a Canadian perspective and is a part of the larger Franklin Fixed Income team with over 200 fixed income investment professionals around the world.

Total Returns

	Cumulative					Average Annual				Inception
	1-Mo	3-Mo	6-Mo	YTD	1 Year	3-Yr	5-Yr	10-Yr	Inception	Date
Series A - CAD	1.91	1.48	0.92	2.64	2.74	4.53	-0.47	—	1.49	1/5/2018

Calendar Year Returns (%)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Series A - CAD	4.33	6.59	-12.85	-3.01	8.41	6.70	—	—	—	—

Benchmark(s)

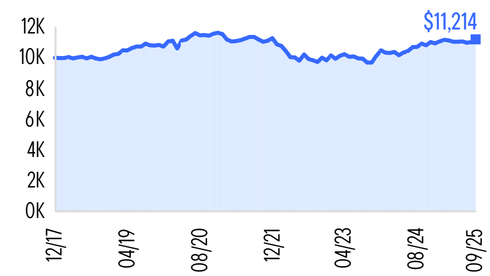
FTSE Canada Universe Bond Index

Performance data represents past performance, which does not guarantee future results. Current performance may differ from figures shown. Investment return and principal value will fluctuate with market conditions, and you may have a gain or loss when you sell your units.

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.

Growth of $10,000

Inception through September 30, 2025, Excluding Effects of Sales Charges



Fund Overview

Fund Inception Date	10/05/2009
Series Inception Date	01/05/2018
Dividend Frequency	Monthly
Morningstar Category	Canadian Fixed Income
Portfolio Turnover	86%
Management Fee	1.00%
MER (06/30/2025)	1.21%

Risk Classification

Low	Low to Medium	Medium	Medium to High	High

Fund Codes

Base Currency For Series	CAD
Front Load	3978
Low Load	3979
DSC	3980

Fund Characteristics

	Fund
Net Asset Value-Series A-CAD	$8.67
Total Net Assets (CAD)	$418.22 Million
Nbr of Holdings	190
Average Credit Quality	AA
Average Maturity	9.59 Yrs
Effective Duration	7.33 Yrs
Yield to Maturity	3.81%
Yield to Worst	3.71%

Asset Allocation (% of Total)

	Fund
Corporate Bonds	48.91
Provincial Bonds	28.42
Federal Bonds	21.28
Municipal Bonds	1.26
Other	0.08
Cash and Equivalents	0.05

Top Securities (% Total)

	Fund
Province of Ontario, senior bond, 2.05%, 6/02/30	2.93
CPPIB Capital Inc, COMPANY GUARNT, Sr Unsecured, REG S, 3.35%, 12/02/30	2.54
Canada Housing Trust No 1, GOVT GUARANTEED, 2nd lien, 2.85%, 12/15/30	2.42
Province of Ontario, 2.90%, 12/02/46	2.31
CPPIB Capital Inc, COMPANY GUARNT, Sr Unsecured, REG S, 4.75%, 6/02/33	2.05
Province of Ontario, 2.70%, 6/02/29	2.02
PSP Capital Inc, COMPANY GUARNT, Unsecured, REG S, 4.15%, 6/01/33	2.02
Province of Saskatchewan Canada, SR UNSECURED, Sr Unsecured, 3.80%, 6/02/35	1.96
Province of Manitoba, 4.60%, 3/05/38	1.85
Province of Ontario, 4.65%, 6/02/41	1.72

Sector Allocation (% of Total)

	Fund
Federal Agency	19.84
Ontario Provincial	13.93
Bank	8.59
Pipelines	6.16
Insurance	5.26
Manitoba Provincial	5.23
Financial Services	4.53
Alberta Provincial	4.48
Other	31.94
Cash & Cash Equivalents	0.05

Quality Allocation (% of Fixed Income)

	Fund
AAA	26.68
AA	24.69
A	29.29
BBB	19.09
BB	0.26

Portfolio Management

	Location	Years with Firm	Years of Experience
Brian A. Calder	Calgary, AB Canada	23	26
Darcy Briggs, CFA	Calgary, AB Canada	20	31
Thomas O'Gorman, CFA	Calgary, AB Canada	15	35

Distributions 01/10/2024-30/09/2025

Payable Date	Dist. Price	Amount	Payable Date	Dist. Price	Amount
09/30/2024	8.66	0.024	03/31/2025	8.70	0.017
10/31/2024	8.56	0.018	04/30/2025	8.62	0.017
11/29/2024	8.70	0.018	05/30/2025	8.62	0.017
12/19/2024	8.55	0.025	06/30/2025	8.60	0.024
01/31/2025	8.69	0.017	07/31/2025	8.52	0.017
02/28/2025	8.76	0.017	08/29/2025	8.53	0.017

Glossary

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. **Yield to Maturity is calculated without the deduction of fees and expenses. Turnover** is a measure of the fund's trading activity which represents the portion of the fund's holdings that has changed over a twelve-month period through the fiscal year end. There is no assurance that the fund will maintain its current level of turnover. **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 Worst:** The yield to maturity if the worst possible bond repayment takes place. If market yields are higher than the coupon, the yield to worst would assume no prepayment. If market yields are below the coupon, the yield to worst would assume prepayment. In other words, yield to worst assumes that market yields are unchanged. Normally this value is not aggregated since it varies but if a weighted average value is used for a fund then the figure will reflect the values of the underlying issues, based on the size of each holding. **Yield to Worst is calculated without the deduction of fees and expenses.**

If you require additional explanation around the terms used in this document, please refer to https://www.franklintempleton.ca/en-ca/help/glossary.

Portfolio Data Information

Holdings are provided for information purposes only and should not be deemed a recommendation to buy or sell the securities mentioned. **Credit Quality** is a measure of a bond issuer's ability to repay interest and principal in a timely manner. The credit ratings shown are based on each portfolio security's rating as provided by Standard and Poor's, Moody's Investors Service and/or Fitch Ratings, Ltd. and typically range from AAA (highest) to D (lowest), or an equivalent and/or similar rating. For this purpose, the manager assigns each security the middle rating from these three agencies. When only two agencies provide ratings, the lower of the two ratings will be assigned. When only one agency assigns a rating, that rating will be used. Foreign government bonds without a specific rating are assigned a country rating, if available. Securities that are unrated by all three agencies are reflected as such. The credit quality of the investments in the Fund's portfolio does not apply to the stability or safety of the Fund. These ratings are updated monthly and may change over time. **Please note, the Fund itself has not been rated by an independent rating agency.**

Important Information

Mutual fund securities are not covered by the Canada Deposit Insurance Corporation or by any other government deposit insurer. There can be no assurances that the fund will be able to maintain its net asset value per security at a constant amount or that the full amount of your investment in the fund will be returned to you.

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Based on the underlying fund, calculated using internally sourced information from Franklin Templeton. Important data provider notices and terms available at www.franklintempletondatasources.com. Source: FTSE.

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