

UNAUDITED SEMI-ANNUAL REPORT

FRANKLIN FLOATING RATE FUND PLC

Unaudited Semi - Annual Report
For the six month period ended 31 January 2024



FRANKLIN
TEMPLETON

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GENERAL INFORMATION

Board of Directors

Joseph Carrier (United States)
Fionnuala Doris* (Ireland)
Joseph Keane* (Ireland)
Joseph LaRocque (United States)
Elinor Murray¹ (United Kingdom)
Jaspal Sagger (United Kingdom)
Jane Trust² (United States)
Craig Tyle (United States)

*Independent Directors.

¹Elinor Murray was appointed as a Director on 31 October 2023.

²Jane Trust resigned as a Director on 21 February 2024.

All Directors are non-executive.

Distributor

Franklin Templeton International Services S.à r.l.
8A, rue Albert Borschette
L-1246
Luxembourg

Legal Advisors as to Irish Law

Matheson LLP
70 Sir John Rogerson's Quay
Dublin 2
Ireland

Depositary

J.P. Morgan SE - Dublin Branch
200 Capital Dock
79 Sir John Rogerson's Quay
Dublin 2, D02 RK57
Ireland

Alternative Investment Fund Manager ("AIFM")

Franklin Templeton International Services S.à r.l.
8A, rue Albert Borschette
L-1246
Luxembourg

Paying and Distribution Agent

SG Constellation One
Inc. of 1221 Avenue of the Americas
New York
NY 10020
USA

Shareholder Services Agent

Franklin Templeton International Services S.à r.l.
8A rue Albert Borschette
L-1246
Luxembourg

Investment Manager

Franklin Advisers, Inc.
One Franklin Parkway
San Mateo
CA 94403-1906
USA

Administrator

J.P. Morgan Administration Services (Ireland) Limited
200 Capital Dock
79 Sir John Rogerson's Quay
Dublin 2, D02 RK57
Ireland

Secretary

Bradwell Limited
Ten Earlsfort Terrace
Dublin 2, D02 T380
Ireland

Independent Auditors

PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
One Spencer Dock
North Wall Quay
Dublin 1
Ireland

Registered office

200 Capital Dock
79 Sir John Rogerson's Quay
Dublin 2, D02 RK57
Ireland

Registered Number

316174

INVESTMENT MANAGER'S REPORT

Franklin Floating Rate Fund PLC

Syndicated Bank Loan Market Overview

Loan prices rallied amid stronger investor sentiment following the steep decline in yields during the period under review. New CLO formation helped to drive demand for loans trading at discounts to par, while modest inflows continued into loan retail vehicles. Net new issuance remained very low, as a large portion of transactions were refinancing related, which also helped to support technical conditions. Fundamentals generally held up, but growth and margins continued to moderate with declining interest coverage as interest expense remained elevated.

Following heavy outflows earlier in the year, flows to loan retail vehicles turned around during the period as more investors were drawn to higher loan yields. However, continued fears of loan defaults and timing of future rate cuts helped to constrain retail flows. CLO formation also remained healthy, providing a technical tailwind for the loan market, especially among loans trading at discounts to par.

Overall net new issuance remained low as high borrowing costs limited new deals. Additionally, loan issuers found opportunities to refinance in the high yield bond or private credit markets, which lowered new issue loan supply and further shrank the size of the syndicated loan market. As a significant portion of bank loan prices moved above par and net new issuances remained subdued, issuers focused on refinancing near-term maturities and taking advantage of tighter spreads to reprice loans lower.

Fundamentals continued to moderate in the high interest rate environment, as results held up better than expected. Loan issuers largely continued to post positive performance, but increasing rates were a headwind to cash flow resulting in weaker interest coverage. While the market generally saw increased strength for loans trading at steeper discounts to par, bifurcation among issuers in the market persisted as the credit rating downgrades outpaced upgrades and the default rate remained steady.

Investment Strategy

Collateralized loan obligation (CLO) formation remains healthy, and we believe upcoming regulatory changes in 2024 should provide an additional tailwind for CLO formation, which in turn will support loan market technicals. In terms of retail fund flows, we anticipate balancing effects as investors weigh a variety of potentially competing factors such as the sustainability of attractive yields in the current rate environment against the potentially positive fundamental impact on issuers' interest coverage ratios amid future rate cuts. Net new issuance has also remained subdued, with issuers instead focused on refinancing near-term maturities and taking advantage of tightening spreads to reprice loans lower. Overall, we remain constructive on loans given the technical tailwinds and a more benign macro-economic outlook. Despite our constructive outlook for the bank loan sector, we expect the bifurcation driven by individual credit issues and ratings downgrades to continue for now. Distressed names still need to address their fundamental issues regardless of the future path of interest rates. We therefore maintain our view that stress in the loan market will remain highly idiosyncratic, and prudent selection of credits remains critical.

Manager's Discussion

During the period under review, the A (dis) share class returned 6.66%, outperforming its benchmark, the CS Leveraged Loan Index (CSLLI), which returned 5.77%. Outperformance relative to the benchmark was primarily due to two investments, a producer of oil and gas and an operator of fitness centers. Additionally, the fund's underweight in higher rated loans contributed to relative performance as BB-rated loans underperformed the broader market. Shouldn't this be positive though?

During the period, the oil and gas producer was the top individual contributor to performance as the fund's equity shares in the company moved higher, driven by higher oil prices, the announcement of the sale of the company at a significant premium. The term loan of the operator of fitness centers moved steadily higher from deeply discounted levels as the company continued to report a steady recovery in gym memberships following the pandemic.

The top individual detractors from performance included investments that were impacted by equity market volatility, in addition to issuers that faced tighter liquidity due to weaker revenues and higher interest expense. An operator of weight management programs detracted from performance amid increased investor concerns surrounding the impact from heightened competition in the obesity drug space as the company continues to report declines in its base subscription revenues. Equity shares of a manufacturer of sealing products for the oil and gas industry, which we had received in a prior restructuring, declined amid low trading volumes and volatility in its publicly traded peers

Franklin Advisers, Inc.
Investment Manager
February 2024

SCHEDULE OF INVESTMENTS

As at 31 JANUARY 2024

Investments	Holding 1 August 2023	Purchases	Sales	Holding 31 January 2024	Fair Value USD '000	% of Net Asset Value
Investment Funds (31 July 2023: 97.34%)						
United States (31 July 2023: 97.34%)						
Franklin Floating Rate Master Trust	54,651,000	20,025,956	(15,139,883)	59,537,073	432,068	95.40
United States total					432,068	95.40
Total investments in Investment Funds (Cost: USD 455,424,000)					432,068	95.40

Currency Purchased	Amount Purchased	Currency Sold	Amount Sold	Counterparty	Maturity Date	Fair Value USD '000	% of Net Asset Value
Forward Currency Contracts							
CNH	1,013,137	USD	140,631	J.P. Morgan	20/02/2024	- ¹	-
CNH	171,027	USD	23,736	J.P. Morgan	20/02/2024	- ¹	-
CNH	203,948	USD	28,399	J.P. Morgan	20/02/2024	- ¹	-
SGD	174,034	USD	129,582	J.P. Morgan	15/02/2024	- ¹	-
SGD	169,425	USD	126,252	J.P. Morgan	15/02/2024	- ¹	-
SGD	20,627	USD	15,356	J.P. Morgan	15/02/2024	- ¹	-
SGD	75,927	USD	56,623	J.P. Morgan	15/02/2024	- ¹	-
USD	21,462	EUR	19,719	J.P. Morgan	15/02/2024	- ¹	-
USD	499,464	SGD	664,368	J.P. Morgan	15/02/2024	4	-
USD	60,864	SGD	80,916	J.P. Morgan	15/02/2024	1	-
Total unrealised gain on Forward Currency Contracts (31 July 2023: 0.01%)						5	-

Forward Currency Contracts							
CNH	49,200	USD	6,880	J.P. Morgan	20/02/2024	- ¹	-
CNH	1,149,746	USD	160,139	J.P. Morgan	20/02/2024	- ¹	-
CNH	891,000	USD	124,115	J.P. Morgan	20/02/2024	- ¹	-
CNH	19,209,683	USD	2,683,486	J.P. Morgan	20/02/2024	(8)	-
EUR	12,359	USD	13,405	J.P. Morgan	15/02/2024	- ¹	-
EUR	73,443	USD	79,591	J.P. Morgan	15/02/2024	- ¹	-
EUR	109,653	USD	118,980	J.P. Morgan	15/02/2024	- ¹	-
EUR	49,860	USD	54,370	J.P. Morgan	15/02/2024	(1)	-
EUR	1,172,827	USD	1,285,404	J.P. Morgan	15/02/2024	(17)	-
SGD	35,462	USD	26,489	J.P. Morgan	15/02/2024	- ¹	-
SGD	172,297	USD	128,580	J.P. Morgan	15/02/2024	- ¹	-
SGD	76,840	USD	57,386	J.P. Morgan	15/02/2024	- ¹	-
SGD	252,075	USD	188,203	J.P. Morgan	15/02/2024	- ¹	-
SGD	774,383	USD	578,312	J.P. Morgan	15/02/2024	(1)	-
SGD	2,595,223	USD	1,939,058	J.P. Morgan	15/02/2024	(3)	-
SGD	13,738,767	USD	10,321,674	J.P. Morgan	15/02/2024	(72)	(0.02)
USD	54,750	CNH	393,421	J.P. Morgan	20/02/2024	- ¹	-
USD	31,939	SGD	42,815	J.P. Morgan	15/02/2024	- ¹	-
USD	1,332,736	SGD	1,787,304	J.P. Morgan	15/02/2024	(1)	-
Total unrealised loss on Forward Currency Contracts (31 July 2023: 0.00%)²						(103)	(0.02)

Total financial assets at fair value through profit or loss	432,073	95.40
Total financial liabilities at fair value through profit or loss	(103)	(0.02)
Cash, cash equivalents and cash collateral	277	0.06
Other assets and liabilities	20,642	4.56
Net asset value attributable to shareholders	452,889	100.00

¹Investments which are less than USD 500 have been rounded down to zero.²Prior year percentage of net asset value rounds to 0.00%.

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTH PERIOD TO 31 JANUARY 2024**

	Note	Period ended 31 January 2024 USD '000	Period ended 31 January 2023 USD '000
Operating income			
Dividends income		20,102	22,060
Bank interest income		10	1
Net gains/(losses) on financial assets/liabilities at fair value through profit or loss		7,204	(1,052)
Total investment income		27,316	21,009
Operating expenses			
Administration fees	9	(322)	(245)
AIFM fees	9	(126)	(167)
Audit fees	2	(13)	(16)
Depositary fees	9	(20)	(18)
Directors' fees	9	(18)	(26)
Distribution fees	9	(519)	(678)
Legal fees		(18)	(25)
Shareholder maintenance fees	9	(406)	(533)
Other operating expenses		(64)	(91)
Total operating expenses		(1,506)	(1,799)
Net operating profit		25,810	19,210
Finance costs (excluding increase/decrease in net assets attributable to shareholders from continuing operations)			
Distributions to shareholders	3	(10,691)	(10,063)
Total Finance costs (excluding increase/decrease in net assets attributable to shareholders from continuing operations)		(10,691)	(10,063)
Net profit		15,119	9,147
Increase in net assets attributable to shareholders from continuing operations		15,119	9,147

The accompanying notes form an integral part of these financial statements.

**STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2024**

	Note	31 January 2024 USD '000	31 July 2023 USD '000
CURRENT ASSETS			
Financial assets at fair value through profit or loss	7	432,073	389,766
Cash and cash equivalents		187	185
Cash pledged as collateral		90	–
Receivables			
Subscription of shares awaiting settlement		19,736	8,409
Dividends receivable		3,185	3,108
Directors' fees prepaid	9	8	–
Other receivables		5	–
Total current assets		455,284	401,468
CURRENT LIABILITIES			
Financial liabilities at fair value through profit or loss	7	103	2
Payables			
Redemption of shares awaiting settlement		1,898	500
Administration fees payable	9	127	281
AIFM fees payable	9	22	20
Audit fees payable	2	11	29
Depositary fees payable	9	3	30
Directors' fees payable	9	–	2
Distribution fees payable	9	90	85
Legal fees payable		–	24
Shareholder maintenance fees payable	9	71	64
Other payables		70	50
Total current liabilities (excluding net assets attributable to shareholders)		2,395	1,087
Net asset value attributable to shareholders		452,889	400,381

The accompanying notes form an integral part of these financial statements.

