FRANKLIN TEMPLETON

ETF FACTS

Franklin Templeton Investments Corp.

Franklin U.S. Quality Moat Dividend Index ETF - FDIV

July 23, 2026

This document contains key information you should know about Franklin U.S. Quality Moat Dividend Index ETF. You can find more details about this exchange-traded fund (ETF) in its prospectus. Ask your representative for a copy, contact Franklin Templeton Investments Corp. (Franklin Templeton) at 1.800.387.0830 or service.CAN.franklintempleton@fisglobal.com or visit www.franklintempleton.ca.

Before you invest, consider how the ETF would work with your other investments and your tolerance for risk.

Quick facts

Date ETF started:	August 14, 2025	**Fund manager:**	Franklin Templeton Investments Corp.
Total value on May 31, 2026:	$4.6 Million	**Portfolio manager:**	Franklin Templeton Investments Corp.
Management expense ratio (MER):	0.37%	**Sub-advisor(s):**	Franklin Templeton Institutional, LLC and Franklin Advisory Services, LLC
		Distributions:	Quarterly

Trading information (12 months ending May 31, 2026)

Ticker symbol:	FDIV	**Average daily volume:**	This information is not available because the ETF has not yet completed 12 consecutive months.
Exchange:	Cboe Canada Inc.		
Currency:	Canadian Dollars	**Number of days traded:**	This information is not available because the ETF has not yet completed 12 consecutive months.

Pricing information (12 months ending May 31, 2026)

Market price:	This information is not available because the ETF has not yet completed 12 consecutive months.	**Average bid-ask spread:**	This information is not available because the ETF has not yet completed 12 consecutive months.
Net asset value {NAV}:	This information is not available because the ETF has not yet completed 12 consecutive months.		

For more up-to-date Quick Facts, Trading Information and Pricing Information, visit www.franklintempleton.ca/en-ca/investor/products/etf/.

What does the ETF invest in?

Franklin U.S. Quality Moat Dividend Index ETF seeks to provide investment results that closely correspond, before fees and expenses, to the performance of its corresponding underlying index, Morningstar US Dividend Opportunity Index – NR (the "**Index**"), or any successor thereto. Franklin U.S. Quality Moat Dividend Index ETF invests primarily in U.S. dividend equity securities of large and mid capitalization issuers with durable competitive advantages, strong growth, and high-quality characteristics.

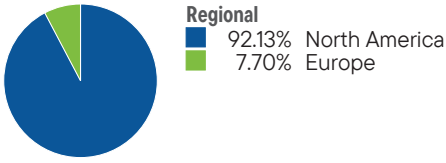
The Index is a systematic, rules-based index that is based on an underlying index, the Morningstar US Target Market Exposure Index-NR, and is calculated by Morningstar. The Index is designed to target U.S. dividend stocks with durable competitive advantages, strong growth, and high-quality characteristics.

The charts below give you a snapshot of the ETF's investments on May 31, 2026. The ETF's investments will change.

Top 10 investments (May 31, 2026)

1.	NVIDIA Corporation	4.38%
2.	Microsoft Corporation	3.80%
3.	Lam Research Corporation	3.58%
4.	Caterpillar Inc.	3.46%
5.	Eli Lilly & Company	3.21%
6.	Applied Materials Inc.	3.15%
7.	Meta Platforms Inc., A	2.99%
8.	Visa Inc., A	2.95%
9.	UnitedHealth Group Inc.	2.87%
10.	Exxon Mobil Corporation	2.77%
Total percentage of top 10 investments:		**33.16%**
Total number of investments		**121**

Investment mix (May 31, 2026)



How risky is it?

The value of the ETF can go down as well as up. You could lose money.

One way to gauge risk is to look at how much an ETF's returns change over time. This is called "volatility".

In general, ETF's with higher volatility will have returns that change more over time. They typically have a greater chance of losing money and may have a greater chance of higher returns. ETFs with lower volatility tend to have returns that change less over time. They typically have lower returns and may have a lower chance of losing money.

Risk rating

Franklin Templeton has rated the volatility of this ETF as **medium**.

This rating is based on how much the ETF's returns have changed from year to year. It doesn't tell you how volatile the ETF will be in the future. The rating can change over time. An ETF with a low risk rating can still lose money.

Low	Low to Medium	**Medium**	Medium to High	High

For more information about the risk rating and specific risks that can affect the ETF's returns, see the "Risk Factors" section of the ETF's prospectus.

