



23 October 2025

Changes to the Franklin Templeton Fund Range

This Notice is issued by Franklin Templeton Australia Limited (ABN 76 004 835 849, AFSL 240827) as Responsible Entity of the Funds listed below.

What is changing?

As part of our ongoing review of the Franklin Templeton fund range, we are implementing a series of updates designed to ensure alignment and consistency across our product suite, enhance investor outcomes and improve clarity and disclosure.

Unless otherwise stated, these changes take effect with the roll of our Product Disclosure Statement for these funds on **23 October 2025** (the “**Effective Date**”).

Summary of Changes

Fund Name	ARSN	Summary of Change(s)
Brandywine Global Income Optimiser	618 213 488	<ul style="list-style-type: none">• Change of Fund Name• Investment Objective Update• Management Fee Reduction• Update to SRM
Brandywine Global Opportunistic Fixed Income Fund	127 583 411	<ul style="list-style-type: none">• Benchmark Change• Investment Objective Update• Investment Guidelines Update• Management Fee Reduction
Franklin Global Growth Fund / Franklin Global Growth Active ETF	132 597 972	<ul style="list-style-type: none">• Reduction of Buy/Sell Spread
Franklin Global Growth Fund (Hedged)	132 597 972	<ul style="list-style-type: none">• Reduction of Buy/Sell Spread
Franklin Global Responsible Investment Fund	631 941 172	<ul style="list-style-type: none">• Management Fee Reduction• Reduction of Buy/Sell Spread
Franklin Global Systematic Equity Fund	088 669 827	<ul style="list-style-type: none">• Management Fee Reduction• Reduction of Buy/Sell Spread
Franklin K2 Athena Fund	664 862 819	<ul style="list-style-type: none">• Change of Fund Name• Introduction of Buy/Sell Spread• Update to SRM
Franklin Multi-Asset Balanced Fund	657 325 794	<ul style="list-style-type: none">• Inclusion of internationally-domiciled assets• Global Fixed Income: Benchmark Change• Formalisation of Alternatives in the Fund's Strategic Asset Allocation
Franklin Multi-Asset Conservative Fund	657 332 539	<ul style="list-style-type: none">• Inclusion of internationally-domiciled assets• Global Fixed Income: Benchmark Change• Formalisation of Alternatives in the Fund's Strategic Asset Allocation
Franklin Multi-Asset Defensive Fund	657 332 753	<ul style="list-style-type: none">• Inclusion of internationally-domiciled assets• Global Fixed Income: Benchmark Change

		<ul style="list-style-type: none"> • Formalisation of Alternatives in the Fund's Strategic Asset Allocation
Franklin Multi-Asset Growth Fund	657 333 018	<ul style="list-style-type: none"> • Inclusion of internationally-domiciled assets • Global Fixed Income: Benchmark Change • Formalisation of Alternatives in the Fund's Strategic Asset Allocation
Franklin Multi-Asset High Growth Fund	657 333 447	<ul style="list-style-type: none"> • Inclusion of internationally-domiciled assets • Global Fixed Income: Benchmark Change • Formalisation of Alternatives in the Fund's Strategic Asset Allocation
Franklin Templeton Global Aggregate Bond Fund	160 124 096	<ul style="list-style-type: none"> • Management Fee Reduction • Introduction of Buy/Sell Spread
Western Asset Enhanced Income Fund	648 408 548	<ul style="list-style-type: none"> • Distribution Frequency from Quarterly to Monthly

Why Management Fees and Buy/Sell Spreads Are Changing

The management fee reductions follow a comprehensive review of our fund range and market peers, ensuring our funds remain competitively priced and continue to deliver value for investors.

The buy/sell spreads have been adjusted to more accurately reflect the transaction costs associated with investor applications and withdrawals. These costs, such as brokerage, stamp duty, and market impact are incurred by the Fund when trading underlying assets. The buy/sell spread is retained by the Fund (it is not a fee paid to us) and represents a contribution to the transaction costs incurred by the Fund.

Details of Fund changes

1. Brandywine Global Income Optimiser Fund

- **Name Change**

From the Effective Date, the Fund will be renamed the **Brandywine Global Dynamic Bond Fund**. This more accurately reflects the manner in which the Fund is managed.

- **Investment Objective Update**

Similar to the name change, the revised investment objective focuses on total return, recognising that investor benefits are derived from both income and capital growth over time.

Current Investment Objective:

The Fund's investment objective is to generate a high and consistent level of income over a full market cycle, with a secondary objective of downside protection.

Updated Investment Objective:

The Fund's investment objective is to maximise total return over a full market cycle through a combination of income and capital appreciation, with a secondary objective of downside protection.

