

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus<sup>1</sup>.
- It is important to read the Prospectus before deciding whether to purchase shares in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

### Franklin Templeton Shariah Funds – Franklin Global Sukuk Fund (the “Fund”)

|                           |   |  |  |
|---------------------------|---|--|--|
| <b>Product Type</b>       | <b>Investment Company</b>                                 | <b>Launch Date</b>   | <b>10/09/2012</b>                        |
| <b>Management Company</b> | <b>Franklin Templeton International Services S.à r.l.</b> | <b>Depository Bank</b>   | <b>J.P. Morgan SE, Luxembourg Branch</b> |
| <b>Trustee</b>            | <b>Nil</b>  | <b>Dealing Frequency</b>   | <b>Daily (Dealing Days only)</b>         |
| <b>Capital Guaranteed</b> | <b>No</b>   | <b>Expense Ratio for Financial Year Ended 31/10/2022<sup>2</sup></b> | <b>0.28% - 1.50%</b>                     |
| <b>Name of Guarantor</b>  | <b>Not applicable</b>                                     |  |  |

#### PRODUCT SUITABILITY

##### WHO IS THE PRODUCT SUITABLE FOR?

The Fund is only suitable for investors who:

- seek to maximise total investment return consisting of profit income and capital appreciation;
- seek investment in Shariah-compliant securities; and
- plan to hold their investment for the medium to long term.

The principal may be at risk.

##### Further Information

Refer to the “Fund Information Objectives and Investment Policies” of the Luxembourg Prospectus for further information on product suitability.

#### KEY PRODUCT FEATURES

##### WHAT ARE YOU INVESTING IN?

- You are investing in an open-ended collective investment scheme (referred to as an “undertaking for collective investment in transferable securities” or UCITS) constituted in Luxembourg that aims to maximise, consistent with prudent investment management, total investment return, consisting of a combination of profit income and capital appreciation.
- Subject to any legal or regulatory requirements, distributions may also be made out of the capital of the Fund. Should distributions be paid, the net asset value (“NAV”) of the Fund will be reduced by the amount of distribution paid.

Refer to the “Investment Objective, Focus and Approach of the Funds” section of the Singapore Prospectus, and the “Dividend Policy” section of the Luxembourg Prospectus for further information on features of the product.

#### Investment Strategy

- The Fund will generally invest at least two-thirds of its total assets (without taking into account ancillary liquid assets) in fixed- and floating-rate Shariah-compliant securities (including non-investment grade securities), issued by government, government-related and corporate entities located in developed and developing countries.
- The Fund may, in accordance with its investment policy and the Shariah guidelines, invest in securities or financial derivative instruments for hedging, efficient portfolio management and/or investment purposes.
- Other investments may include Sukuk instruments (including contingent convertible securities), and short term instruments (including Murabaha placements and Sharia compliant credit linked notes or structured products).
- The expected level of exposure that could be subject to total return swaps (unfunded) amounts to 5% of the Fund’s net assets, subject to a maximum of 20%.

Refer to the “Investment Objective, Focus and Approach of Funds” section of the Singapore Prospectus for further information on the investment strategy of the product.

<sup>1</sup> The Prospectus (comprising the Singapore and Luxembourg Prospectuses) is available for collection from the office of Templeton Asset Management Ltd at 7 Temasek Boulevard, #38-03 Suntec Tower One, Singapore 038987 and its appointed distributors during business hours, or accessible at [www.franklintempleton.com.sg](http://www.franklintempleton.com.sg).

<sup>2</sup> Figures relate to Share Classes that have been incepted as at that date. For Classes incepted for less than a year, figures are calculated from the relevant inception date and annualised.

