

FTGF Brandywine Global Income Optimiser Fund

Mercer FundWatch Rating: 3 out of 5 (as of 13 October 2021)¹

BENCHMARK Fund of the Year Awards 2020 Singapore : Absolute Return Fixed Income (Best-in-Class)²

Asia Asset Management Best of the Best Awards 2019 (Global Aggregate Bonds - 10 Years)³

Asia Asset Management Best of the Best Awards 2018 (Global Bonds - 3 Years)⁴

Investment Manager

Brandywine Global Investment
Management

Objective

The fund's goal is to generate income in all market conditions while maintaining the value of the fund. The fund will invest in bonds issued by corporations and governments.

Fund Details

Reference Currency: SGD / USD

Minimum Investment:
Initial Amount SGD 1,500 / USD 1,000

Month-end NAV:
Class A Distr. (M) (SGD) (H) Plus SGD 0.829
Class A Distr. (M) (SGD) (H) Plus (e) SGD 0.764
Class A Acc. (USD) USD 136.39

Fees[^]:
Initial Charge Up to 5.00%
Management Fee: Up to 1.10% p.a.

Subscription: Cash Only

Trading Frequency: Daily

Inception Date:
Class A Distr. (M) (SGD) (H) Plus 21-Oct-15
Class A Distr. (M) (SGD) (H) Plus (e) 17-Feb-21
Class A Acc. (USD) 30-Aug-13

Domicile: Dublin, Ireland

ISIN Code:
IE00BLSP4122/
IE00BNGJQ474/
IE00BBT3JP45

Bloomberg Ticker: BWGIADS ID /
BWGIASI ID /
BWGIAAU ID

Fund Size: USD 1149 million

Number Of Holdings: 138

Fund Characteristics

Weighted Average Life 10.04 years

Effective Duration⁵ 5.33 years

Credit Quality^{5,6} BBB-

Credit Quality Allocation^{6,7} (%)

| | |
|------|-------|
| AAA | 8.64 |
| AA | 8.75 |
| A | 4.66 |
| BBB | 30.47 |
| BB | 25.54 |
| B | 14.10 |
| CCC | 2.26 |
| CC | 1.51 |
| Cash | 4.06 |

This is a marketing communication. Please refer to the relevant offering documents before making any final investment decisions. **Past performance does not predict future returns.**

Cumulative Performance (%) (Since Inception to 31 March 2024)



Annualised Performance (%)

| | YTD | 3- Month | 1- Year | 3- Year | 5- Year | Since Inception |
|--|--------------|--------------|--------------|--------------|-------------|--------------------|
| USD Performance | | | | | | |
| Class A Acc. (USD) | 0.07 | 0.07 | 4.15 | -2.66 | 2.26 | 2.98 |
| Benchmark (USD) | 1.37 | 1.37 | 5.52 | 2.70 | 2.07 | 1.32 |
| SGD Performance | | | | | | |
| Class A Distr. (M) (SGD) (H) Plus | -0.40 | -0.40 | 2.45 | -3.43 | 1.49 | 2.46 |
| Class A Distr. (M) (SGD) (H) Plus (e) | -0.27 | -0.27 | 2.38 | -3.43 | N/A | -3.58 |
| Load Adjusted Returns* | | | | | | |
| Class A Acc. (USD) | -4.94 | -4.94 | -1.05 | -4.31 | 1.21 | 2.48 |
| Class A Distr. (M) (SGD) (H) Plus | -5.38 | -5.38 | -2.68 | -5.06 | 0.45 | 1.84 |
| Class A Distr. (M) (SGD) (H) Plus (e) | -5.26 | -5.26 | -2.74 | -5.07 | N/A | -5.16 |

Source: Franklin Templeton. Performance is calculated on a NAV to NAV basis (in USD / SGD terms), with income and dividends reinvested, if any, without initial charges but reflecting annual management fees. Performance for periods above one year is annualised. The fund's returns may increase or decrease as a result of changes to foreign exchange rates. * Inclusive of initial charge (assumed to be 5%). Acc. = Accumulating share class. Net investment income accumulated daily into NAV. Distr. (M) = Distributing share class. Dividend declared and paid out monthly. (H) = (Hedged) Benchmark: FTSE 3-month US Treasury Bill Index. Prior to 31 March 2020, there is no benchmark.

