

# Growth and income from high quality securities

## Franklin ClearBridge Dividend Income Fund

September 2025

This balanced portfolio invests primarily in dividend-paying companies and Canadian bonds. With its balanced approach, Franklin ClearBridge Dividend Income Fund strives to deliver investors monthly income, low volatility, broad diversification and competitive returns over time.

### Uninterrupted dividend distributions through various market conditions

The fund has paid investors an income distribution every month since inception—a string of 280 consecutive monthly distributions spanning periods of both favourable and adverse market conditions. The fund has never paid out more than what it has earned in cash flow.

#### A mix of income-generating stocks and bonds

The fund invests in common stock and fixed-income securities, including preferred shares, issued by high-quality Canadian or U.S. companies. The strategy favours firms with a history of dividend growth over time and a yield higher than the market benchmark

#### Total return driven by income and growth

By investing primarily in dividend-paying equities across multiple sectors, the fund seeks to provide capital appreciation potential and consistent dividends over time

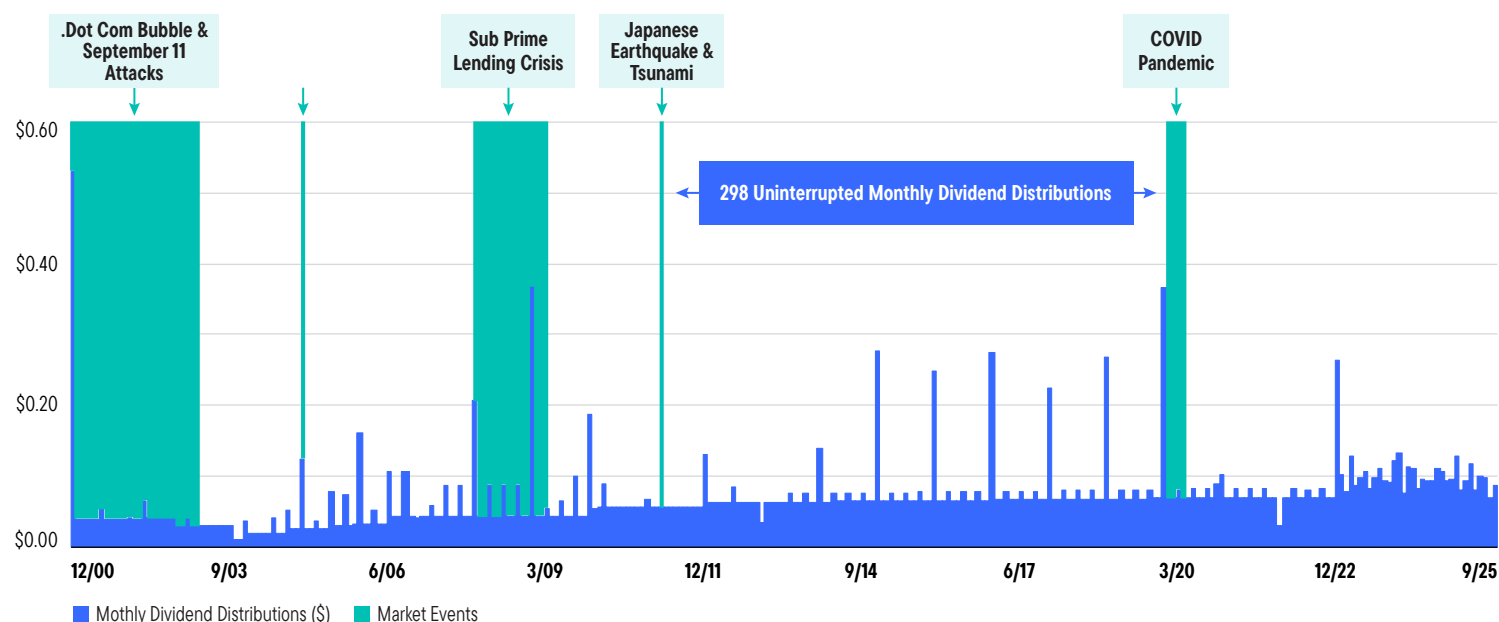
#### A history of uninterrupted distributions

Since its inception, the fund has been a source of uninterrupted monthly income, even in times of economic turmoil, enabling investors to maintain a long-term outlook with greater peace of mind

### Monthly distribution per unit since December 2000<sup>1</sup>

#### Franklin ClearBridge Dividend Income Fund—Series F

December 31, 2000–September 30, 2025



1. Source: Morningstar.

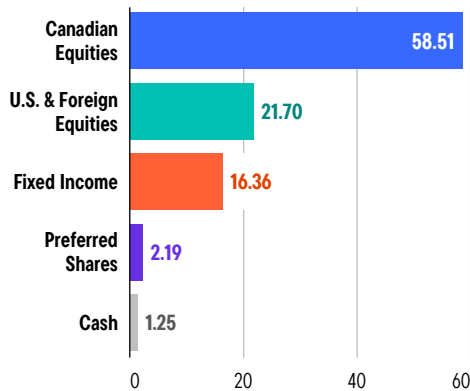
## Fund goal

The fund seeks high current income by investing primarily in Canadian and U.S. dividend-paying common stock and up to a maximum of 25% of its total assets in fixed income, including preferred shares. The fund may invest in foreign equity or fixed income securities.