| <b>Parties Involved</b>   |  |
|---|--|
| <p><b>WHO YOU ARE INVESTING WITH?</b></p> <ul style="list-style-type: none"> <li>• The investment company is Franklin Templeton Shariah Funds – Franklin Global Sukuk Fund.</li> <li>• The management company is Franklin Templeton International Services S.à r.l.</li> <li>• The investment manager is Franklin Templeton Investments (ME) Limited.</li> <li>• The depositary bank is J.P. Morgan SE, Luxembourg Branch.</li> <li>• The Shariah Supervisory Board is Amanie Advisors Sdn. Bhd.</li> <li>• The Singapore representative is Templeton Asset Management Ltd.</li> </ul>  | <p>Refer to the “Management and Administration” section of the Singapore Prospectus for further information on the roles and responsibilities of these entities and what happens if they become insolvent.</p> |
| <b>KEY RISKS</b>  |  |
| <p><b>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</b><br/> <b>The value of the product and its dividends or coupons may rise or fall. These risk factors may cause you to lose some or all of your investment.</b></p>   | <p>Refer to the “Risk Factors” section of the Singapore Prospectus for further information on risks of the product.</p>  |
| <b>Market and Credit Risks</b>  |  |
| <p><b>You are exposed to emerging markets risk.</b></p> <ul style="list-style-type: none"> <li>• Investing in emerging markets involve certain risks such as political, economic; and (particularly in the Middle East, North Africa region) social/religious uncertainties. These markets are generally smaller and less liquid than developed markets.</li> </ul> <p><b>You are exposed to sukuk investment risk.</b></p> <ul style="list-style-type: none"> <li>• The value of sukuk, murabaha, wakala, and similar Shariah-compliant securities may fluctuate due to macro-economic and social/political factors. They may also be impacted by the willingness or ability of the counterparty (sovereign, sovereign-related, or corporate) to make payments according to the terms of the securities.</li> </ul> <p><b>You are exposed to credit risk.</b></p> <ul style="list-style-type: none"> <li>• If an issuer fails to make principal and interest payments when due, the value of your investment in such issuers will be adversely affected. The Fund invests in a mix of government and corporate securities where there is generally less risk of default for government securities than for corporate securities.</li> </ul> <p><b>You are exposed to debt securities risk.</b></p> <ul style="list-style-type: none"> <li>• Investments in high yield debt securities or low-rated instruments may fluctuate significantly, more than investment grade securities. There is a greater likelihood that the issuer may default.</li> </ul> |  |
| <b>Liquidity Risks</b>  |  |
| <p><b>Fund liquidity may be affected during exceptional circumstances.</b></p> <ul style="list-style-type: none"> <li>• The Fund may not be able to easily sell securities during an economic event or due to deterioration in the creditworthiness of issuers in which it invests.</li> <li>• Shares may be redeemed on any Dealing Day. However, during a period when trading on relevant exchanges or the over-the-counter market is substantially restricted or when market conditions make it impracticable to dispose of or value any of the Fund’s investments, redemptions of Shares may be suspended.</li> <li>• Redemptions of Shares may be deferred when more than 10% of the value of the Fund’s Shares are redeemed or exchanged on any one Dealing Day.</li> </ul> <p><b>The Fund is not listed.</b></p> <ul style="list-style-type: none"> <li>• There is no secondary market for the Fund. All redemption requests should be made to the Singapore representative, either directly or through the financial advisor or distributor from whom you purchased the Fund.</li> </ul>  | <p>Refer to the “Sale of Shares” and “Suspension of Valuation, Issue, Sale and Switching of Shares” sections of the Singapore Prospectus.</p>  |
| <b>Product-Specific Risks</b>   |  |
| <p><b>You are exposed to derivative risk.</b></p> <ul style="list-style-type: none"> <li>• The Fund may invest in Shariah-compliant derivatives, including notes tied to an underlying security, asset or currency, which may be purchased on regulated markets or over-the-counter for hedging purposes or for efficient portfolio management. There is no guarantee that such techniques will work as intended.</li> </ul> <p><b>You are exposed to counterparty risk.</b></p> <ul style="list-style-type: none"> <li>• When entering into over-the-counter bilateral contracts for derivatives and other</li> </ul>  |  |