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
FOR THE SIX MONTH PERIOD TO 31 JANUARY 2024**

	Period ended 31 January 2024 USD '000	Period ended 31 January 2023 USD '000
Net assets attributable to shareholders at the beginning of the period	400,381	618,810
Increase in net assets attributable to shareholders from continuing operations	15,119	9,147
Share transactions		
Proceeds from issue of redeemable shares	203,351	31,473
Payments on redemption of redeemable shares	(165,962)	(188,651)
Increase in net assets resulting from share transactions	<u>37,389</u>	<u>(157,178)</u>
Net assets attributable to shareholders at the end of the period	<u><u>452,889</u></u>	<u><u>470,779</u></u>

The accompanying notes form an integral part of these financial statements.

STATEMENT OF CASH FLOWS
FOR THE SIX MONTH PERIOD TO 31 JANUARY 2024

	Period ended 31 January 2024 USD '000	Period ended 31 January 2023 USD '000
Cash flows from operating activities:		
Increase in net assets attributable to shareholders from continuing operations	15,119	9,147
<i>Adjustment for:</i>		
Dividend income	(20,102)	(22,060)
Interest income	(10)	(1)
Distributions to shareholders	10,691	10,063
Total	5,698	(2,851)
Change in financial assets at fair value through profit or loss	(42,307)	140,870
Change in cash pledged as collateral	(90)	–
Change in other receivables	(13)	2
Change in financial liabilities at fair value through profit or loss	101	(3)
Change in other payables	(191)	14
	(36,802)	138,032
Dividend received	20,025	21,783
Interest received	10	1
Net cash (used in)/provided by operating activities	(16,767)	159,816
Cash flows from financing activities		
Proceeds from issue of redeemable shares	192,024	31,003
Payments for redemption of redeemable shares	(164,564)	(180,732)
Distributions paid to shareholders	(10,691)	(10,063)
Net cash provided by/(used in) financing activities	16,769	(159,792)
Net increase in cash and cash equivalents	2	24
Cash and cash equivalents at the beginning of the period	185	155
Cash and cash equivalents at the end of the period	187	179

The accompanying notes form an integral part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 JANUARY 2024****Introduction**

The Company is an investment company with variable capital incorporated in the Republic of Ireland as a Public Limited Company on 1 December 1999, under the Companies Act 2014, with registered number 316174. Its Redeemable Shares (“RS”) are denominated in US dollars, other than the Class A (dis) SGD-H1 Shares, the Class A (dis) EUR-H1 Shares, the Class A (dis) RMB-H1 Shares and the Class A (dis) HKD shares. The Company is governed by the provisions of the European Union (Alternative Investment Fund Managers Directive) (“AIFMD”) Regulations 2013.

The Company’s investment objective is to provide a high level of current income and preservation of capital by investing up to 100% of its net assets in shares of the Franklin Floating Rate Master Series (the “Common Shares”) in the Franklin Floating Rate Master Trust (the “Master Trust”) (see note 9).

1. Accounting policies

The principal accounting policies and estimation techniques applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all periods presented, unless otherwise stated.

(a) Basis of preparation

The financial statements have been prepared in accordance with the AIF Rulebook, the Companies Act 2014, Euronext Regulations and International Accounting Standard 34 (IAS 34), Interim Financial Reporting. The financial statements should be read in conjunction with the annual financial statements for the year ended 31 July 2023, which have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the European Union.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 July 2023, and corresponding interim financial statements for the period ended 31 January 2023, as described in those annual statements and interim statements respectively.

(b) Estimates and judgements

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities. The resulting accounting estimates will, by definition, seldom equal the related actual results. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(c) Events during the period

There have been no unusual events during the period that have impacted the Company’s performance. The significant events during the period are disclosed in note 13.

2. Operating expenses

Audit fees solely relate to statutory audit fees including out of pocket expenses incurred. There were no other fees paid to PricewaterhouseCoopers in Ireland as the statutory auditor of the Company, as no other services were provided. (31 January 2023: None).

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED 31 JANUARY 2024

3. Distributions to holders of Redeemable Shares

The following distributions in USD were made by the Company for the period ended 31 January 2024.

Ex-dividend date	Payment date	A (dis) USD per share	A (dis) EUR-H1 EUR per share	A (dis) HKD HKD per share	A (dis) SGD-H1 SGD per share	A (dis) RMB-H1 RMB per share	AX USD per share	B USD per share	C (dis) USD per share	N (dis) USD per share	W (dis) USD per share
1 Aug 2023	8 Aug 2023	0.054876	0.057757	0.068117	0.060553	0.713496	0.054379	0.007262	0.053254	0.054367	0.063182
1 Sep 2023	11 Sep 2023	0.057488	0.060471	0.071741	0.063696	0.752486	0.056946	0.025366	0.055740	0.056909	0.066193
2 Oct 2023	9 Oct 2023	0.051993	0.056257	0.065987	0.058342	0.666508	0.052909	0.018071	0.051671	0.052760	0.061418
1 Nov 2023	8 Nov 2023	0.054490	0.057979	0.067252	0.060605	0.727666	0.055162	-	0.053940	0.055081	0.064316
1 Dec 2023	8 Dec 2023	0.053674	0.056011	0.066933	0.057218	0.695867	0.053711	-	0.052448	0.053562	0.062456
2 Jan 2024	9 Jan 2024	0.059175	0.061788	0.074558	0.064157	0.778412	0.059591	-	0.058700	0.059339	0.069382

The following distributions in USD were made by the Company for the period ended 31 January 2023.

Ex-dividend date	Payment date	A (dis) USD per share	A (dis) EUR-H1 EUR per share	A (dis) HKD HKD per share	A (dis) SGD-H1 SGD per share	A (dis) RMB-H1 RMB per share	AX USD per share	B USD per share	C (dis) USD per share	N (dis) USD per share	W (dis) USD per share
1 Aug 2022	8 Aug 2022	0.032746	0.035123	0.040930	0.036229	0.440012	0.032515	0.031849	0.032036	0.032669	0.037590
1 Sep 2022	9 Sep 2022	0.038131	0.041172	0.047656	0.043023	0.518228	0.037855	0.037052	0.037277	0.038018	0.043783
3 Oct 2022	10 Oct 2022	0.043377	0.047009	0.054215	0.049348	0.592055	0.043056	0.042116	0.042378	0.043224	0.049819
1 Nov 2022	8 Nov 2022	0.043537	0.045814	0.054416	0.048107	0.588665	0.043209	0.042237	0.042507	0.043359	0.050017
1 Dec 2022	8 Dec 2022	0.046276	0.048324	0.057554	0.050713	0.606910	0.045919	0.044903	0.045149	0.046058	0.053176
3 Jan 2023	10 Jan 2023	0.052595	0.055201	0.065358	0.058083	0.694070	0.052179	0.037760	0.051281	0.052316	0.060451

4. Redeemable Shares and Share Capital

Authorised share capital

The minimum authorised share capital of the Company is 2 (two) shares of no par value designated as unclassified shares. The maximum authorised share capital of the Company is 500,000,000,002 (five hundred billion and two) shares of no par value designated as unclassified shares.

Subscriber shares

Subscriber shares issued amount to USD 1, being 1 subscriber shares of USD 1, fully paid. The subscriber shares do not form part of the Net Asset Value ("NAV") of the Company and are thus disclosed in the financial statements by way of this note only. In the opinion of the Directors, this disclosure reflects the nature of the Company's business as an Investment Company.

Redeemable Shares ("RS")

The issued share capital is at all times equal to the NAV of the Company. Shareholders may redeem any or all of their Shares on any Dealing Day except when dealings have been temporarily suspended. Redemption request forms must be received by the Company at the address specified in the redemption request form not later than the Valuation Point on the Repurchase Request Deadline. If the Company, as an investor in the Master Trust, is asked to vote on a proposed change in a fundamental policy of the Master Trust or any other matter pertaining to the Master Trust (other than continuation of the business of the Master Trust after withdrawal of another investor in the Master Trust), the Company will solicit proxies from its shareholders and vote its interest in the Master Trust for and against such matters proportionately to the instructions to vote for and against such matters received from the Company's shareholders.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED 31 JANUARY 2024

4. Redeemable Shares and Share Capital (continued)

Redeemable Shares (“RS”) (continued)

For the Master Trust, redemptions are processed on any day the Master Trust is open for business and are effected at the Net Asset Value per share next calculated after the Master Trust receives a redemption request in proper form. Redemption payments will be made within seven days after receipt of the redemption request in proper form. Proceeds for redemption orders cannot be wired on those business days when the Federal Reserve Bank System and the custodian bank are closed. In unusual circumstances, the Master Trust may temporarily suspend redemptions or postpone the payment of proceeds as allowed by federal securities law.

The movement in RS for the period ended 31 January 2024 is presented below:

	Balance at the beginning of the period	Issued during the period	Redeemed during the period	Balance at the end of the period
Class A (acc)	7,179,112	486,985	(1,256,817)	6,409,280
Class A (dis)	18,252,597	18,089,602	(14,065,665)	22,276,534
Class A (dis) EUR-H1	106,582	102,572	(19,254)	189,900
Class A (dis) HKD	4,037,686	8,782,419	(2,826,635)	9,993,470
Class A (dis) RMB-H1	119,848	159,293	(33,585)	245,556
Class A (dis) SGD-H1	983,640	3,610,482	(2,580,362)	2,013,760
Class AX	4,778,555	169,200	(962,153)	3,985,602
Class B	3	–	(3)	–
Class C (acc)	596,961	49,765	(236,195)	410,531
Class C (dis)	4,437,485	536,698	(603,012)	4,371,171
Class N (acc)	2,472,377	737,948	(395,882)	2,814,443
Class N (dis)	1,153,952	790,563	(191,019)	1,753,496
Class W (acc)	1,650,007	837,142	(425,720)	2,061,429
Class W (dis)	565,928	43,014	(85,373)	523,569

The movement in RS for the year ended 31 July 2023 is presented below:

	Balance at the beginning of the year	Issued during the year	Redeemed during the year	Balance at end of the year
Class A (acc)	13,539,778	654,552	(7,015,218)	7,179,112
Class A (dis)	25,575,668	6,249,117	(13,572,188)	18,252,597
Class A (dis) EUR-H1	132,832	55,770	(82,020)	106,582
Class A (dis) HKD	8,788,219	2,943,653	(7,694,186)	4,037,686
Class A (dis) RMB-H1	96,471	110,968	(87,591)	119,848
Class A (dis) SGD-H1	795,546	930,659	(742,565)	983,640
Class AX	6,878,923	502,955	(2,603,323)	4,778,555
Class B	40,875	966	(41,838)	3
Class C (acc)	1,020,440	100,126	(523,605)	596,961
Class C (dis)	4,932,280	421,464	(916,259)	4,437,485
Class N (acc)	5,623,481	346,593	(3,497,697)	2,472,377
Class N (dis)	1,137,366	281,566	(264,980)	1,153,952
Class W (acc)	3,298,218	325,476	(1,973,687)	1,650,007
Class W (dis)	1,181,360	77,643	(693,075)	565,928