- **Management Fee Reduction**

Class A from 0.65% to 0.50%

Class M from 0.55% to 0.45%

- **Standard Risk Measure ("SRM")**

The most recent SRM calculation indicates a **decrease** from the previous SRM score of 5 (Medium to High) to 4 (Medium). A lower SRM reflects a reduction in the estimated number of negative returns over any 20-year period, and therefore a lower overall forecast risk of loss over time.

2. Brandywine Global Opportunistic Fixed Income Fund

- **Benchmark Change**

The Fund's benchmark will change from ***FTSE World Government Bond Index (Hedged to AUD)*** to ***Bloomberg Global Aggregate Index (Hedged to AUD)*** to better align the benchmark with the Fund's actual investment implementation and provide a more comprehensive representation of the global fixed income opportunity set, encompassing sovereign, investment-grade corporate, supranational, and securitised debt.

- **Investment Objective Update**

To align with the new benchmark, the Fund's investment objective will be updated as follows:

Current Investment Objective:

The Fund aims to earn a return before fees and taxes in excess of the FTSE World Government Bond Index hedged into Australian dollars ("Benchmark") over rolling five-year periods.

Updated Investment Objective:

The Fund aims to earn a return before fees and taxes in excess of the Bloomberg Global Aggregate Index (Hedged in AUD) ("Benchmark") over rolling five-year periods.

- **Update to Investment Guidelines**

In line with the update to the benchmark and investment objective, certain investment guidelines have been amended to ensure appropriate risk controls are in place and to maintain alignment with the revised benchmark, including:

- The limit on below investment grade currencies has been increased from 10% to 15%; and
- The limit on exposure to non-benchmark countries has been reduced from 40% to 15%.

- **Management Fee Reduction**

Class A from 0.70% p.a. to 0.55% p.a.

3. Franklin Global Growth Fund / Franklin Global Growth Active ETF

Franklin Global Growth Fund (Hedged)

- Reduction of buy/sell spread from 0.15% to 0.10% on both applications and redemptions

4. Franklin Global Responsible Investment Fund

- **Management Fee Reduction**

Class A: from 0.75% p.a. to 0.40% p.a.

Class M: from 0.50% p.a. to 0.30% p.a.

- Reduction of buy/sell spread from 0.15% to 0.10% on both applications and redemptions.

5. Franklin Global Systematic Equity Fund

- **Management Fee Reduction:**

Class A: from 0.75% to 0.40%

- Reduction of buy/sell spread from 0.15% to 0.10% on both applications and redemptions.

6. Franklin K2 Athena Fund

- **Name Change**

From the Effective Date, the Fund will be renamed the **Franklin Athena Fund**.

In July 2025, we announced that Franklin Advisers, Inc. (FAV) would join K2/D&S Management Co., LLC (trading as K2 Advisors) as an additional investment manager of the Fund.

This alignment brings together two highly complementary businesses under the Franklin Templeton Investment Solutions (FTIS) platform. It enables the legacy K2 Advisors business to benefit from the scale and additional resources of the broader FTIS organisation.

Importantly, these changes do not affect the investment philosophy, process, or the teams responsible for managing the Fund.

- Introduction of buy/sell spread of 0.05% on both applications and redemptions.
- **Standard Risk Measure (“SRM”)**

The most recent SRM calculation indicates an **increase** from the old SRM score of 5 (Medium to High) to 6 (High). A higher SRM reflects an increase in the estimated number of negative returns over any 20-year period, and therefore a higher overall forecast risk of loss over time.

7. Franklin Multi-Asset Funds

- Inclusion of internationally domiciled investment products such as internationally registered collective investment schemes and ETFs listed in developed world exchanges. This expansion broadens the investment universe available to FTIS and enhances portfolio construction flexibility.
- The Benchmark applicable to the Global Fixed Income allocation has been updated, from the FTSE World Government Bond Index to the Bloomberg Global Aggregate Index (Hedged to AUD) to better reflect the investable universe.
- Updated the Strategic Asset Allocation and introduced an allocation to Alternative assets of between 0 – 10%, including the Franklin Athena Fund, across the Multi-Asset Fund range.

8. Franklin Templeton Global Aggregate Bond Fund

- **Management Fee Reduction**
 - Class A: from 0.54% to 0.40%
 - Class M: from 0.49% to 0.35%
- Introduction of buy/sell spread of 0.05% on both applications and redemptions.

9. Western Asset Enhanced Income Fund

As previously communicated in July, the distribution frequency has changed from quarterly to monthly effective 01 July 2025. This update is now reflected in the Fund’s Product Disclosure Statement (PDS).

Questions

If you have any questions regarding these changes, please contact our Investor Services team on 1800 673 776 or email auclientadmin@franklintempleton.com.

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