

## Franklin USD Investment Grade Corporate Bond UCITS ETF

**Class SINGLCLASS • ISIN IE00BFWDX52 • A sub-fund of Franklin Templeton ICAV**  
The management company is Franklin Templeton International Services S.à r.l.

### Objectives and Investment Policy

Franklin USD Investment Grade Corporate Bond UCITS ETF (the “Fund”) investment objective is to seek to provide income from the USD-denominated bond market, while seeking to maintain some degree of capital preservation.

#### Investment Policy

The Fund mainly invests in fixed and floating rate investment grade corporate debt securities denominated in USD. These investments may be of any duration from anywhere in the world, including (to a lesser extent) emerging markets.

These investments may include convertible securities and asset- and mortgage-backed securities. To a lesser extent, the Fund may invest in government debt securities.

**Derivatives and techniques** The Fund may use derivatives for hedging, efficient portfolio management and investment purposes.

**Strategy** In a top-down and bottom-up process, the investment manager combines macroeconomic, market and fundamental analysis to identify securities that appear to offer high real yields for their risk level.

**SFDR category** Article 8 (promotes environmental and/or social characteristics under EU regulations).

The investment manager applies a proprietary rating methodology using various ESG criteria to assess long-term opportunities and risks. The fund excludes issuers lagging in the transition to a low-carbon economy and excludes or restricts investments in certain industries that are harmful to the environment or society, such as exploration and production of fossil fuels, weapons and tobacco.

For more information see [www.franklintempleton.ie/27048](http://www.franklintempleton.ie/27048)

**Base currency** US dollar (USD).

**Benchmark(s)** Bloomberg US Corporate Bond Index. Used for performance comparison only.

The Fund is actively managed and may deviate materially from that of the benchmark(s).

#### Buying and selling shares

You may buy or sell shares daily through a broker on the stock exchange where the shares are traded. Authorised participants, such as selected financial institutions, may buy or sell shares directly with the fund, on any

day markets are open for business in the United Kingdom and the United States.

#### Intended retail investor

Investors who understand the risks of the Fund and plan to invest for at least 3 to 5 years. The Fund may appeal to investors who:

- are looking for income from an investment that seeks to preserve capital
- are interested in exposure to USD denominated developed bond markets as part of a diversified portfolio
- have a medium risk profile and can tolerate moderate short-term changes in the share price

**Product availability** The Fund is available to all investors with at least basic investment knowledge, through a wide range of distribution channels, with or without the need for advice.

#### Terms to Understand

**asset- and mortgage- backed securities:** Bonds backed by consumer debt (such as mortgages, credit card and other loan-type debt) and whose income derives from the payments received from the underlying borrowers.

**bonds, investment grade:** Bonds represent an obligation to repay a debt, along with interest. Investment grade bonds are considered to have a lower risk of becoming unable to make promised payments to investors, including the initial debt.

**convertible securities:** Bonds that offer the option or the obligation of receiving repayment of principal either in cash or shares in the company.

**derivatives:** Financial instruments whose value is linked to one or more rates, indexes, share prices or other values.

**emerging markets:** Markets of less economically developed nations, such as some nations in Asia, Africa, Eastern Europe and Latin America.

**efficient portfolio management:** A strategy aimed at reducing risk, lowering costs or generating additional capital or income for the Fund through the use of derivatives. These strategies must align with the Funds risk profile.

**Share Class Currency:** USD

**Treatment of Income:** For distribution shares, dividend income is distributed to investors.

### Risk and Reward Profile



#### What does this indicator mean and what are its limits?

This indicator is designed to provide you with a measure of the price movement of this share class based on historical behavior.

Historical data may not be a reliable indication of the future risk profile of the Fund. The category shown is not guaranteed to remain unchanged and may shift over time.

The lowest category does not mean risk free.

As the share class has no sufficient historical data available, simulated data based on a representative portfolio model or benchmark have been used instead.

#### Why is the Fund in this specific category?

The Fund invests primarily in U.S. dollar denominated corporate debt securities issued by U.S. and non-U.S. companies.

Such securities have historically been subject to price movements, generally due to interest rates or movements in the bond market. As a result, the performance of the Fund can fluctuate over time.

#### Risks materially relevant not adequately captured by the indicator:

**Counterparty risk:** the risk of failure of financial institutions or agents (when serving as a counterparty to financial contracts) to perform their obligations, whether due to insolvency, bankruptcy or other causes.

**Credit risk:** the risk of loss arising from default that may occur if an issuer fails to make principal or interest payments when due. This risk is higher if the Fund holds low-rated, sub-investment-grade securities.

**Derivative Instruments risk:** the risk of loss in an instrument where a small change in the value of the underlying investment may have a larger impact on the value of such instrument. Derivatives may involve additional liquidity, credit and counterparty risks.