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED 31 JANUARY 2024

4. Redeemable Shares and Share Capital (continued)

Net assets attributable to shareholders

		31 January 2024	31 July 2023	31 July 2022
Class A (acc)				
Net asset value	USD '000	111,991	117,802	201,430
Net asset value per share	USD	17.47	16.41	14.88
Class A (dis)				
Net asset value	USD '000	158,017	127,490	175,184
Net asset value per share	USD	7.09	6.98	6.85
Class A (dis) EUR-H1				
Net asset value	EUR '000	1,397	779	976
Net asset value per share	EUR	7.35	7.31	7.35
Class A (dis) HKD				
Net asset value	HKD '000	88,184	35,007	75,251
Net asset value per share	HKD	8.82	8.67	8.56
Class A (dis) RMB-H1				
Net asset value	CNH '000	22,515	10,951	8,854
Net asset value per share	CNH	91.69	91.37	91.78
Class A (dis) SGD-H1				
Net asset value	SGD '000	15,688	7,611	6,090
Net asset value per share	SGD	7.79	7.74	7.65
Class AX				
Net asset value	USD '000	27,967	33,073	46,782
Net asset value per share	USD	7.02	6.92	6.80
Class B				
Net asset value	USD '000	-	-*	272
Net asset value per share	USD	-	6.73	6.66
Class C (acc)				
Net asset value	USD '000	4,599	6,305	9,850
Net asset value per share	USD	11.20	10.56	9.65
Class C (dis)				
Net asset value	USD '000	29,939	30,069	33,039
Net asset value per share	USD	6.85	6.78	6.70
Class N (acc)				
Net asset value	USD '000	42,823	35,451	73,617
Net asset value per share	USD	15.22	14.34	13.09
Class N (dis)				
Net asset value	USD '000	12,269	7,983	7,770
Net asset value per share	USD	7.00	6.92	6.83
Class W (acc)				
Net asset value	USD '000	33,387	25,055	45,273
Net asset value per share	USD	16.20	15.18	13.73
Class W (dis)				
Net asset value	USD '000	4,280	4,552	9,290
Net asset value per share	USD	8.18	8.04	7.86

*Net asset value which is less than USD 1,000 has been rounded down to zero.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED 31 JANUARY 2024

5. Taxation

Under current Irish law and practice, the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended (“TCA”). On that basis, it is not chargeable to Irish tax on its income or gains.

However, Irish tax may arise on the occurrence of a “chargeable event”. A chargeable event includes any distribution payments to shareholders, any encashment, redemption, cancellation or transfer or deemed disposal of shares for Irish tax purposes, and the holding of shares at the end of each eight year period beginning with the acquisition of such shares. No Irish tax will arise on the Company in respect of chargeable events in respect of:

- a shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with Schedule 2B of the TCA are held by the Company and the Company is not in possession of any information which would reasonably suggest that the information contained therein is no longer materially correct or where the Company has been authorised by the Irish Revenue Commissioners to make gross payments in the absence of appropriate declarations; or
- a shareholder who is an exempt Irish investor (as defined in Section 739D), at the time of the chargeable event, provided the relevant declaration in accordance with Schedule 2B of the TCA, is held by the Company and the Company is not in possession of any information which would reasonably suggest that the information contained therein is no longer materially correct or the Company has been authorised by the Irish Revenue Commissioners to make gross payments in the absence of appropriate declarations.

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

6. Exchange rates

The following USD exchange rates were used to convert the investments and other assets and liabilities denominated in currencies other than USD:

Currency	31 January 2024 Rate	31 July 2023 Rate
USD = 1		
CNH	7.1892	7.1476
EUR	0.9252	0.9094
HKD	7.8180	7.7991
SGD	1.3413	1.3297

7. Fair value estimation

The Company is required to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical instruments that the entity can access at the measurement date;
- Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data; and
- Level 3: Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument’s valuation. This category includes instruments that are valued based on quoted prices for similar instruments but for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED 31 JANUARY 2024

7. Fair value estimation (continued)

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. As Level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

There were no significant transfers between levels during the period (31 July 2023: None).

The following table presents the investment in the Master Trust carried on the Statement of Financial Position by level within the valuation hierarchy as of 31 January 2024:

	Level 1 USD '000	Level 2 USD '000	Level 3 USD '000	Total USD '000
Financial assets at fair value through profit or loss:				
Investment funds	–	432,068	–	432,068
Unrealised gains on forward currency contracts	–	5	–	5
Total	–	432,073	–	432,073
Financial liabilities at fair value through profit or loss:				
Unrealised losses on forward currency contracts	–	(103)	–	(103)
Total	–	(103)	–	(103)

The following table presents the investment in the Master Trust carried on the Statement of Financial Position by level within the valuation hierarchy as of 31 July 2023:

	Level 1 USD '000	Level 2 USD '000	Level 3 USD '000	Total USD '000
Financial assets at fair value through profit or loss:				
Investment funds	–	389,707	–	389,707
Unrealised gains on forward currency contracts	–	59	–	59
Total	–	389,766	–	389,766
Financial liabilities at fair value through profit or loss:				
Unrealised losses on forward currency contracts	–	(2)	–	(2)
Total	–	(2)	–	(2)

The leveling applicable to the Master Trust can be found in the Master Trust financial statements, as at 31 January 2024 USD 233 (31 July 2023: USD 598,000) representing 0.00% (31 July 2023: 0.15%) was classified as Level 3 securities.

Cash and cash equivalents, cash pledged as collateral, and other short-term investments in an active market are categorized as Level 1.

For assets and liabilities carried at amortised cost, their carrying values are a reasonable approximation of fair value.

8. Efficient portfolio management

The Company may, for the purposes of efficient portfolio management and hedging of currency risks, enter into forward foreign currency contracts on the basis of “over the counter” (OTC) arrangements with highly rated financial institutions specialising in these types of transaction. Realised gains and losses on financial instruments held for efficient portfolio management purposes are included in the Statement of Comprehensive Income. Details of the open forward foreign currency contracts held as at 31 January 2024 are included in Schedule of investments on page 3.

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED 31 JANUARY 2024**

9. Significant agreements and related party transactions

IAS 24 “Related Party Transactions” requires the disclosure of information relating to material transactions with parties who are deemed to be related to the reporting entity. The Master Trust has Franklin Advisers, Inc. as Investment manager, Franklin Templeton Services, LLC (“FT Services”) as the Administrative manager and Franklin Templeton Investor Services, LLC (“Investor Services”) as the Transfer Agent. The Company is 100% owned by Templeton Global Advisors Limited, which is made up of a number of nominee accounts.

Investment Adviser to the Master Trust

The Investment Adviser to the Master Trust has agreed to waive any preliminary or initial charge that it may otherwise be entitled to receive in respect of any investment made by the Company in the Master Trust. The Master Trust pays an investment management fee to Franklin Advisers based on the average daily net assets. For the period ended 31 January 2024 and 31 January 2023, the effective investment management fee rate was 0.53% respectively of the Company’s average daily net assets (Up to and including USD 2.5 billion).

Under an agreement with Franklin Advisers, FT Services provides administrative services to the Master Trust. The fee is paid by Franklin Advisers based on the Master’s average daily net assets, and is not an additional expense of the Master Trust. Also, Investor Services, under terms of an agreement, performs shareholder servicing for the Master Trust and is not paid by the Master Trust for the services.

AIFM, Distributor, transfer agency, shareholder servicing and shareholder maintenance

Franklin Templeton International Services S.à r.l. is the AIFM and Principal Distributor for the Company.

There were no expenses cap reimbursement received from the AIFM during the period (31 January 2023: USD Nil). As at 31 January 2024, the Company was not due any expense cap reimbursement (31 July 2023: USD Nil) from the AIFM.

Franklin Templeton International Services S.à r.l. is entitled to receive a fee up to 0.06% per annum of the average daily NAV of the Company in respect of management company and principal distribution services. During the period the Company incurred AIFM fees of USD 126,000 (31 January 2023: USD 167,000) of which USD 22,000 (31 July 2023: USD 20,000) was payable at 31 January 2024.

The Distributor has an agreement with Société Générale (“SG”) whereby SG finances the distribution fees payable on the B share class. In this regard, the Principal Distributor has authorised the Company to pay a portion of its distribution fees directly to SG on its behalf.

In addition to the fee of 0.06% per annum above to which it is entitled under the AIFM Agreement, the Distributor (or such other person as the Distributor may from time to time appoint to defray distribution costs incurred by the Distributor) is entitled to receive a fee of up to 50 basis points of the average daily NAV of Class AX Shares, a fee of up to 1.05% per annum of the average daily NAV of Class B Shares, a fee of up to 1.10% per annum of the average daily NAV of Class C (acc) Shares and Class C (dis) Shares, a fee of up to 1% per annum of the average daily NAV of Class N (acc) Shares and Class N (dis) Shares. These fees shall be accrued daily and paid monthly in arrears.

The Distributor is entitled to receive a shareholder maintenance fee of up to 0.3% per annum of the average daily NAV of the A share classes and a shareholder maintenance fee of up to 0.25% per annum of the average daily NAV of the B share class. These fees shall be accrued daily and paid monthly in arrears.

There is an upfront sales charge of up to 6.5% of the total amount invested payable to the Distributor in respect of any investment in class A and class AX shares. There is an upfront sales charge of up to 3% of the total amount invested payable to the Distributor for the N share class.

During the period the Company incurred distribution fees of USD 519,000 (31 January 2023: USD 678,000) of which USD 519,000 (31 January 2023: USD 677,000) were earned by the Distributor and USD Nil (31 January 2023: USD 1,000) were earned by SG. Fees payable were USD 90,000 (31 July 2023: USD 85,000) and USD Nil (31 July 2023: USD Nil) at 31 January 2024 to the Distributor and SG, respectively.

The Distributor earned shareholder maintenance fees of USD 406,000 (31 January 2023: USD 533,000) of which USD 71,000 (31 July 2023: USD 64,000) was payable at 31 January 2024.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED 31 JANUARY 2024

9. Significant agreements and related party transactions (continued)

AIFM, Distributor, transfer agency, shareholder servicing and shareholder maintenance (continued)

The following distribution fees were incurred by the Company for the periods ended 31 January 2024 and 31 January 2023.

Class	Annual Fee	Period ended 31 January 2024 USD '000	Period ended 31 January 2023 USD '000
Class AX	0.50%	73	98
Class B	1.05%	–	1
Class C (acc)	1.10%	32	50
Class C (dis)	1.10%	159	177
Class N (acc)	1.00%	204	314
Class N (dis)	1.00%	51	38
		519	678

The following shareholder maintenance fees were incurred by the Company for the periods ended 31 January 2024 and 31 January 2023.

Class	Annual Fee	Period ended 31 January 2024 USD '000	Period ended 31 January 2023 USD '000
Class A (acc)	0.30%	173	269
Class A (dis)	0.30%	203	240
Class A (dis) EUR-H1	0.30%	2	2
Class A (dis) HKD	0.30%	12	14
Class A (dis) RMB-H1	0.30%	3	2
Class A (dis) SGD-H1	0.30%	13	6
Class B	0.25%	–	–
		406	533

Holders of B shares may be subject to a contingent deferred sales charge (“CDSC”) payable to the Distributor; the amount of which is calculated by reference to the length of time the shares have been held by the relevant investor. There were no CDSC payable for the period ended 31 January 2024 (31 July 2023: USD Nil). The amount of CDSC payable is calculated as follows:

Period Held	CDSC for B Shares
Less than 1 year	4%
Equal or more than one year but less than two years	3%
Equal or more than two years but less than three years	2%
Equal or more than three years but less than four years	1%
Equal or more than four years	0%

Holders of Class C (dis) shares and Class C (acc) shares may be subject to a CDSC of 1% if the shares are held for less than twelve months, payable to the Distributor.

Holders of Class A and AX shares may be subject to a CDSC of 1% if the shares are held for less than eighteen months, payable to the Distributor.

The Company will pay a fee of up to 0.60% per annum of the average daily Net Asset Value of the Company in respect of accounting, NAV calculation, fund administration, transfer agency and shareholder services. Franklin Templeton International Services S.à r.l. will receive 0.05% of these fees for shareholder servicing. During the period the Company incurred fees of USD 105,000 (31 January 2023: USD 139,000) of which USD 16,000 was payable at 31 January 2024 (31 July 2023: USD 32,000) to Franklin Templeton International Services S.à r.l.