Over multiple time periods, the fund's performance relative to its peer group has resulted in an overall 4-Star Morningstar Rating™

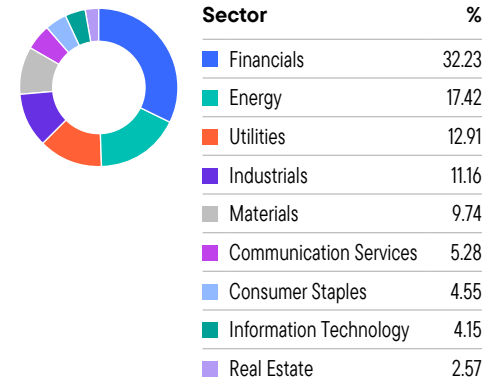
### Asset Allocation (%)<sup>2,3</sup>



### Top 10 Canadian Equity Holdings (%)<sup>4</sup>

| Security                      | Weight (%) |
|-------------------------------|------------|
| Royal Bank of Canada          | 4.27       |
| Bank of Montreal              | 3.28       |
| The Toronto-Dominion Bank     | 3.20       |
| Canadian Utilities Ltd., A    | 2.40       |
| Canadian National Railway Co. | 2.40       |
| The Bank of Nova Scotia       | 2.35       |
| TMX Group Ltd.                | 1.95       |
| Open Text Corp.               | 1.94       |
| Franco-Nevada Corp.           | 1.92       |
| TELUS Corp.                   | 1.86       |

### Sector Weightings (%)<sup>2,3,4</sup>



## Compounded Returns (%)—Series F<sup>5</sup>

Periods Ended September 30, 2025

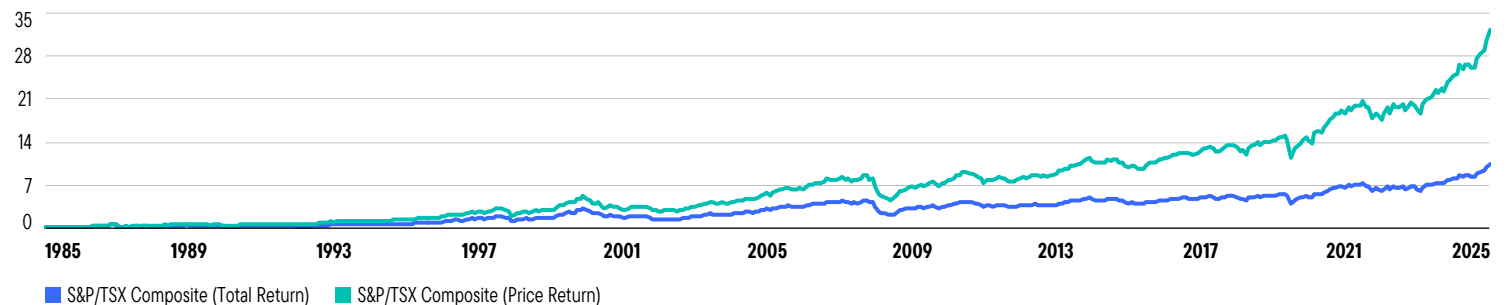
| Fund Name/Benchmark                           | Inception Date | 3-Months* | 1-Year | 3-Years | 5-Years | 10-Years | Since Inception |
|-----------------------------------------------|----------------|-----------|--------|---------|---------|----------|-----------------|
| Franklin ClearBridge Dividend Income Fund     | 11/24/2000     | 7.16      | 13.12  | 12.57   | 11.69   | 8.55     | 8.20            |
| Morningstar Canadian Equity Balanced Category | —              | 5.35      | 12.93  | 13.39   | 9.97    | 7.43     | 7.33            |

\*Cumulative.

## Dividends are a powerful component of total returns

### Dividends Impact on Compounding Returns<sup>6</sup>

As of September 30, 2025



2. As of September 30, 2025. Holdings are subject to change.

3. Due to rounding, the sum of asset allocation holdings may not equal 100%.

4. Sector weightings are a percentage of the fund's Canadian equity holdings.

5. As of September 30, 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 three-, five- and 10-year (if applicable) Morningstar Ratings metrics. The weights are 100% three-year rating for 36–59 months of total returns, 60% five-year rating/40% three-year rating for 60–119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-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 three-year period actually has the greatest impact because it is included in all three rating periods. Franklin ClearBridge Dividend Income Fund is rated within the Morningstar Canadian Equity Balanced category. All performance data refers to Series A units. Please refer to [www.morningstar.ca](http://www.morningstar.ca) for more details on the calculation of Morningstar Risk-Adjusted and the one-year information. For each of the three-, five and 10-year performance periods, there were in total 320, 309 and 218 funds, respectively, in the Morningstar Canadian Equity Balanced category.