| <p>instruments, the Fund may find itself exposed to risks arising from the solvency of its counterparties, their ability to respect the conditions of these contracts, the possible limited number of approved counterparties and/or where they do not offer competitive rates for hedging or decide not to roll a hedging transaction when due.</p> <p><b>You are exposed to Shariah compliance risk.</b></p> <ul style="list-style-type: none"> <li>The restriction to invest only in Shariah-compliant securities may place the Fund at a comparative disadvantage vs funds without this restriction. Returns may be reduced due to payments to “purify” dividends and the sale of securities reclassified as Shariah non-compliant.</li> </ul>  |  |  |   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
|---|--|--|---|---|---------------|-----------------------------|-----------------------------|-----------------------------|---------------|-----|-----|-----|---------------|-----|-----|-----|---------------|-----|-----|-----|---------------|-----------------------|---|----------------------------------|---------------------|---------------|-------|-------------|---|---|---------------|-------|-----|---------------|-------|-----|---------------|-----|-----|---|
| <b>FEES AND CHARGES</b>   |  |  |   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| <p><b>WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?</b></p> <p>Investors should note that subscriptions for Shares through any distributor appointed by the Managers may incur additional fees and charges.</p> <p><b>Payable directly by you:</b> You will need to pay the following fees and charges as a percentage of your gross investment sum (where applicable):</p> <table border="1" data-bbox="204 651 1114 999"> <thead> <tr> <th>Share Classes</th> <th>Entry Charge</th> <th>Contingent Deferred Sales Charge (CDSC)<sup>3</sup></th> <th>Switching Charge</th> </tr> </thead> <tbody> <tr> <td>Share Class A</td> <td>Currently 5.00% [max 5.00%]</td> <td>Currently 0.00% [max 1.00%]</td> <td>Currently 1.00% [max 1.00%]</td> </tr> <tr> <td>Share Class I</td> <td>Nil</td> <td>Nil</td> <td>Nil</td> </tr> <tr> <td>Share Class W</td> <td>Nil</td> <td>Nil</td> <td>Nil</td> </tr> <tr> <td>Share Class X</td> <td>Nil</td> <td>Nil</td> <td>Nil</td> </tr> </tbody> </table> <p><b>Payable by the Fund from invested proceeds:</b> The Fund will pay the following fees and charges to the management company, depositary bank and other parties:</p> <table border="1" data-bbox="204 1059 1114 1559"> <thead> <tr> <th>Share Classes</th> <th>Annual Management Fee</th> <th>Annual Maintenance Charges<sup>4</sup></th> <th>Annual Shariah Fees<sup>5</sup></th> <th>Others<sup>6</sup></th> </tr> </thead> <tbody> <tr> <td>Share Class A</td> <td>1.00%</td> <td>Up to 0.30%</td> <td rowspan="4"> <ul style="list-style-type: none"> <li>Advisory Services Fees: USD 15,000</li> <li>Screening Provider Fee: USD 10,000 to USD 13,000 plus additional amount up to 0.05% of total asset under management of the Fund</li> </ul> </td> <td rowspan="4"> <ul style="list-style-type: none"> <li>Annual Depository Bank Fee: 0.001% to 0.005% p.a.</li> <li>Annual Admin Fee: Max 0.2% p.a. plus additional amount per Investor holding over one year period</li> </ul> </td> </tr> <tr> <td>Share Class I</td> <td>0.70%</td> <td>Nil</td> </tr> <tr> <td>Share Class W</td> <td>0.70%</td> <td>Nil</td> </tr> <tr> <td>Share Class X</td> <td>Nil</td> <td>Nil</td> </tr> </tbody> </table> <p>For all Share Classes, Annual Management Fee:</p> <ul style="list-style-type: none"> <li>retained by management company = 60% to 100%</li> <li>paid by management company to financial adviser or distributor (trailer fee)<sup>7</sup> = 0% to 