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED 31 JANUARY 2024**

9. Significant agreements and related party transactions (continued)

Franklin Floating Rate Master Trust

The transactions between the Company and the Master Trust consist only of dealing in the units of the Master Trust and the receipt of dividends by the Company from the Master Trust.

The Master Trust is an open-ended investment company, which was incorporated in November 1999. At the period end 31 January 2024 and year end 31 July 2023 the balances between the Company and the Master Trust are disclosed on the Statement of Financial Position of the Company and comprise the investments in securities, proceeds due from investments sold and dividends receivable. The total dividend received from the Master Trust is disclosed as Dividend Income in the Statement of Comprehensive Income.

The registered office of the Master Trust, which is a US Investment Trust, is Corporation Trust Company, 1209 Orange Street, Wilmington, Delaware 19801, U.S.A. and the Company holds 100% (31 July 2023: 100%) of the units of the Master Trust.

Administrator

J.P. Morgan Administration Services (Ireland) Limited is the Administrator for the Company. The Administrator charges a fee of up to 0.60% per annum of the average daily Net Asset Value of the Company in respect of accounting, NAV calculation, fund administration, tax reporting services in respect of VAT returns, transfer agency and shareholder services. These fees shall be accrued daily and paid monthly in arrears.

During the period the Administrator earned fees of USD 322,000 (31 January 2023: USD 245,000) of which USD 127,000 (31 July 2023: USD 281,000) was payable at 31 January 2024.

Depositary

The Depositary, J.P. Morgan Bank SE – Dublin Branch charges a fee of up to 0.025% per annum of the average daily Net Asset Value of the Company for the provision of safekeeping, settlement and trustee services for the Company. These fees are accrued daily and paid monthly in arrears.

During the period the Depositary earned fees of USD 20,000 (31 January 2023: USD 18,000) of which USD 3,000 (31 July 2023: USD 30,000) was payable at 31 January 2024.

Directors'

Jane Trust (up to her date of resignation), Jaspal Sagger, Craig Tyle and Elinor Murray are or have been Directors of the Company and have also been directors and/or executives of certain affiliates of the Managers, the Distributors, and the Shareholder Servicing Agents. Save as disclosed none of the Directors has or has had any interest, direct or indirect, in any contract or arrangement subsisting at the date hereof which is significant to the business of the company.

Directors' Remuneration

Directors' fees and out of pocket expenses accrued through the profit or loss in the Statement of Comprehensive Income and which pertains to the financial period ended 31 January 2024 were USD 18,000 (31 January 2023: USD 26,000).

Directors' fees are or have not been payable in respect to Jane Trust (up to date of her resignation), Jaspal Sagger, Craig Tyle and Elinor Murray who are or have been employees of the Manger, the Investment Manager, or their affiliates.

Significant shareholders

There is 1 shareholder with significant holdings (at least 20%) of the Fund as at 31 January 2024 (31 July 2023: 1 shareholder).

All transactions with affiliates were entered into in the ordinary course of business.

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED 31 JANUARY 2024**

9. Significant agreements and related party transactions (continued)

Connected Parties Compliance Statement

Conditions have been imposed by the Central Bank of Ireland under Section 1.viii of the AIF Rulebook for Directors to confirm compliance with regulatory requirements in relation to transactions between the Company and a connected person.

The Directors are satisfied that (a) there are arrangements in place evidenced by written procedures to ensure that all such transactions are carried out on an arm's length basis, entered into in the ordinary course of business and on normal commercial terms, and are in the best interests of the shareholders and (b) all such transactions during the financial period complied with these obligations.

10. Transaction costs

In order to achieve its investment objective, the Company may incur transaction costs in relation to trading activity on its portfolio.

There were no transaction costs which are separately identifiable incurred by the Company for the period ended 31 January 2024 (31 January 2023: None).

11. Soft commissions

There have been no soft commission arrangements affecting the Company during the period (31 January 2023: None).

12. Contingent liabilities

There are no contingent liabilities as of 31 January 2024 (31 July 2023: None).

13. Significant events during the period

On 31 October 2023, Elinor Murray was appointed as a Director of the Company.

On 18 January 2024, an updated Prospectus was issued by the Company and noted by the Central Bank.

There have been no other significant events during the period.

14. Significant events since period end

On 21 February 2024, Jane Trust resigned as a Director of the Company.

There have been no other significant events since period end.

15. Authorisation of the financial statements

The financial statements were authorised for issue by the Board of Directors on 21 March 2024.

Appendix A:

Franklin Floating Rate Master Trust

Unaudited Semi-Annual Report

For the six month period 31 January 2024

Your Fund's Expenses

As a Fund shareholder, you can incur two types of costs: (1) transaction costs, including sales charges (loads) on Fund purchases and redemptions; and (2) ongoing Fund costs, including management fees, distribution and service (12b-1) fees, and other Fund expenses. All mutual funds have ongoing costs, sometimes referred to as operating expenses. The table below shows ongoing costs of investing in the Fund and can help you understand these costs and compare them with those of other mutual funds. The table assumes a \$1,000 investment held for the six months indicated.

Actual Fund Expenses

The table below provides information about actual account values and actual expenses in the columns under the heading "Actual." In these columns the Fund's actual return, which includes the effect of Fund expenses, is used to calculate the "Ending Account Value." You can estimate the expenses you paid during the period by following these steps (*of course, your account value and expenses will differ from those in this illustration*): Divide your account value by \$1,000 (*if your account had an \$8,600 value, then $\$8,600 \div \$1,000 = 8.6$*). Then multiply the result by the number under the headings "Actual" and "Expenses Paid During Period" (*if Actual Expenses Paid During Period were \$7.50, then $8.6 \times \$7.50 = \64.50*). In this illustration, the actual expenses paid this period are \$64.50.

Hypothetical Example for Comparison with Other Funds

Under the heading "Hypothetical" in the table, information is provided about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. This information may not be used to estimate the actual ending account balance or expenses you paid for the period, but it can help you compare ongoing costs of investing in the Fund with those of other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that expenses shown in the table are meant to highlight ongoing costs and do not reflect any transactional costs. Therefore, information under the heading "Hypothetical" is useful in comparing ongoing costs only, and will not help you compare total costs of owning different funds. In addition, if transactional costs were included, your total costs would have been higher.

Beginning Account Value 8/1/23	Actual (actual return after expenses)		Hypothetical (5% annual return before expenses)		Annualized Expense Ratio ²
	Ending Account Value 1/31/24	Expenses Paid During Period 8/1/23–1/31/24 ^{1,2}	Ending Account Value 1/31/24	Expenses Paid During Period 8/1/23–1/31/24 ^{1,2}	
\$1,000	\$1,068.60	\$2.76	\$1,022.47	\$2.69	0.53%

1. Expenses are equal to the annualized expense ratio for the six-month period as indicated above—in the far right column—multiplied by the simple average account value over the period indicated, and then multiplied by 181/366 to reflect the one-half year period.

2. Reflects expenses after fee waivers and expense reimbursements. Does not include acquired fund fees and expenses.

Financial Highlights

Franklin Floating Rate Master Series

	Six Months Ended January 31, 2024 (unaudited)	Year Ended July 31,				
		2023	2022	2021	2020	2019
Per share operating performance						
(for a share outstanding throughout the period)						
Net asset value, beginning of period	\$7.13	\$7.00	\$7.38	\$6.99	\$8.18	\$8.54
Income from investment operations ^a :						
Net investment income	0.329 ^b	0.567 ^b	0.292 ^b	0.301 ^b	0.415	0.460
Net realized and unrealized gains (losses)	0.150	0.165	(0.341)	0.417	(1.141)	(0.378)
Total from investment operations	0.479	0.732	(0.049)	0.718	(0.726)	0.082
Less distributions from:						
Net investment income	(0.349)	(0.602)	(0.331)	(0.328)	(0.464)	(0.442)
Net asset value, end of period	\$7.26	\$7.13	\$7.00	\$7.38	\$6.99	\$8.18
Total return ^c	6.86%	11.00%	(0.73)%	10.51%	(9.13)%	0.98%
Ratios to average net assets^d						
Expenses before waiver and payments by affiliates	0.57%	0.56%	0.57%	0.61%	0.58%	0.55%
Expenses net of waiver and payments by affiliates	0.53%	0.53% ^e	0.53% ^e	0.53% ^e	0.53% ^e	0.53% ^e
Net investment income	9.11%	8.11%	4.01%	4.19%	5.41%	5.29%
Supplemental data						
Net assets, end of period (000's)	\$432,068	\$389,707	\$616,607	\$430,129	\$394,720	\$1,054,679
Portfolio turnover rate	13.78%	11.36%	32.84%	74.82%	16.80%	27.92% ^f

^a The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^b Based on average daily shares outstanding.

^c Total return is not annualized for periods less than one year.

^d Ratios are annualized for periods less than one year, except for non-recurring expenses, if any.

^e Benefit of expense reduction rounds to less than 0.01%.

^f Excludes the value of portfolio activity as a result of in-kind transactions.

Schedule of Investments (unaudited), January 31, 2024

Franklin Floating Rate Master Series

	Country	Shares	Value	% of Net Assets
Common Stocks				
Industrial Machinery & Supplies & Components				
^a UTEX Industries, Inc.	United States	120,386	\$7,604,362	1.76
Leisure Facilities				
^a 24 Hour Fitness Worldwide, Inc.	United States	104,009	18,982	0.00 [†]
Oil & Gas Exploration & Production				
Quaternorth Energy Holding, Inc.	United States	111,779	18,792,844	4.35
Total Common Stocks (Cost \$23,022,766)			26,416,188	6.11
Management Investment Companies				
Asset Management & Custody Banks				
^b Franklin Senior Loan ETF	United States	281,166	6,818,275	1.58
Invesco Senior Loan ETF	United States	289,186	6,075,798	1.41
			12,894,073	2.99
Total Management Investment Companies (Cost \$13,304,935)			12,894,073	2.99
Preferred Stocks				
Leisure Facilities				
^a 24 Hour Fitness Worldwide, Inc.	United States	246,320	3,695	0.00 [†]
Total Preferred Stocks (Cost \$332,425)			3,695	0.00[†]
			Warrants	
Warrants				
Industrial Machinery & Supplies & Components				
^{a,c} UTEX Industries, Inc., 2/20/49	United States	321	233	0.00 [†]
Total Warrants (Cost \$—)			233	0.00[†]
			Principal Amount*	
Corporate Bonds				
Air Freight & Logistics				
^d Rand Parent LLC, Senior Secured Note, 144A, 8.5%, 2/15/30.	United States	1,450,000	1,436,639	0.33
Cable & Satellite				
^d Directv Financing LLC / Directv Financing Co-Obligor, Inc., Senior Secured Note, 144A, 5.875%, 8/15/27.	United States	1,100,000	1,046,574	0.24
^d Radiate Holdco LLC / Radiate Finance, Inc., Senior Secured Note, 144A, 4.5%, 9/15/26.	United States	600,000	464,565	0.11
			1,511,139	0.35
Cargo Ground Transportation				
^d First Student Bidco, Inc. / First Transit Parent, Inc., Senior Secured Note, 144A, 4%, 7/31/29.	United States	500,000	440,547	0.10
Casinos & Gaming				
^d International Game Technology plc, Senior Secured Note, 144A, 5.25%, 1/15/29.	United States	400,000	390,657	0.09
Construction Materials				
^d Cemex SAB de CV, Senior Bond, 144A, 5.2%, 9/17/30.	Mexico	750,000	731,221	0.17
Diversified Chemicals				
^d SCIH Salt Holdings, Inc., Senior Secured Note, 144A, 4.875%, 5/01/28.	United States	1,100,000	1,022,516	0.24