No guarantees

ETFs do not have any guarantees. You may not get back the amount of money you invest.

How has the ETF performed?

This section tells you how the ETF has performed, with returns calculated using the ETF's net asset value (NAV). However, this information is not available because the ETF is new.

Year-by-year returns

This chart tells you how the ETF has performed in past calendar years. However, this information is not available because the ETF has not yet completed a calendar year.

Best and worst 3-month returns

This section shows the best and worst returns for the ETF in a 3-month period. However, this information is not available because the ETF has not yet completed a calendar year.

Average return

This section shows the value and annual compounded rate of return of a hypothetical $1,000 investment in the ETF. However, this information is not available because the ETF has not yet completed 12 consecutive months.

Trading ETFs

ETFs hold a basket of investments, like mutual funds, but trade on exchanges like stocks. Here are a few things to keep in mind when trading ETFs:

Pricing

ETFs have two sets of prices: market price and net asset value (NAV).

Market price

- ETFs are bought and sold on exchanges at the market price. The market price can change throughout the trading day. Factors like supply, demand, and changes in the value of an ETF's investments can effect the market price.
- You can get price quotes any time during the trading day. Quotes have two parts: **bid** and **ask**.
- The bid is the highest price a buyer is willing to pay if you want to sell your ETF units. The ask is the lowest price a seller is willing to accept if you want to buy ETF units. The difference between the two is called the "**bid-ask spread**".
- In general, a smaller bid-ask spread means the ETF is more liquid. That means you are more likely to get the price you expect.

Net asset value (NAV)

- Like mutual funds, ETFs have a NAV. It is calculated after the close of each trading day and reflects the value of an ETF's investments at that point in time.
- NAV is used to calculate financial information for reporting purposes – like the returns shown in this document.

Orders

There are two main options for placing trades: market orders and limit orders. A market order lets you buy or sell units at the current market price. A limit order lets you set the price at which you are willing to buy or sell units.

Timing

In general, market prices of ETFs can be more volatile around the start and end of the trading day. Consider using a limit order or placing a trade at another time during the trading day.

Who is this ETF for?

Investors:

- seeking stable equity income from U.S. dividend equity securities of large- and mid-capitalization issuers with durable competitive advantages, strong growth, and high-quality characteristics
- planning to hold their investment for the medium to long term

A word about tax

In general, you'll have to pay income tax on any money you make on an ETF. How much you pay depends on the tax laws where you live and whether or not you hold the ETF in a registered plan, such as a Registered Retirement Savings Plan or a Tax-Free Savings Account.

Keep in mind that if you hold your ETF in a non-registered account, distributions from the ETF are included in your taxable income, whether you get them in cash or have them reinvested.

How much does it cost?

This section shows the fees and expenses you could pay to buy, own and sell units of the ETF. Fees and expenses – including trailing commissions – can vary among ETFs. Higher commissions can influence representatives to recommend one investment over another. Ask about other ETFs and investments that may be suitable for you at a lower cost.

1. BROKERAGE COMMISSIONS

You may have to pay a commission every time you buy and sell units of the ETF. Commissions may vary by brokerage firm. Some brokerage firms may offer commission-free ETFs or require a minimum purchase amount.

2. ETF EXPENSES

You don't pay these expenses directly. They affect you because they reduce the ETF's returns.

As of March 31, 2026, the ETF Series' expenses were 0.37% of its value. This equals $3.70 for every $1,000 invested.

	Annual rate (as a % of the ETF's value)
Management expense ratio (MER) This is the total of the ETF's management fee and operating expenses.	0.37%
Trading expense ratio (TER) These are the ETF's trading costs.	0.00%
ETF expenses	**0.37%**

3. TRAILING COMMISSION

The trailing commission is an ongoing commission. It is paid for as long as you own the ETF. It is for the services and advice that your representative and their firm provide to you.

The ETF doesn't have a trailing commission.

4. OTHER FEES

No other fees are payable when you buy, hold, sell or switch units of the ETF.

What if I change my mind?

Under securities law in some provinces and territories, you have the right to cancel your purchase within 48 hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the prospectus, ETF Facts or financial statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

For more information

Contact Franklin Templeton or your representative for a copy of the ETF's prospectus and other disclosure documents. These documents and the ETF Facts make up the ETF's legal documents.

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