Country of Issue (%)

| | | | |
|----------------|-------|-------------------------|-------|
| United States | 41.78 | Spain | 3.14 |
| United Kingdom | 8.99 | Israel | 3.02 |
| Colombia | 6.55 | Panama | 2.39 |
| Mexico | 6.30 | Germany | 1.62 |
| Brazil | 5.90 | Others | 12.09 |
| Canada | 4.16 | Cash & Cash Equivalents | 4.06 |

Sector Allocation (%)

| | | | |
|----------------------------|-------|---------------------------------|------|
| Corporate Bond | 42.59 | Government Owned - No Guarantee | 2.41 |
| Government Sovereign | 28.13 | Government Sovereign Agency | 1.59 |
| Mortgage Backed Securities | 13.83 | Bank Loan | 0.28 |
| Supranational | 7.05 | Others | 4.12 |

Top Ten Holdings (%)

| Holding | Coupon | Maturity | % |
|--------------|--------|----------|--------------|
| UKTSY | 3.75 | 22.10.53 | 7.82 |
| COLOMB | 7.00 | 26.03.31 | 3.94 |
| MEXICO | 7.50 | 26.05.33 | 3.56 |
| Internati | 4.63 | 01.08.28 | 3.43 |
| SPAIN | 1.90 | 31.10.52 | 3.14 |
| Internati | 0.50 | 28.10.25 | 3.10 |
| BRAZIL | 10.00 | 01.01.27 | 2.37 |
| UNITED MEX | 8.00 | 31.07.53 | 2.08 |
| COLOMBIA | 7.25 | 26.10.50 | 1.94 |
| NEW FORTRESS | 6.75 | 15.09.25 | 1.62 |
| Total | | | 33.00 |

FTGF Brandywine Global Income Optimiser Fund

Risk Statistics Definitions

Weighted Average Life : The average number of years for which each component of unpaid principal on a bond, loan or mortgage remains outstanding. The weighted average life calculation provides an aggregate figure that shows how many years it will take to pay off half the outstanding principal on a bond portfolio.

Effective Duration : Average Duration equals the weighted average maturity of all the cash flows in the portfolio and gives an indication of the sensitivity of a portfolio's bond prices to a change in interest rates. The higher the duration, the more sensitive the portfolio is to interest rate changes. Effective Duration is a calculation for bonds with embedded options (Not every portfolio will purchase bonds with embedded options). It takes into account the expected change in cash flows caused by the option, as interest rates change. If a portfolio does not hold bonds with embedded options, then the Effective Duration will be equal to the Average Duration.

Investment Risks

The fund does not offer any capital guarantee or protection and you may not get back the amount invested.

Bonds: There is a risk that issuers of bonds held by the fund may not be able to repay the investment or pay the interest due on it, leading to losses for the fund. Bond values are affected by the market's view of the above risk, and by changes in interest rates and inflation.

Liquidity: In certain circumstances it may be difficult to sell the fund's investments because there may not be enough demand for them in the markets, in which case the fund may not be able to minimise a loss on such investments.

Low rated bonds: The fund may invest in lower rated or unrated bonds of similar quality, which carry a higher degree of risk than higher rated bonds.

Emerging markets investment: The fund may invest in the markets of countries which are smaller, less developed and regulated, and more volatile than the markets of more developed countries.

Asset-backed securities: The timing and size of the cash-flow from asset-backed securities is not fully assured and could result in loss for the fund. These types of investments may also be difficult for the fund to sell quickly.

Fund currency: Changes in exchange rates between the currencies of investments held by the fund and the fund's base currency may negatively affect the value of an investment and any income received from it.

Interest rates: Changes in interest rates may negatively affect the value of the fund. Typically as interest rates rise, bond values fall.

Derivatives: The use of derivatives can result in greater fluctuations of the fund's value and may cause the fund to lose as much as or more than the amount invested.

Sustainability: The fund's integration of sustainability risks in the investment decision process may have the effect of excluding profitable investments from the investment universe of the fund and may also cause the fund to sell investments that will continue to perform well. A sustainability risk could materialise due to an environmental, social or governance event or condition which may impact the fund's investments and negatively affect the returns of the fund.

Fund counterparties: The fund may suffer losses if the parties that it trades with cannot meet their financial obligations.

Fund operations: The fund is subject to the risk of loss resulting from inadequate or failed internal processes, people or systems or those of third parties such as those responsible for the custody of its assets, especially to the extent that it invests in developing countries.

Complete information on the risks of investing in the Fund are set out in the Fund's prospectus.