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
Corporate Bonds (continued)				
Environmental & Facilities Services				
^d GFL Environmental, Inc., Senior Secured Note, 144A, 3.5%, 9/01/28	Canada	900,000	\$815,502	0.19
Health Care Services				
^d MPH Acquisition Holdings LLC, Senior Secured Note, 144A, 5.5%, 9/01/28	United States	453,000	402,606	0.10
^d RP Escrow Issuer LLC, Senior Secured Note, 144A, 5.25%, 12/15/25	United States	1,450,000	1,306,392	0.30
			1,708,998	0.40
Health Care Supplies				
^d Bausch & Lomb Escrow Corp., Senior Secured Note, 144A, 8.375%, 10/01/28	United States	320,000	332,422	0.08
Independent Power Producers & Energy Traders				
^d Calpine Corp., Senior Secured Note, 144A, 4.5%, 2/15/28	United States	1,100,000	1,046,911	0.24
Integrated Telecommunication Services				
^d Altice France SA, Senior Secured Note, 144A, 5.125%, 7/15/29	France	800,000	585,584	0.13
^d Senior Secured Note, 144A, 5.5%, 10/15/29	France	1,270,000	937,265	0.22
			1,522,849	0.35
Investment Banking & Brokerage				
^d Jane Street Group / JSG Finance, Inc., Senior Secured Note, 144A, 4.5%, 11/15/29	United States	800,000	732,143	0.17
Metal, Glass & Plastic Containers				
^d Ardagh Packaging Finance plc / Ardagh Holdings USA, Inc., Senior Secured Note, 144A, 4.125%, 8/15/26	United States	900,000	809,186	0.19
Movies & Entertainment				
^d Banijay Entertainment SASU, Senior Secured Note, 144A, 8.125%, 5/01/29	France	600,000	620,791	0.14
Multi-line Insurance				
^d Acrisure LLC / Acrisure Finance, Inc., Senior Secured Note, 144A, 4.25%, 2/15/29	United States	529,400	475,191	0.11
Oil & Gas Storage & Transportation				
Cheniere Energy, Inc., Senior Secured Note, 4.625%, 10/15/28	United States	450,000	435,676	0.10
Paper & Plastic Packaging Products & Materials				
^d Pactiv Evergreen Group Issuer LLC / Pactiv Evergreen Group Issuer, Inc., Senior Secured Note, 144A, 4.375%, 10/15/28	United States	375,000	350,250	0.08
^d Pactiv Evergreen Group Issuer, Inc. / Pactiv Evergreen Group Issuer LLC, Senior Secured Note, 144A, 4%, 10/15/27	United States	800,000	746,652	0.17
			1,096,902	0.25
Passenger Airlines				
^d American Airlines, Inc., Senior Secured Note, 144A, 8.5%, 5/15/29	United States	1,300,000	1,378,829	0.32
^d American Airlines, Inc. / AAdvantage Loyalty IP Ltd., Senior Secured Note, 144A, 5.5%, 4/20/26	United States	741,974	734,466	0.17
^d Delta Air Lines, Inc. / SkyMiles IP Ltd., Senior Secured Note, 144A, 4.5%, 10/20/25	United States	276,864	273,673	0.06
^d United Airlines, Inc., Senior Secured Note, 144A, 4.375%, 4/15/26	United States	1,165,000	1,124,872	0.26
			3,511,840	0.81

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
Corporate Bonds (continued)				
Personal Care Products				
^d Coty, Inc., Senior Secured Note, 144A, 5%, 4/15/26	United States	392,000	\$385,497	0.09
Security & Alarm Services				
^d Allied Universal Holdco LLC / Allied Universal Finance Corp., Senior Secured Note, 144A, 6.625%, 7/15/26	United States	1,850,000	1,824,607	0.42
Specialized Consumer Services				
^d WW International, Inc., Senior Secured Note, 144A, 4.5%, 4/15/29	United States	1,892,000	890,583	0.21
Wireless Telecommunication Services				
^d Vmed O2 UK Financing I plc, Senior Secured Bond, 144A, 4.25%, 1/31/31	United Kingdom	360,000	315,118	0.07
Total Corporate Bonds (Cost \$23,404,068)			22,056,935	5.10
^eSenior Floating Rate Interests				
^fAdvertising				
Clear Channel Outdoor Holdings, Inc., CME Term Loan, B, 9.074%, (3-month SOFR + 3.5%), 8/21/26	United States	87,032	86,170	0.02
^g MH Sub I LLC (Micro Holding Corp.), First Lien, 2023 May Incremental CME Term Loan, 9.583%, (1-month SOFR + 4.25%), 5/03/28	United States	2,050,854	2,011,919	0.47
			2,098,089	0.49
^fAerospace & Defense				
^h Alloy FinCo Ltd., Term Loan, B, PIK, 14%, (3-month USD LIBOR + 0.5%), 3/06/25	United Kingdom	5,358,668	4,593,825	1.07
Dynasty Acquisition Co., Inc., 2023 Specified Refinancing CME Term Loan, B1, 9.333%, (1-month SOFR + 4%), 8/24/28	United States	338,838	339,473	0.08
2023 Specified Refinancing CME Term Loan, B2, 9.333%, (1-month SOFR + 4%), 8/24/28	United States	145,216	145,489	0.03
			5,078,787	1.18
^fAir Freight & Logistics				
GN Loanco LLC, CME Term Loan, B, 9.833%, (1-month SOFR + 4.5%), 12/19/30	United States	2,123,529	2,085,486	0.48
^g Kenan Advantage Group, Inc. (The), U.S. CME Term Loan, B3, 9.086%, (1-month SOFR + 3.75%), 1/25/29	United States	2,387,183	2,390,167	0.56
Rand Parent LLC, First Lien, CME Term Loan, B, 9.598%, (3-month SOFR + 4.25%), 3/17/30	United States	2,865,522	2,860,379	0.66
			7,336,032	1.70
^gAirport Services				
First Student Bidco, Inc., Initial CME Term Loan, B, 8.61%, (3-month SOFR + 3%), 7/21/28	United States	1,766,411	1,748,200	0.40
Initial CME Term Loan, C, 8.61%, (3-month SOFR + 3%), 7/21/28	United States	535,746	530,223	0.12
LaserShip, Inc., First Lien, Initial CME Term Loan, 10.396%, (6-month SOFR + 4.5%), 5/07/28	United States	3,107,934	2,841,553	0.66
			5,119,976	1.18

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
°Senior Floating Rate Interests (continued)				
Alternative Carriers				
^z Zayo Group Holdings, Inc., Initial Dollar CME Term Loan, 8.447%, (1-month SOFR + 3%), 3/09/27.	United States	623,553	\$530,048	0.12
Aluminum				
^a Arsenal AIC Parent LLC, CME Term Loan, B, 9.833%, (1-month SOFR + 4.5%), 8/18/30	United States	587,258	588,098	0.14
^fApparel, Accessories & Luxury Goods				
Champ Acquisition Corp., First Lien, Initial CME Term Loan, 11.11%, (3-month SOFR + 5.5%), 12/19/25	United States	1,476,255	1,483,947	0.34
Hanesbrands, Inc., Initial CME Term Loan, B, 9.083%, (1-month SOFR + 3.75%), 3/08/30	United States	1,795,477	1,788,744	0.42
Tory Burch LLC, Initial CME Term Loan, B, 8.72%, (1-month SOFR + 3.25%), 4/16/28	United States	574,035	570,806	0.13
			3,843,497	0.89
Application Software				
^c Central Parent LLC, First Lien, 2023 Refinancing CME Term Loan, 9.348%, (3-month SOFR + 4%), 7/06/29	United States	2,211,007	2,217,916	0.51
^c Cloud Software Group, Inc., First Lien, Dollar CME Term Loan, B, 9.948%, (3-month SOFR + 4.5%), 3/30/29	United States	1,296,721	1,274,436	0.30
^c Cloudera, Inc., First Lien, Initial CME Term Loan, 9.183%, (1-month SOFR + 3.75%), 10/08/28	United States	1,702,561	1,681,279	0.39
^c ConnectWise LLC, Initial CME Term Loan, 8.97%, (1-month SOFR + 3.5%), 9/29/28	United States	795,939	796,238	0.18
^c Cornerstone OnDemand, Inc., First Lien, Initial CME Term Loan, 9.22%, (1-month SOFR + 3.75%), 10/16/28	United States	883,453	860,819	0.20
^e ECI Macola/MAX Holding LLC, First Lien, Initial CME Term Loan, 9.36%, (3-month SOFR + 3.75%), 11/09/27	United States	1,914,347	1,913,945	0.44
^f Epicor Software Corp., CME Term Loan, C, 8.697%, (1-month SOFR + 3.25%), 7/30/27	United States	2,911,998	2,917,312	0.68
^c Genesys Cloud Services Holdings I LLC, 2020 Initial Dollar CME Term Loan, 9.447%, (1-month SOFR + 4%), 12/01/27	United States	3,277,072	3,284,249	0.76
^l IGT Holding IV AB, CME Term Loan, B2, 8.972%, (3-month SOFR + 4.75%), 3/31/28	Sweden	1,000,317	1,000,317	0.23
^f Mitchell International, Inc., First Lien, Initial CME Term Loan, 9.4%, (3-month SOFR + 3.75%), 10/15/28	United States	1,262,119	1,254,913	0.29
Second Lien, Initial CME Term Loan, 12.15%, (3-month SOFR + 6.5%), 10/15/29	United States	142,857	142,714	0.03
^f Polaris Newco LLC, First Lien, Dollar CME Term Loan, 9.574%, (3-month SOFR + 4%), 6/02/28	United States	2,868,254	2,803,719	0.65
^f Project Alpha Intermediate Holding, Inc., Initial CME Term Loan, 10.063%, (3-month SOFR + 4.75%), 10/28/30	United States	1,600,000	1,605,336	0.37
^{f,g} Project Boost Purchaser LLC, 2021 CME Term Loan, 2, 8.947%, (1-month SOFR + 3.5%), 5/30/26	United States	1,217,391	1,219,297	0.28
^h Project Ruby Ultimate Parent Corp., Incremental CME Term Loan, TBD, 3/10/28	United States	447,761	446,642	0.10
^f Rocket Software, Inc., Extended Dollar CME Term Loan, 10.083%, (1-month SOFR + 4.75%), 11/28/28	United States	719,700	711,473	0.17
^c Severin Acquisition LLC, First Lien, Initial CME Term Loan, 8.563%, (3-month SOFR + 3.25%), 8/01/27	United States	230,769	231,317	0.05
^f UKG, Inc., First Lien, 2021-2 Incremental CME Term Loan, 8.68%, (3-month SOFR + 3.25%), 5/04/26	United States	1,408,100	1,410,297	0.33
First Lien, Initial CME Term Loan, 9.163%, (3-month SOFR + 3.75%), 5/04/26	United States	1,605,042	1,607,674	0.37
			27,379,893	6.33

