

Franklin U.S. Rising Dividends Fund

Setting a high bar for quality

Franklin U.S. Rising Dividends Fund invests in companies with a track record of substantial and sustainable dividend growth. Periods of market uncertainty often highlight the importance of investing in high-quality companies led by strong, experienced management – things that the fund’s investment team focuses on each and every day. This approach has helped long-term investors participate in market growth while protecting against downside risk.

Morningstar Rating™: ★★★★★ (4 stars)

Overall Rating¹ as of December 31, 2025. Series F.

Why invest in this fund?



Consistent dividend increases

- At least 8 out of the past 10 years
- No dividend decreases during that time



Substantial dividend increases

- At least doubled over the last 10 years



Reinvested earnings for future growth

- Paid out less than 65% of current earnings in dividends



Strong balance sheet

- Long-term debt less than 50% of total capitalization, or
- Investment-grade senior debt



Attractive price

- ‘Value overlay’ to identify quality companies at attractive prices
- Utilize a suite of valuation tools to find companies trading below intrinsic value

Performance (%)[‡]

	YTD [^]	1 Year [^]	3 Years	5 Years	10 Years	Since Inception [*]					
Series F	6.43	6.43	11.66	10.69	11.25	8.05					
Quartile	3	3	3	3	1	—					
Calendar Performance	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
	13.68	10.48	11.63	2.04	22.61	13.22	25.10	-4.61	9.22	19.79	6.43

The portfolio: Quality, growth, consistency

Top 10 Holdings (%)

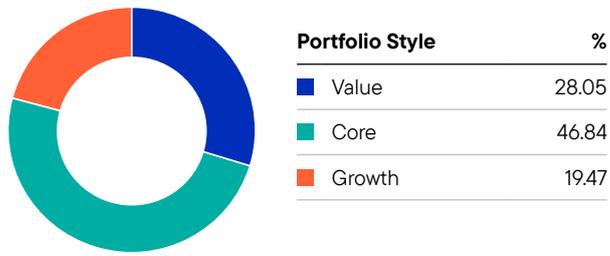
Holding Name	
Microsoft Corp	8.76
Broadcom Inc	5.37
Apple Inc	3.87
Visa Inc	3.34
JP Morgan Chase & Co	3.30
Walmart Inc	3.00
Eli Lilly & Co	2.77
Linde Plc	2.62
Oracle Corp	2.61
Morgan Stanley	2.61

Diversified across sectors to complement broader US equity exposure

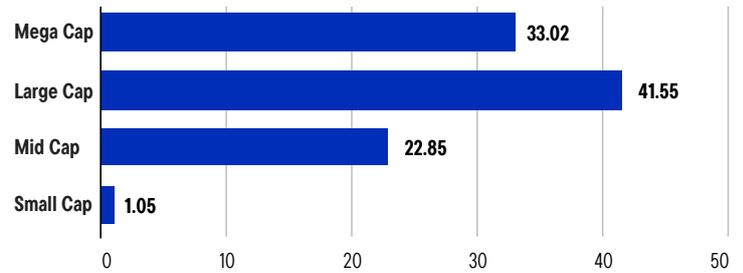
Sector Breakdown (%)

	Fund	S&P 500 Index
Information Technology	29.93	34.43
Financials	16.66	13.40
Health Care	15.38	9.59
Industrials	13.96	8.16
Consumer Staples	6.76	4.71
Consumer Discretionary	6.72	10.41
Materials	4.63	1.83
Energy	2.72	2.81
Utilities	1.72	2.25
Communication Services	0.00	10.58
Real Estate	0.00	1.83
Cash	1.52	0.00

Demonstrated Core Focus²



Significant Large and Mega Cap Exposure (%)



Select Fund Codes and Management Expense Ratio (MER)³

Fee Type	Series	Fund			Fund Hedged	
		CDN\$	US\$	MER	CDN\$	MER
Commission-Based	Series A—Front	TML201	TML801	2.10%	TML5829	2.40%
	Series T—Front	TML3056	—	2.09%	TML5841	2.11%
Fee-Based	Series F	TML231	TML841	1.00%	TML5832	1.00%
	Series F ADM [†]	TML5016	TML5039		TML5833	

To learn more about the Franklin U.S. Rising Dividends Fund, contact your financial advisor or visit: www.franklintempleton.ca.

[‡] All data for Series F, Series F is available to investors participating in programs that do not require Franklin Templeton to incur distribution costs in the form of trailing commissions to dealers. Consequently, the management fee on Series F is lower than on Series A.

[^] Cumulative.

^{*} Inception December 1, 1984 (repositioned with a new investment team in October 2005).

1. As of December 31, 2025. © 2026 Morningstar. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. The Morningstar Rating™ for funds, or “star rating,” is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product’s monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its 3-, 5- and 10-year (if applicable) Morningstar Ratings metrics. The weights are 100% 3-year rating for 36–59 months of total returns, 60% 5-year rating/40% 3-year rating for 60–119 months of total returns, and 50% 10-year rating/30% 5-year rating/20% 3-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent 3-year period actually has the greatest impact because it is included in all 3 rating periods. Franklin U.S. Rising Dividends Fund is rated within the Morningstar U.S. Equity category. All rating data refers to Series F units. Please refer to www.morningstar.ca for more details on the calculation of Morningstar Risk-Adjusted Ratings and the 1-year information. For each of the 3-, 5- and 10-year performance periods, there were in total 183, 177 and 107 funds, respectively, in the Morningstar Global Neutral Balanced category.

2. Small-cap market capitalizations between US\$3.40bn and US\$13.37bn; mid-cap market capitalizations between US\$13.37bn and US\$81.04bn large-cap market capitalizations between US\$81.04bn and US\$510.07bn; mega-cap market capitalizations above US\$510.07bn.

3. As of June 30, 2025.

[†] “ADM” refers to the Investment Advisory Services Fee purchase option for Series F. 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. The portfolio manager for a Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top 10 holdings list. Fund AUM reported may include fund-of-fund holdings, and assets are therefore reflected in both the top fund and underlying fund AUM.



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