A strategic and dynamic approach to US asset allocation

Franklin U.S. Monthly Income Fund

As of October 31, 2025

Franklin U.S. Monthly Income Fund aims to provide a compelling risk-reward option, through various market conditions, for investors seeking income, growth and overall portfolio diversification.

Why invest in this strategy?

A strategic approach to stocks and bonds

The fund is structured to generate income by investing in stocks, bonds and convertibles—with no set proportions on its asset allocation—which leads to strategic diversification. This flexibility allows the fund to adjust across different market cycles to find the most attractive investment opportunities.

Core value focus

Adhering to a disciplined, value-oriented approach, the fund's management team screens a broad universe of securities across various asset classes in order to uncover undervalued or out-of-favour securities they believe meet the portfolio's overall objective.

Dynamic portfolio, experienced portfolio management team

The fund's management team collectively brings over eight decades of investment experience, supported by two large investment platforms: Franklin Equity (over 50 professionals) and FranklinTempleton Fixed Income (over 150 professionals).[1]

Investment team

Edward D. Perks, CFA
32 years industry experience
California, United States

Todd Brighton, CFA
25 years industry experience
California, United States

Brendan Circle
15 years industry experience
California, United States

Performance (%)[2]

Series	YTD	1 Year*	3 Years*	5 Years*	Since Inception* (06/29/2016)
Series F	**7.35**	**8.95**	**9.84**	**9.95**	**7.56**
Global Neutral Balanced Category	9.78	11.87	11.87	7.47	N/A
Quartile Ranking	4	4	4	1	-

Morningstar Rating

Overall	3 Years	5 Years
★★★★	★★	★★★★★
4-Star Rating	2-Star Rating	5-Star Rating

Calendar Year Returns

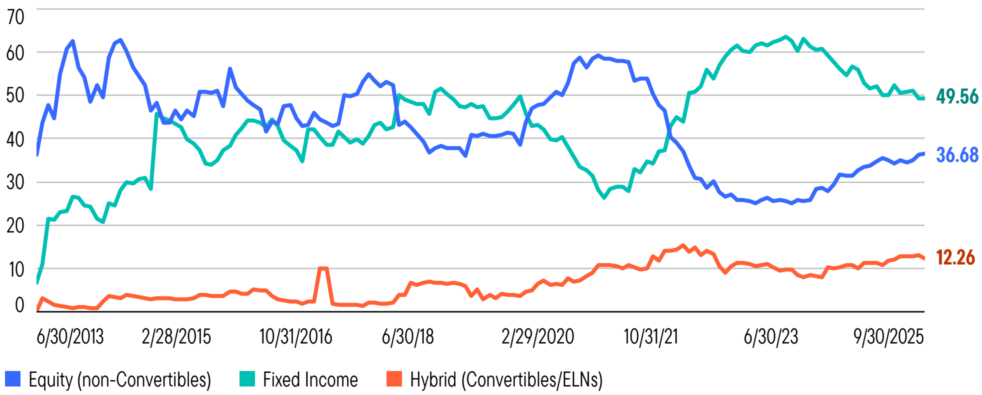
2017	2018	2019	2020	2021	2022	2023	2024
1.95	3.90	9.88	3.01	13.90	3.27	5.00	14.79

Risk Classification

- Low
- **Low to medium**
- Medium
- Medium to high
- High

*Annualized

Tactical Allocation Shifts Over Time[3]

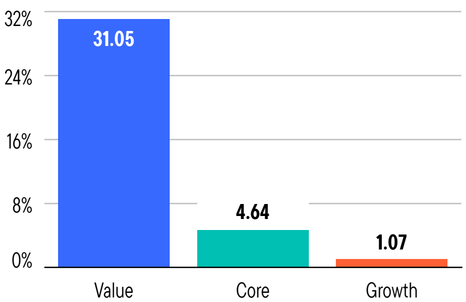


Geographic Allocation[4]

Countries Reweighted	Total (%)
United States	94.74
United Kingdom	1.23
France	1.02
Luxembourg	0.58
Israel	0.18
Australia	0.17
Cash & Cash Equivalents	2.08

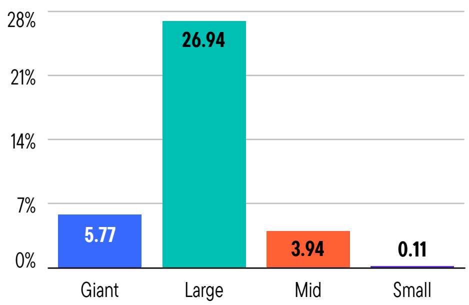
Style (%)[5]

As of September 30, 2025



Market Cap (%)[5]