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
°Senior Floating Rate Interests (continued)				
Asset Management & Custody Banks				
^f Edelman Financial Engines Center LLC (The), First Lien, 2021 Initial CME Term Loan, 8.97%, (1-month SOFR + 3.5%), 4/07/28	United States	1,530,876	1,523,114	0.35
^g iGTCR W Merger Sub LLC, USD CME Term Loan, B, TBD, 9/20/30	United States	2,319,565	2,322,708	0.54
^f Russell Investments US Institutional Holdco, Inc., 2025 CME Term Loan, 8.948%, (1-month SOFR + 3.5%), 5/30/25	United States	2,436,181	2,295,601	0.53
			<u>6,141,423</u>	<u>1.42</u>
^fAutomobile Manufacturers				
American Trailer World Corp., First Lien, Initial CME Term Loan, 9.183%, (1-month SOFR + 3.75%), 3/03/28	United States	2,570,567	2,517,806	0.58
Thor Industries, Inc., USD CME Term Loan, B2, 8.083%, (1-month SOFR + 2.75%), 11/15/30	United States	452,691	454,176	0.11
			<u>2,971,982</u>	<u>0.69</u>
Automotive Parts & Equipment				
^g iAdient US LLC, Term Loan, B2, TBD, 1/26/31	United States	1,581,093	1,586,034	0.37
^f Clarios Global LP, First Lien, 2024 Refinancing CME Term Loan, 8.333%, (1-month SOFR + 3%), 5/06/30	United States	585,616	586,714	0.13
^f DexKo Global, Inc., First Lien, 2023 Incremental CME Term Loan, 9.598%, (3-month SOFR + 4.25%), 10/04/28	United States	394,737	395,108	0.09
First Lien, Closing Date CME Term Loan, 9.36%, (3-month SOFR + 3.75%), 10/04/28	United States	1,332,648	1,328,070	0.31
^f First Brands Group LLC, First Lien, 2021 CME Term Loan, 10.574%, (3-month SOFR + 5%), 3/30/27	United States	2,775,104	2,776,270	0.64
First Lien, 2022-II Incremental CME Term Loan, 10.574%, (3-month SOFR + 5%), 3/30/27	United States	1,861,406	1,862,579	0.43
Second Lien, 2021 CME Term Loan, 14.074%, (3-month SOFR + 8.5%), 3/30/28	United States	1,871,447	1,834,018	0.43
^f Highline Aftermarket Acquisition LLC, First Lien, Initial CME Term Loan, 9.933%, (1-month SOFR + 4.5%), 11/09/27	United States	229,282	229,713	0.05
^f Tenneco, Inc., First Lien, CME Term Loan, B, 10.469%, (3-month SOFR + 5%), 11/17/28	United States	2,219,895	2,017,052	0.47
^f TI Group Automotive Systems LLC, Refinancing U.S. CME Term Loan, 8.697%, (1-month SOFR + 3.25%), 12/16/26	United States	991,781	994,260	0.23
			<u>13,609,818</u>	<u>3.15</u>
Automotive Retail				
^f RealTruck Group, Inc., Initial CME Term Loan, 8.947%, (1-month SOFR + 3.5%), 1/31/28	United States	2,364,679	2,332,011	0.54
Brewers				
^f City Brewing Co. LLC, First Lien, Closing Date CME Term Loan, 9.078%, (3-month SOFR + 3.5%), 4/05/28	United States	2,209,115	1,689,045	0.39

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
°Senior Floating Rate Interests (continued)				
°Broadcasting				
Gray Television, Inc., CME Term Loan, D, 8.467%, (1-month SOFR + 3%), 12/01/28	United States	1,652,620	\$1,642,448	0.38
iHeartCommunications, Inc., New CME Term Loan, 8.447%, (1-month SOFR + 3%), 5/01/26	United States	1,883,333	1,659,151	0.39
Second Amendment Incremental CME Term Loan, 8.697%, (1-month SOFR + 3.25%), 5/01/26	United States	300,000	263,499	0.06
Nexstar Media, Inc., CME Term Loan, B4, 7.951%, (1-month SOFR + 2.5%), 9/18/26	United States	485,655	485,774	0.11
Univision Communications, Inc., First Lien, Initial CME Term Loan, B, 8.697%, (1-month SOFR + 3.25%), 1/31/29	United States	879,532	879,312	0.20
			<u>4,930,184</u>	<u>1.14</u>
°Building Products				
AZZ, Inc., Initial CME Term Loan, 9.083%, (1-month SOFR + 3.75%), 5/13/29	United States	607,358	609,380	0.14
Cornerstone Building Brands, Inc., CME Term Loan, B, 8.683%, (1-month SOFR + 3.25%), 4/12/28	United States	931,113	925,731	0.22
°Summit Materials LLC, Incremental Covenant-Lite CME Term Loan, B, 7.826%, (3-month SOFR + 2.5%), 11/30/28	United States	481,928	483,887	0.11
			<u>2,018,998</u>	<u>0.47</u>
°Cable & Satellite				
°DIRECTV Financing LLC, 2024 Refinancing CME Term Loan, B, 10.83%, (3-month SOFR + 5.25%), 8/02/29	United States	230,769	230,962	0.05
Radiate Holdco LLC, Amendment No. 6 CME Term Loan, B, 8.697%, (1-month SOFR + 3.25%), 9/25/26	United States	2,810,578	2,286,869	0.53
Virgin Media Bristol LLC, CME Term Loan, Q, 8.698%, (1-month SOFR + 3.25%), 1/31/29	United States	1,788,848	1,777,802	0.41
			<u>4,295,633</u>	<u>0.99</u>
Cargo Ground Transportation				
°PECF USS Intermediate Holding III Corp., Initial CME Term Loan, 9.824%, (3-month SOFR + 4.25%), 12/15/28	United States	1,098,710	821,972	0.19
°Casinos & Gaming				
Bally's Corp., CME Term Loan, B, 8.829%, (3-month SOFR + 3.25%), 10/02/28	United States	2,982,415	2,794,717	0.65
Caesars Entertainment, Inc., 2023 Incremental CME Term Loan, B, 8.663%, (3-month SOFR + 3.25%), 2/06/30	United States	1,485,288	1,486,476	0.34
Fertitta Entertainment LLC, Initial CME Term Loan, B, 9.333%, (1-month SOFR + 4%), 1/27/29	United States	2,022,564	2,019,449	0.47
Flutter Entertainment plc, CME Term Loan, B, 7.698%, (3-month SOFR + 2.25%), 11/25/30	Ireland	892,562	890,331	0.21
Third Amendment CME Term Loan, 2028 B, 8.902%, (3-month SOFR + 3.25%), 7/22/28	Ireland	176,068	176,399	0.04
Light & Wonder International, Inc., CME Term Loan, B1, 8.083%, (1-month SOFR + 2.75%), 4/14/29	United States	1,681,372	1,685,399	0.39
Ontario Gaming GTA LP, CME Term Loan, B, 9.598%, (3-month SOFR + 4.25%), 8/01/30	Canada	788,357	790,328	0.18
Penn National Gaming, Inc., CME Term Loan, B, 8.183%, (1-month SOFR + 2.75%), 5/03/29	United States	1,350,933	1,349,474	0.31
Raptor Acquisition Corp., First Lien, CME Term Loan, B, 9.633%, (3-month SOFR + 4%), 11/01/26	United States	1,567,790	1,571,553	0.36
Scientific Games Holdings LP, First Lien, Initial Dollar CME Term Loan, 8.58%, (3-month SOFR + 3.25%), 4/04/29	United States	2,120,564	2,106,430	0.49
			<u>14,870,556</u>	<u>3.44</u>

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
^eSenior Floating Rate Interests (continued)				
^fCommodity Chemicals				
Cyanco Intermediate 2 Corp., Initial CME Term Loan, 10.087%, (1-month SOFR + 4.75%), 7/10/28	United States	1,985,738	\$1,987,396	0.46
Indicor LLC, First Lien, Dollar CME Term Loan, B, 9.348%, (3-month SOFR + 4%), 11/22/29	United States	625,444	626,560	0.14
			<u>2,613,956</u>	<u>0.60</u>
Communications Equipment				
^f CommScope, Inc., Initial CME Term Loan, 8.697%, (1-month SOFR + 3.25%), 4/06/26	United States	2,606,109	2,285,049	0.53
^fConstruction & Engineering				
USIC Holdings, Inc., First Lien, Initial CME Term Loan, 9.11%, (3-month SOFR + 3.5%), 5/12/28	United States	1,817,779	1,804,955	0.42
Zekelman Industries, Inc., 2020 CME Term Loan, 7.448%, (1-month SOFR + 2%), 1/24/27	United States	386,958	387,890	0.09
			<u>2,192,845</u>	<u>0.51</u>
Construction Machinery & Heavy Transportation Equipment				
^f ASP Blade Holdings, Inc., Initial CME Term Loan, 9.61%, (3-month SOFR + 4%), 10/13/28	United States	2,518,454	2,214,489	0.51
Distributors				
^f ^g BCPE Empire Holdings, Inc., First Lien, Amendment No. 5 Refinancing CME Term Loan, 9.333%, (1-month SOFR + 4%), 12/11/28	United States	461,538	461,972	0.11
^fDiversified Chemicals				
Ineos Quattro Holdings UK Ltd., 2030 Dollar CME Term Loan, B, 9.183%, (1-month SOFR + 3.75%), 3/14/30	United Kingdom	540,761	538,957	0.12
INEOS US Finance LLC, 2027-II Dollar CME Term Loan, 9.206%, (1-month SOFR + 3.75%), 11/08/27	Luxembourg	516,100	513,133	0.12
LSF11 A5 Holdco LLC, CME Term Loan, 8.947%, (1-month SOFR + 3.5%), 10/15/28	United States	1,248,319	1,245,198	0.29
Lummus Technology Holdings V LLC, 2021 Refinancing CME Term Loan, B, 8.947%, (1-month SOFR + 3.5%), 6/30/27	United States	823,090	823,712	0.19
SCIH Salt Holdings, Inc., First Lien, Incremental CME Term Loan, B1, 9.447%, (1-month SOFR + 4%), 3/16/27	United States	1,852,704	1,850,508	0.43
			<u>4,971,508</u>	<u>1.15</u>
Diversified Financial Services				
^f Mercury Borrower, Inc., First Lien, Initial CME Term Loan, 8.947%, (1-month SOFR + 3.5%), 8/02/28	United States	2,139,756	2,135,080	0.49
Diversified Support Services				
^f Amentum Government Services Holdings LLC, First Lien, CME Term Loan, 3, 9.337%, (1-month SOFR + 4%), 2/15/29	United States	2,471,275	2,475,908	0.57
^f CCI Buyer, Inc., First Lien, Initial CME Term Loan, 9.348%, (3-month SOFR + 4%), 12/17/27	United States	1,780,772	1,778,706	0.41
^f Spin Holdco, Inc., Initial CME Term Loan, 9.625%, (3-month SOFR + 4%), 3/04/28	United States	3,181,540	2,849,467	0.66
^f Westjet Loyalty LP, CME Term Loan, B, TBD, 2/01/31	Canada	1,851,695	1,833,178	0.43
			<u>8,937,259</u>	<u>2.07</u>

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
^eSenior Floating Rate Interests (continued)				
^fEducation Services				
KUEHG Corp., Initial CME Term Loan, 10.348%, (3-month SOFR + 5%), 6/12/30	United States	1,496,250	1,499,714	0.35
Learning Care Group (US) No. 2, Inc., Initial CME Term Loan, 10.097%, (1-month SOFR + 4.75%; 3-month SOFR + 4.75%), 8/11/28	United States	404,970	405,932	0.10
			1,905,646	0.45
^fEnvironmental & Facilities Services				
Covanta Holding Corp., 2023 Incremental CME Term Loan, B, 8.333%, (1-month SOFR + 3%), 11/30/28	United States	337,421	337,505	0.08
2023 Incremental CME Term Loan, C, 8.333%, (1-month SOFR + 3%), 11/30/28	United States	25,370	25,376	0.00 [†]
Madison IAQ LLC, Term Loan, 8.701%, (1-month USD LIBOR + 3.25%), 6/21/28	United States	2,202,303	2,188,671	0.51
			2,551,552	0.59
Food Retail				
Shearer's Foods LLC, ⁱ CME Term Loan, B, TBD, 10/05/28	United States	761,421	753,807	0.17
^f First Lien, Refinancing CME Term Loan, 8.947%, (1-month SOFR + 3.5%), 9/23/27	United States	999,443	1,000,748	0.24
			1,754,555	0.41
Health Care Equipment				
^f US Radiology Specialists, Inc. (US Outpatient Imaging Services, Inc.), Closing Date CME Term Loan, 10.748%, (3-month SOFR + 5.25%), 12/15/27	United States	1,008,310	1,006,207	0.23
^fHealth Care Facilities				
ADMI Corp., Amendment No. 10 Extended CME Term Loan, 11.083%, (1-month SOFR + 5.75%), 12/23/27	United States	337,662	335,763	0.08
Amendment No. 4 Refinancing CME Term Loan, 8.822%, (1-month SOFR + 3.375%), 12/23/27	United States	1,221,582	1,164,473	0.27
Amendment No. 5 Incremental CME Term Loan, 9.197%, (1-month SOFR + 3.75%), 12/23/27	United States	378,970	363,652	0.08
Aveanna Healthcare LLC, First Lien, 2021 Extended CME Term Loan, 9.238%, (3-month SOFR + 3.75%), 7/17/28	United States	558,421	525,033	0.12
Charlotte Buyer, Inc., First Lien, Initial CME Term Loan, B, 10.586%, (1-month SOFR + 5.25%), 2/11/28	United States	2,075,652	2,081,194	0.48
FINThrive Software Intermediate Holdings, Inc., First Lien, Initial CME Term Loan, 9.447%, (1-month SOFR + 4%), 12/18/28	United States	1,452,938	1,227,732	0.29
Second Lien, Initial CME Term Loan, 12.201%, (1-month SOFR + 6.75%), 12/17/29	United States	357,038	219,445	0.05
Global Medical Response, Inc., 2018 New CME Term Loan, 9.824%, (3-month SOFR + 4.25%), 3/14/25	United States	598,424	513,149	0.12
Medical Solutions Holdings, Inc., First Lien, Initial CME Term Loan, 8.683%, (1-month SOFR + 3.25%), 11/01/28	United States	1,458,277	1,320,659	0.31
Pacific Dental Services LLC, CME Term Loan, 8.947%, (1-month SOFR + 3.5%), 5/05/28	United States	726,952	728,428	0.17