40%</li> </ul> | Share Classes                                      | Entry Charge   | Contingent Deferred Sales Charge (CDSC) <sup>3</sup>  | Switching Charge  | Share Class A | Currently 5.00% [max 5.00%] | Currently 0.00% [max 1.00%] | Currently 1.00% [max 1.00%] | Share Class I | Nil | Nil | Nil | Share Class W | Nil | Nil | Nil | Share Class X | Nil | Nil | Nil | Share Classes | Annual Management Fee | Annual Maintenance Charges <sup>4</sup> | Annual Shariah Fees <sup>5</sup> | Others <sup>6</sup> | Share Class A | 1.00% | Up to 0.30% | <ul style="list-style-type: none"> <li>Advisory Services Fees: USD 15,000</li> <li>Screening Provider Fee: USD 10,000 to USD 13,000 plus additional amount up to 0.05% of total asset under management of the Fund</li> </ul> | <ul style="list-style-type: none"> <li>Annual Depository Bank Fee: 0.001% to 0.005% p.a.</li> <li>Annual Admin Fee: Max 0.2% p.a. plus additional amount per Investor holding over one year period</li> </ul> | Share Class I | 0.70% | Nil | Share Class W | 0.70% | Nil | Share Class X | Nil | Nil | <p>Refer to the “Fees and Charges” section of the Singapore Prospectus for further information on fees and charges.</p> |
| Share Classes   | Entry Charge                                       | Contingent Deferred Sales Charge (CDSC) <sup>3</sup> | Switching Charge  |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| Share Class A   | Currently 5.00% [max 5.00%]                        | Currently 0.00% [max 1.00%]                          | Currently 1.00% [max 1.00%]   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| Share Class I   | Nil  | Nil  | Nil   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| Share Class W   | Nil  | Nil  | Nil   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| Share Class X   | Nil  | Nil  | Nil   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| Share Classes   | Annual Management Fee                              | Annual Maintenance Charges <sup>4</sup>              | Annual Shariah Fees <sup>5</sup>  | Others <sup>6</sup>   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| Share Class A   | 1.00%  | Up to 0.30%  | <ul style="list-style-type: none"> <li>Advisory Services Fees: USD 15,000</li> <li>Screening Provider Fee: USD 10,000 to USD 13,000 plus additional amount up to 0.05% of total asset under management of the Fund</li> </ul> | <ul style="list-style-type: none"> <li>Annual Depository Bank Fee: 0.001% to 0.005% p.a.</li> <li>Annual Admin Fee: Max 0.2% p.a. plus additional amount per Investor holding over one year period</li> </ul> |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| Share Class I   | 0.70%  | Nil  |   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| Share Class W   | 0.70%  | Nil  |   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| Share Class X   | Nil  | Nil  |   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| <b>VALUATIONS AND EXITING FROM THIS INVESTMENT</b>  |  |  |   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |
| <p><b>HOW OFTEN ARE VALUATIONS AVAILABLE?</b></p> <ul style="list-style-type: none"> <li>Daily valuations are available on Dealing Days, which refer to days which are both</li> </ul>  | <p>Refer to the “Purchase of Shares”, “Sale of</p> |  |   |   |               |                             |                             |                             |               |     |     |     |               |     |     |     |               |     |     |     |               |                       |   |                                  |                     |               |       |             |   |   |               |       |     |               |       |     |               |     |     |   |