As of September 30, 2025



Fund Overview

As of October 31, 2025

Total Net Assets	$416,492,978
Distribution	3 cents/unit
Effective Duration	4.26

Standard Deviation

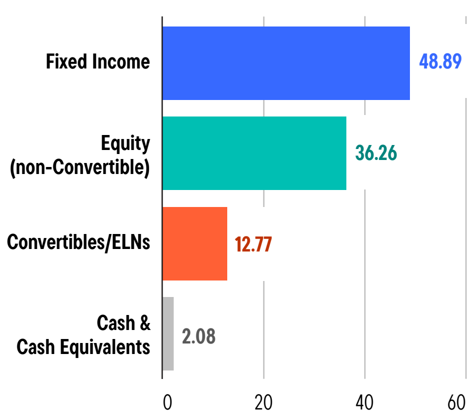
3 Years	6.54
5 Years	6.75

Top 10 Holdings (Fixed Income)[5, 6]	Total (%)
United States Treasury Bond	7.19
Chs/community Health Systems Inc	3.16
Freddie Mac Pool	2.49
Govt Natl Mortg Assn	2.49
Tenet Healthcare Corp	1.95
Fannie Mae Pool	1.35
Commscope Llc	0.95
Venture Global Lng Inc	0.92
Nrg Energy Inc	0.86
Transdigm Inc	0.83

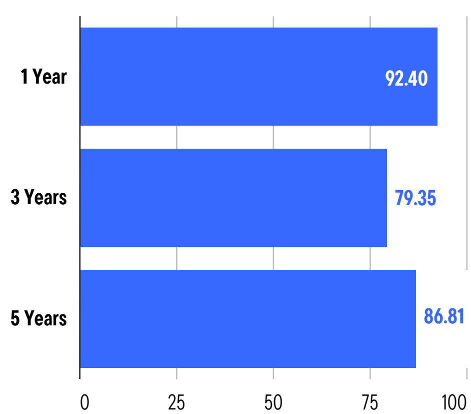
Top 10 Holdings (Equity)[5, 6]	Total (%)
Johnson & Johnson	2.23
Exxon Mobil Corp	1.73
Chevron Corp	1.59
Pepsico Inc	1.48
Merck & Co Inc	1.45
Home Depot Inc/the	1.28
Procter & Gamble Co/the	1.27
Cisco Systems Inc	1.23
Alphabet Inc	1.18
Abbvie Inc	1.10

Equity Sector Allocation[4]	Total (%)
Health Care	8.17
Information Technology	7.47
Energy	6.39
Industrials	6.36
Consumer Staples	5.14
Utilities	4.19
Financials	3.49
Materials	3.02
Consumer Discretionary	2.84
Communication Services	1.94

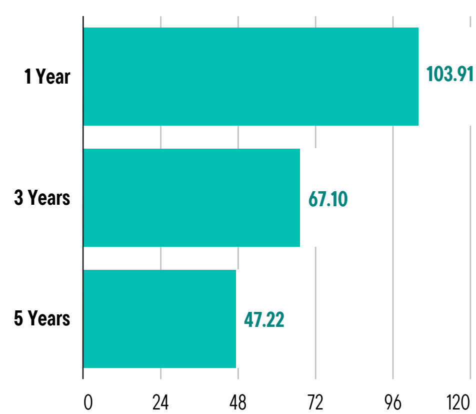
Asset Allocation (%)[4]



Up Capture[6]



Down Capture[6]



Select fund codes & Management Expense Ratio (MER)[8]

Fee Type	Series	CDN$	CDN$ (Hedged)	US$	MER
Commission-Based	Series A—Front End	TML5517	TML5818	TML5520	2.07%
	Series T—Front End	TML5523	TML5823	TML5526	CDN$ 2.06%/US$ 2.01%
Fee-Based	Series F	TML3904	TML5821	TML3905	0.94%
	Series F ADM†	TML5082	TML5822	TML5108	—
	Series FT	TML3906	TML5814	—	0.97%
	Series FT ADM†	TML5127	TML5815	—	—
Negotiated Fee	Series O	TML3645	TML5816	TML3656	Negotiated
	Series OT	TML3646	TML5817	—	Negotiated

†"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.

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

FOOTNOTES

1. As of June 30, 2025. Investment professionals include portfolio managers, analysts and traders. Franklin Templeton Fixed Income is part of Franklin Templeton Investments Corp.
2. As of July 31, 2025. 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. Monthly Income Fund is rated within the Morningstar Global Neutral Balanced 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 1-,3 -, and 5-year performance periods, there were in total1,592, 1,465 and 1,206 funds, respectively, in the Morningstar Global Neutral Balanced category.
3. Source: FactSet, as of September 30 2025.
4. As of October 31, 2025.
5. Source: © 2025 Morningstar Research Inc. 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. Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

Percentage may not total 100% due to rounding. The definition of cash in this document may not match the definition of "cash and cash equivalents" listed in the fund facts or management reports of fund performance for the fund, which includes bonds that have a remaining term to maturity of 365 days or less that are issued by certain governments, supranational agencies or financial institutions and have a "designated rating" (as defined in Canadian securities law). As such, the cash amounts listed may differ.

Mid Cap market capitalizations between US$13.30B and US$77.12B; Large Cap market capitalizations between US$77.12B and US$462.18B; Mega Cap market capitalizations above US$462.18B.

6. As of September 30, 2025.
7. Top ten weights are represented as a percentage of entire portfolio excluding cash. Securities shown are top ten within the asset class. Holdings are subject to change.
8. As of June 30, 2025.

Effective May 19, 2022, all DSC and LL fund codes are closed to new investments. Switches between DSC and LL funds will continue to be permitted.

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 securityholder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated.

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. As a consequence, the management fee on Series F is lower than on Series A. The gross of fees version of Series F does not exist and as a result, investors cannot purchase Series F securities on a gross of fees basis. Performance would have been lower with fees taken into account.

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