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
^eSenior Floating Rate Interests (continued)				
^fHealth Care Facilities (continued)				
Pathway Vet Alliance LLC, First Lien, 2021 Replacement CME Term Loan, 9.197%, (1-month SOFR + 3.75%), 3/31/27	United States	2,797,683	\$2,423,493	0.56
Phoenix Newco, Inc., First Lien, Initial CME Term Loan, 8.72%, (1-month SOFR + 3.25%), 11/15/28	United States	1,378,953	1,376,939	0.32
Star Parent, Inc., CME Term Loan, 9.348%, (3-month SOFR + 4%), 9/27/30	United States	1,750,000	1,711,719	0.40
Surgery Center Holdings, Inc., Initial CME Term Loan, 8.835%, (1-month SOFR + 3.5%), 12/19/30	United States	284,900	285,791	0.07
			<u>14,277,470</u>	<u>3.32</u>
^fHealth Care Services				
CNT Holdings I Corp., First Lien, Initial CME Term Loan, 8.826%, (3-month SOFR + 3.5%), 11/08/27	United States	1,408,688	1,408,103	0.33
eResearchTechnology, Inc., First Lien, Initial CME Term Loan, 9.947%, (1-month SOFR + 4.5%), 2/04/27	United States	1,059,706	1,057,497	0.25
MPH Acquisition Holdings LLC, Initial CME Term Loan, 9.9%, (3-month SOFR + 4.25%), 9/01/28	United States	1,908,085	1,829,376	0.42
National Mentor Holdings, Inc., First Lien, Initial CME Term Loan, 8.414%, (1-month SOFR + 3.75%; 3-month SOFR + 3.75%), 3/02/28	United States	1,842,475	1,686,104	0.39
First Lien, Initial CME Term Loan, C, 9.198%, (3-month SOFR + 3.75%), 3/02/28	United States	64,046	58,611	0.01
Phoenix Guarantor, Inc., First Lien, CME Term Loan, B3, 8.947%, (1-month SOFR + 3.5%), 3/05/26	United States	1,187,903	1,186,958	0.27
^g Radiology Partners, Inc., First Lien, CME Term Loan, B, 10.179%, (6-month SOFR + 4.25%), 7/09/25	United States	2,291,902	2,042,658	0.47
U.S. Anesthesia Partners, Inc., First Lien, Initial CME Term Loan, 9.717%, (1-month SOFR + 4.25%), 10/01/28	United States	2,196,032	2,079,927	0.48
Waystar Technologies, Inc., First Lien, Initial CME Term Loan, 9.47%, (1-month SOFR + 4%), 10/22/26	United States	3,209,141	3,215,174	0.74
			<u>14,564,408</u>	<u>3.36</u>
^fHealth Care Supplies				
Bausch + Lomb Corp., Initial CME Term Loan, 8.683%, (1-month SOFR + 3.25%), 5/10/27	United States	596,970	584,231	0.14
Medline Borrower LP, Initial Dollar CME Term Loan, 8.451%, (1-month SOFR + 3%), 10/23/28	United States	1,850,973	1,849,908	0.43
			<u>2,434,139</u>	<u>0.57</u>
Health Care Technology				
^f athenahealth Group, Inc., Initial CME Term Loan, 8.583%, (1-month SOFR + 3.25%), 2/15/29	United States	4,043,467	3,995,451	0.92
Heavy Electrical Equipment				
^f Vertiv Group Corp., CME Term Loan, B1, 7.967%, (1-month SOFR + 2.5%), 3/02/27	United States	492,882	494,014	0.11
^fHome Improvement Retail				
Park River Holdings, Inc., First Lien, Initial CME Term Loan, 8.843%, (3-month SOFR + 3.25%), 12/28/27	United States	351,220	342,000	0.08
White Cap Supply Holdings LLC, Initial Closing Date CME Term Loan, 9.083%, (1-month SOFR + 3.75%), 10/19/27	United States	961,822	962,096	0.22
			<u>1,304,096</u>	<u>0.30</u>

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
^eSenior Floating Rate Interests (continued)				
Homefurnishing Retail				
^f Restoration Hardware, Inc., 2022 Incremental CME Term Loan, 8.683%, (1-month SOFR + 3.25%), 10/20/28	United States	788,763	\$764,311	0.18
Hotels, Resorts & Cruise Lines				
^h Hilton Grand Vacations Borrower LLC, Initial CME Term Loan, 8.197%, (1-month SOFR + 2.75%), 8/02/28	United States	2,574,285	2,573,835	0.60
Household Products				
ⁱ Energizer Holdings, Inc., 2020 CME Term Loan, 7.701%, (1-month SOFR + 2.25%), 12/22/27	United States	508,961	508,006	0.12
Housewares & Specialties				
^h Hunter Douglas Holding BV, CME Term Loan, B1, 8.88%, (3-month SOFR + 3.5%), 2/26/29	Netherlands	986,489	972,219	0.22
^hHuman Resource & Employment Services				
CCRR Parent, Inc., First Lien, Initial CME Term Loan, 9.197%, (1-month SOFR + 3.75%), 3/06/28	United States	661,637	631,864	0.15
CHG Healthcare Services, Inc., First Lien, 2023 Incremental CME Term Loan, 9.083%, (1-month SOFR + 3.75%), 9/29/28	United States	292,683	292,646	0.07
First Lien, Initial CME Term Loan, 8.697%, (1-month SOFR + 3.25%), 9/29/28	United States	820,761	819,165	0.19
			1,743,675	0.41
^hIndependent Power Producers & Energy Traders				
^g Calpine Construction Finance Co. LP, Refinancing CME Term Loan, 7.606%, (1-month SOFR + 2.25%), 7/31/30	United States	798,000	794,437	0.18
Talen Energy Supply LLC, Initial CME Term Loan, B, 9.869%, (3-month SOFR + 4.5%), 5/17/30	United States	736,889	739,652	0.17
Initial CME Term Loan, C, 9.869%, (3-month SOFR + 4.5%), 5/17/30	United States	169,101	169,735	0.04
			1,703,824	0.39
^hIndustrial Machinery & Supplies & Components				
Tiger Acquisition LLC, First Lien, Initial CME Term Loan, 8.706%, (1-month SOFR + 3.25%), 6/01/28	United States	1,423,683	1,415,234	0.33
TK Elevator Midco GmbH, USD CME Term Loan, B1, 9.081%, (6-month SOFR + 3.5%), 7/30/27	Germany	1,941,710	1,944,438	0.45
			3,359,672	0.78
^hInsurance Brokers				
Alliant Holdings Intermediate LLC, New CME Term Loan, B6, 8.833%, (1-month SOFR + 3.5%), 11/06/30	United States	1,933,891	1,940,118	0.45
AssuredPartners, Inc., 2020 February Refinancing CME Term Loan, 8.947%, (1-month SOFR + 3.5%), 2/12/27	United States	2,358,452	2,354,619	0.55
2023 CME Term Loan, 9.083%, (1-month SOFR + 3.75%), 2/12/27	United States	311,850	311,883	0.07
^g HUB International Ltd., CME Term Loan, B, 8.574%, (3-month SOFR + 3.25%), 6/20/30	United States	1,396,395	1,398,797	0.32
			6,005,417	1.39
Integrated Telecommunication Services				
^f Global Tel*Link Corp., First Lien, CME Term Loan, 9.683%, (1-month SOFR + 4.25%), 11/29/25	United States	3,210,730	3,106,044	0.72
Second Lien, CME Term Loan, 15.433%, (1-month SOFR + 10%), 11/29/26	United States	2,479,737	2,155,821	0.50
			5,261,865	1.22

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
^eSenior Floating Rate Interests (continued)				
Interactive Home Entertainment				
^f Playtika Holding Corp., CME Term Loan, B1, 8.197%, (1-month SOFR + 2.75%), 3/13/28	United States	1,620,598	\$1,618,151	0.37
Internet Services & Infrastructure				
Arches Buyer, Inc., Refinancing CME Term Loan, 8.683%, (1-month SOFR + 3.25%), 12/06/27	United States	1,723,895	1,686,184	0.39
Barracuda Parent LLC, First Lien, Initial CME Term Loan, 9.883%, (3-month SOFR + 4.5%), 8/15/29	United States	1,647,831	1,603,825	0.37
Hunter Holdco 3 Ltd., First Lien, Initial Dollar CME Term Loan, 9.698%, (3-month SOFR + 4.25%), 8/19/28	United Kingdom	872,334	871,967	0.20
Thrasio LLC, Initial CME Term Loan, 14.61%, (3-month SOFR + 9%), 12/18/26	United States	881,909	410,088	0.09
			<u>4,572,064</u>	<u>1.05</u>
Investment Banking & Brokerage				
Aretec Group, Inc., CME Term Loan, B1, 9.933%, (1-month SOFR + 4.5%), 8/09/30	United States	1,719,817	1,722,207	0.40
Citadel Securities LP, CME Term Loan, 7.97%, (1-month SOFR + 2.5%), 7/29/30	United States	1,522,264	1,521,891	0.35
Deerfield Dakota Holding LLC, First Lien, Initial Dollar CME Term Loan, 9.098%, (3-month SOFR + 3.75%), 4/09/27	United States	973,318	957,623	0.22
^g Jane Street Group LLC, 2024 Repricing CME Term Loan, 7.951%, (1-month SOFR + 2.5%), 1/26/28	United States	1,995,202	1,989,805	0.46
Osmosis Buyer Ltd., 2022 Refinancing CME Term Loan, B, 9.105%, (1-month SOFR + 3.75%), 7/31/28	United Kingdom	1,815,137	1,807,450	0.42
^{g,j} 2023 Incremental Delayed Draw CME Term Loan, 9.606%, (1-month SOFR + 4.25%), 7/31/28	United Kingdom	327,812	328,120	0.08
^g WEC US Holdings Ltd., Term Loan, B, 3.25%, (1-month SONIA + 2.75%), 1/17/31	United States	214,286	213,415	0.05
			<u>8,540,511</u>	<u>1.98</u>
IT Consulting & Other Services				
Aventiv Technologies LLC, First Lien, Initial Term Loan, 10.5%, (3-month USD LIBOR + 5.152%), 11/01/24	United States	4,360,528	3,065,604	0.71
Second Lien, Initial Term Loan, 14.26%, (3-month USD LIBOR + 8.25%), 11/01/25	United States	127,417	37,203	0.01
Gainwell Acquisition Corp., First Lien, CME Term Loan, B, 9.448%, (3-month SOFR + 4%), 10/01/27	United States	3,748,427	3,652,842	0.85
Peraton Corp., First Lien, CME Term Loan, B, 9.183%, (1-month SOFR + 3.75%), 2/01/28	United States	2,775,697	2,776,086	0.64
Sitel Worldwide Corp., Initial Dollar CME Term Loan, 9.197%, (1-month SOFR + 3.75%), 8/28/28	France	1,687,371	1,632,009	0.38
			<u>11,163,744</u>	<u>2.59</u>
Leisure Facilities				
^{f,h} 24 Hour Fitness Worldwide, Inc., CME Term Loan, PIK, 10.61%, (3-month SOFR + 5%), 12/29/25	United States	8,549,776	3,807,025	0.88
Leisure Products				
^f Motion Acquisition Ltd., USD CME Term Loan, B1, 8.86%, (3-month SOFR + 3.25%), 11/12/26	United Kingdom	526,597	527,518	0.12
USD CME Term Loan, B2, 8.86%, (3-month SOFR + 3.25%), 11/12/26	United Kingdom	75,073	75,204	0.02
			<u>602,722</u>	<u>0.14</u>