**Secondary market trading risk:** the risk that the shares purchased on the secondary market cannot usually be sold directly back to the Fund and that investors may therefore pay more than the NAV per share when buying shares or may receive less than the current NAV per Share when selling shares.

For a full discussion of all the risks applicable to this Fund, please refer to the “Risk Considerations” section of the current prospectus of Franklin Templeton ICAV.

## Charges

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

### One-off charges taken before or after you invest

|              |                 |
|--------------|-----------------|
| Entry charge | Not applicable* |
| Exit charge  | Not applicable* |

*This is the maximum that might be taken out of your money before it is invested.*

### Charges taken from the Fund over a year

|                 |       |
|-----------------|-------|
| Ongoing charges | 0.35% |
|-----------------|-------|

### Charges taken from the Fund under certain specific conditions

|                 |                |
|-----------------|----------------|
| Performance fee | Not applicable |
|-----------------|----------------|

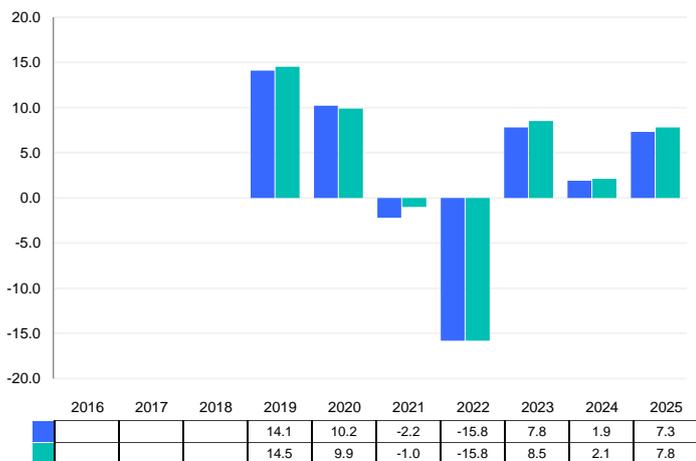
\*No entry nor exit charges are payable where investors deal in shares in the secondary market – i.e. where shares are purchased and sold on a stock exchange. In such cases, investors may pay fees charged by their broker. Authorised Participants dealing directly with the Fund may pay an entry charge up to a maximum of 3% and an exit charge up to a maximum of 2%.

The entry and exit charges shown are maximum amounts; you may pay less in some cases. For more information please ask your financial adviser.

The ongoing charges are based on the expenses for the year ending 31 December 2025. This figure may vary from year to year.

For detailed information about charges, please refer to the “Fees and Expenses” section of the current prospectus of Franklin Templeton ICAV and the Fund supplement.

## Past Performance



■ Franklin USD Investment Grade Corporate Bond UCITS ETF Class SINGLCLASS  
■ Bloomberg US Corporate Bond Index  
 (Benchmark performance is provided for information and indicative purposes only.)

- Past performance is not a guide to future performance.
- The past performance shown here includes all the ongoing charges.
- The Fund was launched in 2018.
- Past performance is calculated in the currency of the present share class.
- Product performance is not tracking the index.

## Practical Information

- The Depositary of Franklin Templeton ICAV is The Bank Of New York Mellon SA/NV, Dublin Branch, The Shipping Office, Sir John Rogerson’s Quay, Dublin 2, Ireland.
- You can obtain further information about the Fund, copies of its prospectus, supplement and its latest annual and semi-annual reports from the website [www.franklintempleton.com](http://www.franklintempleton.com) or free of charge from the Administrator, BNY Mellon Fund Services (Ireland) DAC, The Shipping Office, Sir John Rogerson’s Quay, Dublin 2, Ireland or your financial adviser. These documents are each available in English and certain other language(s).
- The latest Net Asset Value and other practical information on the Fund is available from the Administrator, BNY Mellon Fund Services (Ireland) DAC The Shipping Office, Sir John Rogerson’s Quay, Dublin 2, Ireland or [www.franklintempleton.com](http://www.franklintempleton.com)
- The indicative Net Asset Value is displayed on major market data vendor terminals.
- Please note that the Irish taxation regime may have an impact on your personal tax position. Please consult your financial or tax adviser before deciding to invest.
- Franklin Templeton International Services S.à r.l may be held liable solely on the basis of any statement contained in this document that is

misleading, inaccurate or inconsistent with the relevant parts of the prospectus of the Fund.

- The present Fund is a sub-fund of Franklin Templeton ICAV. The prospectus and the annual and semi-annual reports refer to all sub-funds of Franklin Templeton ICAV. All Funds of Franklin Templeton ICAV have segregated assets and liabilities. As a result, each Fund is operated independently from each other.
- You may not exchange shares with another sub-fund of Franklin Templeton ICAV.
- The details of the up-to-date remuneration policy of the management company, including but not limited to, a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefits including the composition of the remuneration committee, are available at [www.franklintempleton.lu](http://www.franklintempleton.lu) and a paper copy can be obtained free of charge.