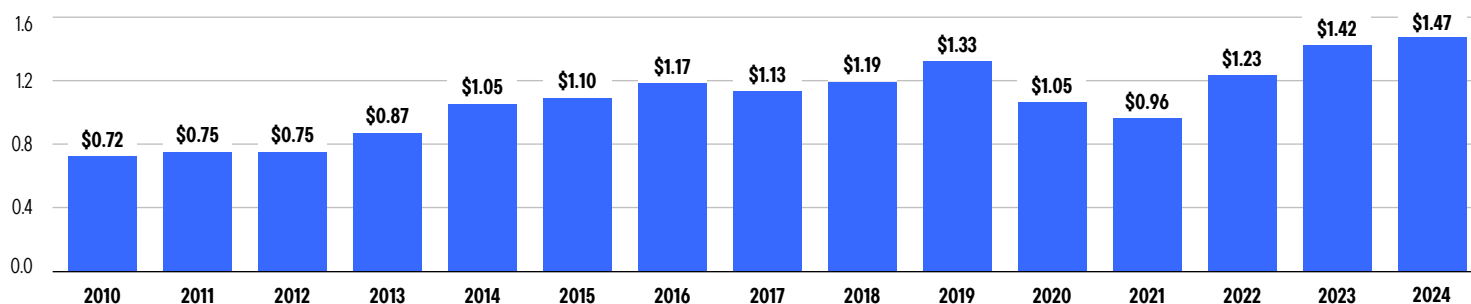
6. Over the last nearly 40 years, 68% of the cumulative total return of the

TSX Composite is from compounded dividends, the rest is from

## Distribution growth

### Income Distribution per Calendar Year (Series F)<sup>7,8</sup>

As of December 31, 2024



### Portfolio management team



#### Ryan Crowther, CFA

Vice President, Portfolio Manager  
23 years industry experience  
Joined firm in 2018



#### Izabel Flis, CFA

Director, Portfolio Manager  
24 years industry experience  
Joined firm in 2022



#### John Baldi

Managing Director,  
Portfolio Manager  
27 Years industry experience  
Joined firm in 2004

## ClearBridge

ClearBridge is a leading fundamental equity manager committed to delivering long-term results through authentic active management across channels, geographies and investment vehicles. Canadian equities are managed by a dedicated team based in Calgary (formerly Franklin Bissett), known for its disciplined, value-oriented approach and more than four decades of experience managing Canadian equities.

## Select fund codes & Management Expense Ratio (MER)<sup>9</sup>

| Fee Type         | Fund Series                | CDN\$   | MER (%) |
|------------------|----------------------------|---------|---------|
| Commission-Based | Series A                   | TML203  | 2.05    |
|                  | Series T                   | TML294  | 2.05    |
| Fee-Based        | Series F                   | TML233  | 0.93    |
|                  | Series F—ADM <sup>†</sup>  | TML3995 |         |
|                  | Series FT                  | TML3891 | 0.95    |
|                  | Series FT—ADM <sup>†</sup> | TML5119 |         |

<sup>†</sup>ADM" refers to the Investment Advisory Services Fee purchase option for series F, PF and PFT. Please see the simplified prospectus for further details.

7. Since 2010, investors in FCDIF's Series F would have typically experienced an annual growth in income distributions from the Fund, at an average compounded annual growth of their distribution of 5.4%; exceeding the inflation rate during the period.

8. The distribution rate at the end of 2023 is equivalent to 5.4% of the original investment at the start of 2010.

9. As of June 30, 2025.

CFA® and Chartered Financial Analyst® are trademarks owned by the CFA Institute. 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.

**To learn more about how your portfolio can benefit from  
Franklin ClearBridge Dividend Income Fund, please contact  
your financial advisor or visit [www.franklintempleton.ca](http://www.franklintempleton.ca).**

Equity strategy names changed from "Franklin Bissett" to "Franklin ClearBridge", reflecting the equity team's integration into ClearBridge Investments.

ClearBridge Investments is a subsidiary of Franklin Resources, Inc.

Mutual fund distributions are not guaranteed, are set and may change at the discretion of Franklin Templeton Investments Corp. Unlike fixed-income securities, there is no obligation to distribute any fixed amount, and reductions in, or suspensions of, distributions may occur that would reduce yield. Distributions are not an indication of performance, rate of return, or yield. 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 the 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 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. 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.



Franklin Templeton Canada  
200 King Street West, Suite 1400  
Toronto, ON M5H 3T4

(800) 387-0830  
[franklintempleton.ca](http://franklintempleton.ca)