

Franklin Canadian Government Bond Fund Series O-CAD

Government | Factsheet as of October 31, 2025

Investment Overview

The fund seeks current income, liquidity and modest capital appreciation by investing primarily in bonds issued by Canadian federal, provincial and municipal governments and government agencies, including mortgage-backed securities and real return bonds.

Fund Highlights

- **Diversification.** Low or no correlation between Canadian government bonds and other fixed income and equity securities makes them an ideal choice for managing portfolio risk.
- **Steady Flow of Income.** Despite global market volatility and lower government yields across developed economies, Canadian government bonds have continued to provide competitive yields over the past 10 years.
- **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 O - CAD	0.84	3.56	2.64	3.93	4.98	5.19	-0.07	—	2.10	11/14/2016

Calendar Year Returns (%)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Series O - CAD	3.95	6.75	-12.21	-2.84	9.33	7.15	1.26	3.45	—	—

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.

Series O investors do not pay any of the management fees within the fund but instead pay a separate management and administration fee that they negotiate directly with Franklin Templeton Investments Canada. To qualify to purchase or hold Series O units an investor must meet minimum investment requirements as set out in the fund's current prospectus. For more details on the management and administration fee, please read the prospectus. Performance is presented in Canadian dollars and is gross of fees (before management and custodial fees) of Series O units of the Fund. Taking into account such fees would result in lower rates of return.

Portfolio Management

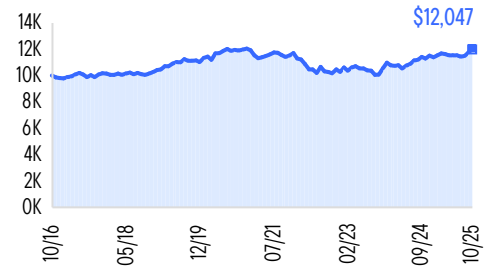
	Location	Years with Firm	Years of Experience
Brian A. Calder	Calgary, AB Canada	23	26
Darcy Briggs, CFA	Calgary, AB Canada	20	31

Distributions 01/11/2024-31/10/2025

Payable Date	Dist. Price	Amount	Payable Date	Dist. Price	Amount
10/31/2024	8.49	0.022	04/30/2025	8.53	0.022
11/29/2024	8.63	0.022	05/30/2025	8.51	0.022
12/19/2024	8.45	0.032	06/30/2025	8.48	0.029
01/31/2025	8.61	0.022	07/31/2025	8.38	0.022
02/28/2025	8.69	0.022	08/29/2025	8.40	0.022
03/31/2025	8.62	0.028	09/30/2025	8.56	0.030

Growth of \$10,000

Inception through October 31, 2025, Excluding Effects of Sales Charges



Fund Overview

Fund Inception Date	11/14/2016
Series Inception Date	11/14/2016
Dividend Frequency	Monthly
Morningstar Category	Canadian Fixed Income
Portfolio Turnover	116%
Management Fee	-
MER (06/30/2025)	0.00%

Risk Classification

Low	Low to Medium	Medium	Medium to High	High
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Benchmark(s)

FTSE Canada All Government Bond Index

Fund Codes

Base Currency For Series	CAD
Fund Number	3948

Fund Characteristics

Fund	
Net Asset Value-Series O-CAD	\$8.61
Total Net Assets (CAD)	\$509.70 Million
Nbr of Holdings	81
Average Credit Quality	AA
Average Maturity	10.65 Yrs
Effective Duration	8.13 Yrs
Yield to Maturity	3.48%
Yield to Worst	3.48%

Asset Allocation (% of Total)

	Fund
Provincial Bonds	61.31
Federal Bonds	34.29
Municipal Bonds	4.50
Other	0.11
Cash and Equivalents	-0.21

Top Securities (% Total)

	Fund
Province of British Columbia Canada, UNSECURED, Unsecured, 4.15%, 6/18/34	4.17
OMERS Finance Trust, senior note, Reg S, 1.55%, 4/21/27	3.55
Province of Ontario Canada, UNSECURED, Unsecured, 3.60%, 6/02/35	3.43
Province of Alberta, 3.30%, 12/01/46	3.33
Province of Alberta, 3.45%, 12/01/43	3.27
Province of Ontario, 2.70%, 6/02/29	3.27
Canada Housing Trust No 1, GOVT GUARANTEED, 2nd lien, 144A, 1.10%, 12/15/26	3.11
Province of Alberta, 3.05%, 12/01/48	2.87
Province of Manitoba Canada, 2.85%, 9/05/46	2.72
Province of Manitoba, 4.65%, 3/05/40	2.37

Sector Allocation (% of Total)

	Fund
Federal Agency	33.24
Ontario Provincial	17.24
Alberta Provincial	14.19
Manitoba Provincial	8.83
Quebec Provincial	7.35
British Columbia Provincial	6.31
Newfoundland Provincial	3.58
British Columbia Municipal	3.02
Other	6.44
Cash & Cash Equivalents	-0.21

Quality Allocation (% of Fixed Income)

	Fund
AAA	47.02
AA	40.47
A	12.52

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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Negative Cash Weightings: The negative cash position reflects a temporary position that is a result of a delay in securities settlement transactions.

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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