<sup>3</sup> Based on the lesser of the value of Shares being sold (exclusive of reinvested dividends) or the total cost of Shares when purchased.

<sup>4</sup> Payable to principal distributor, based on the applicable average NAV.

<sup>5</sup> Payable to Shariah Supervisory Board and IdealRatings, Inc. respectively.

<sup>6</sup> Payable to depositary bank, registrar and transfer, corporate, domiciliary and administrative agent (as applicable).

<sup>7</sup> Your financial adviser or distributor is required to disclose to you the amount of trailer fee it receives from the management company.

|  |                                    |                      |                      |                  |   |           |  |  |  |                             |   |                    |                   |   |           |  |
|--|------------------------------------|----------------------|----------------------|------------------|---|-----------|--|--|--|-----------------------------|---|--------------------|-------------------|---|-----------|--|
| <p>Valuation Days and Singapore Business Days (as defined below), or otherwise as the Directors may from time to time determine.</p> <ul style="list-style-type: none"> <li>• A “Valuation Day” is, prior to 1 April 2024, a day on which the New York Stock Exchange (NYSE) is open or any full day on which banks in Luxembourg are open for normal business (other than during a suspension of normal dealing). From 1 April 2024, a day on which the New York Stock Exchange (NYSE) is open for normal business (other than during a suspension of normal dealing). A “Singapore Business Day” is a day (except Saturdays, Sundays and public holidays) on which commercial banks are open for business in Singapore.</li> <li>• The indicative NAV and actual NAV per share of each Fund and Share Class may be obtained from the Singapore Representative and will be published on the Singapore Representative’s website (<a href="http://www.franklintempleton.com.sg">www.franklintempleton.com.sg</a>) one Singapore Business Day after the relevant Dealing Day.</li> </ul> <p><b>HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?</b></p> <ul style="list-style-type: none"> <li>• To exit the Fund, you should complete the relevant sale form, together with such other documents as may be required and submit to the Singapore representative or through the financial advisor or distributor from whom you purchased the Fund, the Internet or any other sales channels, if applicable. Please ensure that all relevant documents have been submitted.</li> <li>• Some appointed distributors may offer a cancellation policy whereby you will not incur the Entry Charge if you cancel your purchase of Shares during the relevant period (the Fund does not offer such cancellation policy). You will however take the risk of a decline in the Fund’s NAV since you purchased it and certain administrative fees may apply.</li> <li>• Sale proceeds will be paid within five Dealing Days following the Dealing Day of the receipt and acceptance of the sale request. Sale proceeds from investments using SRS monies will be returned to your SRS accounts.</li> <li>• Your exit price is determined as follows: <ul style="list-style-type: none"> <li>- If the Singapore representative receives and accepts the sale request on or before 4 p.m. on a Dealing Day, you will be paid a price based on the NAV of the Shares applicable on that day.</li> <li>- If the Singapore representative receives and accepts the sale request after 4 p.m. on a Dealing Day, you will be paid a price based on the NAV of the Shares at the close of the next Dealing Day.</li> </ul> </li> <li>• The sales proceeds that you will receive will be the exit price multiplied by the number of Shares sold, less any CDSC. The following illustrates the sales proceeds on a sale of 1,000 Class A Shares at an exit price of S\$12.50 and assuming no CDSC: <table style="margin-left: 40px; border: none;"> <tr> <td style="padding-right: 20px;">Exit price x Number of Shares sold</td> <td style="padding-right: 20px;">=</td> <td>Gross sales proceeds</td> </tr> <tr> <td>S\$12.50 x 1,000</td> <td>=</td> <td>S\$12,500</td> </tr> <tr> <td colspan="3"> </td> </tr> <tr> <td>Gross sales proceeds – CDSC</td> <td>=</td> <td>Net sales proceeds</td> </tr> <tr> <td>S\$12,500-S\$0.00</td> <td>=</td> <td>S\$12,500</td> </tr> </table> </li> </ul> | Exit price x Number of Shares sold | =                    | Gross sales proceeds | S\$12.50 x 1,000 | = | S\$12,500 |  |  |  | Gross sales proceeds – CDSC | = | Net sales proceeds | S\$12,500-S\$0.00 | = | S\$12,500 | <p>Shares” and “Obtaining Price Information” sections of the Singapore Prospectus for further information on valuation and exiting from the product.</p> |
| Exit price x Number of Shares sold   | =                                  | Gross sales proceeds |                      |                  |   |           |  |  |  |                             |   |                    |                   |   |           |  |
| S\$12.50 x 1,000   | =                                  | S\$12,500            |                      |                  |   |           |  |  |  |                             |   |                    |                   |   |           |  |
|  |                                    |                      |                      |                  |   |           |  |  |  |                             |   |                    |                   |   |           |  |
| Gross sales proceeds – CDSC  | =                                  | Net sales proceeds   |                      |                  |   |           |  |  |  |                             |   |                    |                   |   |           |  |
| S\$12,500-S\$0.00  | =                                  | S\$12,500            |                      |                  |   |           |  |  |  |                             |   |                    |                   |   |           |  |
| <b>CONTACT INFORMATION</b>   |                                    |                      |                      |                  |   |           |  |  |  |                             |   |                    |                   |   |           |  |
| <p><b>HOW DO YOU CONTACT US?</b></p> <ul style="list-style-type: none"> <li>• For account-related matters and product information, kindly contact the financial advisor or distributor from whom you purchased the Fund.</li> <li>• For product-related queries, you may also contact Templeton Asset Management Ltd at 7 Temasek Boulevard, #38-03 Suntec Tower One, Singapore 038987, +65 6241 2662 (tel.), +65 6332 2295 (fax.), <a href="http://www.franklintempleton.com.sg">www.franklintempleton.com.sg</a> (website). Client Dealer Services Representative is available at: +65 6337 3933 (tel.), +65 6332 2296 (fax.), <a href="mailto:cdsspr@franklintempleton.com">cdsspr@franklintempleton.com</a> (email).</li> </ul>  |                                    |                      |                      |                  |   |           |  |  |  |                             |   |                    |                   |   |           |  |