FTGF Brandywine Global Income Optimiser Fund

- [^] The charges are the fees the fund charges to investors to cover the costs of running the Fund. Additional costs, including transaction fees, will also be incurred. These costs are paid out by the Fund, which will impact on the overall return of the Fund. Fund charges will be incurred in multiple currencies, meaning that payments may increase or decrease as a result of currency exchange fluctuations.
- ¹ Source: Mercer FundWatch, as at 13 October 2021. For more information on Mercer FundWatch™ and for Important Notices, please refer to <https://www.mercerfundwatch.com/aboutmercerfundwatch>.
- ² Source: BENCHMARK, based on performance of Class A (USD) Acc. from 1 October 2019 to 30 September 2020.
- ³ Source: Asia Asset Management. Awarded company: Brandywine Global Investment Management. Based on performance up to 30 September 2018.
- ⁴ Source: Asia Asset Management. Awarded company: Brandywine Global Investment Management. Based on performance up to 30 September 2017.
- ⁵ Weighted Average
- ⁶ Credit Quality: Nationally Recognised Statistical Rating Organisation's (NRSRO's) assess the likelihood of bond issuers defaulting on a bond's coupon and principal payments. The credit quality allocation by Brandywine Global Investment Management assigns each security the middle rating from three NRSRO's (Standard & Poor's, Moody's Investor Services and Fitch Ratings, Ltd.). If only one NRSRO assigns a rating, that rating will be used. Securities that are not rated by all three NRSRO's are reflected as such. The lower the overall credit rating, the riskier the portfolio. The credit rating is expressed as a regular letter rating (from high to low quality): AAA, AA, A, BBB, BB, ...D.
- ⁷ Calculation of credit quality allocation does not include the market value of derivatives which may result in slight difference in the cash weightage.

Important Information

This fund meets the requirements under Article 8 of the EU Sustainable Finance Disclosure Regulation (SFDR); the fund has binding commitments in its investment policy to promote environmental and/or social characteristics and any companies in which it invests should follow good governance practices. The Fund may also invest extensively in certain types of derivatives for efficient portfolio management purposes and/or investment purposes. Please refer to the prospectus for more information. Distributing Plus share classes may pay dividend out of capital. The payment of dividends out of capital effectively amounts to a return or withdrawal of an investor's original capital investment or of capital gains attributable to that original investment. Such distribution will result in a corresponding immediate decrease in the Net Asset Value of these share classes. Distributing Plus (e) Share Class may charge certain fees and expenses to capital rather than income which will result in income being increased for distribution and capital may be reduced. Shareholders should note that they may not receive back the full amount invested and may result in the erosion of investors capital investment. The Fund is a sub-fund of Franklin Templeton Global Funds plc ("FTGF"), an open-ended umbrella investment company constituted in Ireland. These securities do not represent all of the securities purchased, sold or recommended for clients, and the reader should not assume that investment in the securities listed was or will be profitable. Holdings are subject to change. The portfolio manager for the Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top 10 holdings list. References to particular industries, sectors or companies are for general information and are not necessarily indicative of a fund's holding at any one time. **This advertisement or publication has not been reviewed by the Monetary Authority of Singapore. This document is for information only and does not constitute investment advice or a recommendation and was prepared without regard to the specific objectives, financial situation or needs of any particular person who may receive it. This document may not be reproduced, distributed or published without prior written permission from Franklin Templeton.** Any research and analysis contained in this document has been procured by Franklin Templeton for its own purposes and may be acted upon in that connection and, as such, is provided to you incidentally. Although information has been obtained from sources that Franklin Templeton believes to be reliable, no guarantee can be given as to its accuracy and such information may be incomplete or condensed and may be subject to change at any time without notice. Any views expressed are the views of the fund manager as of the date of this document and do not constitute investment advice. The underlying assumptions and these views are subject to change based on market and other conditions and may differ from other portfolio managers or of the firm as a whole. There is no assurance that any prediction, projection or forecast on the economy, stock market, bond market or the economic trends of the markets will be realised. Franklin Templeton accepts no liability whatsoever for any direct or indirect consequential loss arising from the use of any information, opinion or estimate herein. **The value of investments and the income from them can go down as well as up and you may not get back the full amount that you invested. Past performance is not necessarily indicative nor a guarantee of future performance of the Fund.** Subscriptions may only be made on the basis of the most recent Prospectus and Product Highlights Sheet which is available at Templeton Asset Management Ltd or authorised distributors of the Fund. Potential investors should read the details of the Prospectus and Product Highlights Sheet before deciding to subscribe for or purchase the Fund. This shall not be construed as the making of any offer or invitation to anyone in any jurisdiction in which such offer is not authorised or in which the person making such offer is not qualified to do so or to anyone to whom it is unlawful to make such an offer. In particular, the Fund is not available to U.S. citizens, residents or green card holders. **Investors may wish to seek advice from a financial adviser before making a commitment to invest in shares of the Fund. In the event an investor chooses not to seek advice from a financial adviser, he/she should consider whether the Fund is suitable for him/her.** In addition, a summary of investor rights is available from [summary-of-investor-rights.pdf](https://www.franklintempleton.sg) ([franklintempleton.sg](https://www.franklintempleton.sg)). The summary is available in English. The sub-funds of FTGF are notified for marketing in multiple EU Member States under the UCITS Directive. FTGF can terminate such notifications for any share class and/or sub-fund at any time by using the process contained in Article 93a of the UCITS Directive. For the avoidance of doubt, if you make a decision to invest, you will be buying units/shares in the Fund and will not be investing directly in the underlying assets of the Fund. Copyright© 2024 Franklin Templeton. All rights reserved. Issued by Templeton Asset Management Ltd, Registration Number (UEN) 199205211E.