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
Senior Floating Rate Interests (continued)				
Life Sciences Tools & Services				
^h CON plc, CME Term Loan, 7.86%, (3-month SOFR + 2.25%), 7/03/28 . . .	United States	729,448	\$731,042	0.17
U.S. CME Term Loan, 7.86%, (3-month SOFR + 2.25%), 7/03/28	United States	181,743	182,140	0.04
			<u>913,182</u>	<u>0.21</u>
Metal, Glass & Plastic Containers				
^f Mauser Packaging Solutions Holding Co., Initial CME Term Loan, 9.355%, (1-month SOFR + 4%), 8/14/26	United States	2,735,360	2,743,334	0.63
Movies & Entertainment				
AMC Entertainment Holdings, Inc., CME Term Loan, B1, 8.449%, (1-month SOFR + 3%), 4/22/26	United States	631,760	499,880	0.12
Banjay Entertainment SAS, USD CME Term Loan, B, 9.198%, (1-month SOFR + 3.75%), 3/01/28	France	687,558	689,600	0.16
			<u>1,189,480</u>	<u>0.28</u>
Multi-line Insurance				
^f Acrisure LLC, First Lien, 2020 Term Loan, 9.15%, (3-month USD LIBOR + 3.5%), 2/15/27	United States	1,592,937	1,588,835	0.37
First Lien, 2021-1 Additional Term Loan, 9.4%, (3-month USD LIBOR + 3.75%), 2/15/27	United States	1,361,947	1,363,649	0.32
First Lien, 2021-2 Additional Term Loan, 9.9%, (3-month USD LIBOR + 4.25%), 2/15/27	United States	753,846	755,260	0.17
			<u>3,707,744</u>	<u>0.86</u>
Multi-Sector Holdings				
^f Belfor Holdings, Inc., Initial CME Term Loan, B1, 9.083%, (1-month SOFR + 3.75%), 11/01/30	United States	149,495	149,682	0.03
Office Services & Supplies				
^f Pitney Bowes, Inc., Refinancing CME Term Loan, B, 9.447%, (1-month SOFR + 4%), 3/17/28	United States	4,484,523	4,420,058	1.02
Other Specialty Retail				
Evergreen AcqCo 1 LP, ^{g,i} CME Term Loan, B, TBD, 4/26/28	United States	150,000	150,769	0.03
^f Initial CME Term Loan, 10.86%, (3-month SOFR + 5.25%), 4/26/28	United States	1,149,691	1,155,583	0.27
^f GNC Holdings, Inc., Second Lien, CME Term Loan, 11.437%, (1-month SOFR + 6%), 10/07/26	United States	5,056,050	4,044,840	0.94
^f Great Outdoors Group LLC, CME Term Loan, B2, 9.197%, (1-month SOFR + 3.75%), 3/06/28	United States	1,406,982	1,405,779	0.33
^f Michaels Cos., Inc. (The), CME Term Loan, B, 9.86%, (3-month SOFR + 4.25%), 4/15/28	United States	1,463,818	1,207,650	0.28
^{f,g} Petco Health & Wellness Co., Inc., First Lien, Initial CME Term Loan, 8.86%, (3-month SOFR + 3.25%), 3/03/28	United States	1,810,943	1,704,758	0.39
^f PetSmart LLC, Initial CME Term Loan, 9.183%, (1-month SOFR + 3.75%), 2/11/28	United States	667,060	664,908	0.15
^f Staples, Inc., 2019 Refinancing New Term Loan, B1, 10.467%, (1-month USD LIBOR + 5%), 4/16/26	United States	1,501,586	1,421,874	0.33
2019 Refinancing New Term Loan, B2, 9.967%, (1-month USD Synthetic LIBOR + 4.5%), 9/12/24	United States	1,946,610	1,946,960	0.45
^f Woof Holdings, Inc., First Lien, Initial CME Term Loan, 9.36%, (3-month SOFR + 3.75%), 12/21/27	United States	1,556,401	1,273,463	0.29
			<u>14,976,584</u>	<u>3.46</u>

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
^eSenior Floating Rate Interests (continued)				
Packaged Foods & Meats				
^f Primary Products Finance LLC, CME Term Loan, B, 9.481%, (3-month SOFR + 4%), 4/01/29	United States	679,310	680,278	0.16
Paper & Plastic Packaging Products & Materials				
Charter Next Generation, Inc., First Lien, Initial CME Term Loan, 8.836%, (1-month SOFR + 3.5%), 12/01/27	United States	1,672,354	1,666,434	0.39
Kleopatra Finco SARL, USD CME Term Loan, B, 10.476%, (6-month SOFR + 4.725%), 2/12/26	Luxembourg	1,706,257	1,645,685	0.38
Pactiv Evergreen, Inc., U.S. CME Term Loan, B3, 8.697%, (1-month SOFR + 3.25%), 9/24/28	United States	568,649	569,613	0.13
ProAmpac PG Borrower LLC, 2023-1 CME Term Loan, 9.821%, (3-month SOFR + 4.5%), 9/15/28	United States	1,033,333	1,036,888	0.24
			<u>4,918,620</u>	<u>1.14</u>
^fPassenger Airlines				
AAdvantage Loyalty IP Ltd. (American Airlines, Inc.), Initial CME Term Loan, 10.329%, (3-month SOFR + 4.75%), 4/20/28	United States	1,286,714	1,320,400	0.30
Air Canada, CME Term Loan, 9.139%, (3-month SOFR + 3.5%), 8/11/28	Canada	1,263,932	1,266,795	0.29
American Airlines, Inc., Initial CME Term Loan, 8.869%, (3-month SOFR + 3.5%), 6/04/29	United States	1,800,000	1,800,189	0.42
Kestrel Bidco, Inc., CME Term Loan, 8.437%, (1-month SOFR + 3%), 12/11/26	Canada	1,290,105	1,289,840	0.30
United Airlines, Inc., CME Term Loan, B, 9.201%, (1-month SOFR + 3.75%), 4/21/28	United States	2,015,376	2,021,836	0.47
			<u>7,699,060</u>	<u>1.78</u>
Passenger Ground Transportation				
^f Avis Budget Car Rental LLC, New CME Term Loan, C, 8.433%, (1-month SOFR + 3%), 3/16/29	United States	280,077	280,778	0.06
^fPersonal Care Products				
Conair Holdings LLC, First Lien, Initial CME Term Loan, 9.197%, (1-month SOFR + 3.75%), 5/17/28	United States	2,694,076	2,628,071	0.61
Sunshine Luxembourg VII SARL, CME Term Loan, B3, 8.948%, (3-month SOFR + 3.5%), 10/01/26	Luxembourg	2,992,570	2,997,762	0.69
			<u>5,625,833</u>	<u>1.30</u>
^fPharmaceuticals				
Grifols Worldwide Operations Ltd., Dollar CME Term Loan, B, 7.538%, (3-month SOFR + 2%), 11/15/27	Spain	398,961	389,454	0.09
Jazz Pharmaceuticals plc, Additional Dollar CME Term Loan, B1, 8.447%, (1-month SOFR + 3%), 5/05/28	United States	2,488,178	2,489,733	0.58
Organon & Co., Dollar CME Term Loan, 8.45%, (1-month SOFR + 3%), 6/02/28	United States	1,178,239	1,178,428	0.27
Perrigo Co. plc, Initial CME Term Loan, B, 7.683%, (1-month SOFR + 2.25%), 4/20/29	United States	1,714,749	1,714,037	0.40
			<u>5,771,652</u>	<u>1.34</u>

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
^eSenior Floating Rate Interests (continued)				
Property & Casualty Insurance				
^f Asurion LLC,				
New CME Term Loan, B10, 9.433%, (1-month SOFR + 4%), 8/19/28	United States	890,977	\$881,141	0.20
New CME Term Loan, B11, 9.683%, (1-month SOFR + 4.25%), 8/19/28	United States	342,241	338,915	0.08
New CME Term Loan, B8, 8.697%, (1-month SOFR + 3.25%), 12/23/26	United States	974,251	971,454	0.23
Second Lien, New CME Term Loan, B3, 10.697%, (1-month SOFR + 5.25%), 1/31/28	United States	2,652,263	2,548,069	0.59
Second Lien, New CME Term Loan, B4, 10.697%, (1-month SOFR + 5.25%), 1/20/29	United States	2,248,036	2,137,567	0.49
			<u>6,877,146</u>	<u>1.59</u>
^fPublishing				
Cengage Learning, Inc., First Lien, CME Term Loan, B, 10.326%, (3-month SOFR + 4.75%), 7/14/26	United States	3,850,926	3,850,521	0.89
McGraw-Hill Education, Inc., Initial CME Term Loan, 10.197%, (1-month SOFR + 4.75%), 7/28/28	United States	2,648,916	2,638,267	0.61
			<u>6,488,788</u>	<u>1.50</u>
Real Estate Development				
Greystar Real Estate Partners LLC,				
^f CME Term Loan, 9.125%, (3-month SOFR + 3.75%), 8/21/30 ..	United States	252,133	252,605	0.06
^{g,i} Incremental CME Term Loan, B, TBD, 1/01/38	United States	150,000	150,000	0.03
			<u>402,605</u>	<u>0.09</u>
Real Estate Services				
^f Cushman & Wakefield US Borrower LLC,				
2023-1 Refinancing CME Term Loan, 8.683%, (1-month SOFR + 3.25%), 1/31/30	United States	597,000	593,021	0.14
2023-2 Refinancing CME Term Loan, 9.333%, (1-month SOFR + 4%), 1/31/30	United States	104,475	104,084	0.02
			<u>697,105</u>	<u>0.16</u>
Research & Consulting Services				
^f Dun & Bradstreet Corp. (The), 2022 Incremental CME Term Loan, B2, 8.074%, (1-month SOFR + 2.75%), 1/18/29	United States	802,963	803,665	0.18
^fRestaurants				
Dave & Buster's, Inc., Covenant-Lite CME Term Loan, 9%, (3-month SOFR + 3.75%), 6/29/29	United States	493,463	493,875	0.11
Flynn Restaurant Group LP, First Lien, 2021 CME Term Loan, 9.683%, (1-month SOFR + 4.25%), 11/22/28	United States	2,181,816	2,191,590	0.51
IRB Holding Corp., 2022 Replacement CME Term Loan, B, 8.419%, (1-month SOFR + 3%), 12/15/27	United States	412,856	412,482	0.10
^g Whatabrands LLC, Initial Term Loan, B, 8.683%, (1-month SOFR + 3.25%), 8/03/28	United States	1,574,172	1,572,747	0.36
			<u>4,670,694</u>	<u>1.08</u>

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
^eSenior Floating Rate Interests (continued)				
^fSecurity & Alarm Services				
Allied Universal Holdco LLC, Initial U.S. Dollar CME Term Loan, 9.183%, (1-month SOFR + 3.75%), 5/12/28	United States	1,470,770	\$1,454,996	0.34
APX Group, Inc., Initial CME Term Loan, 8.701%, (1-month SOFR + 3.25%; 3-month SOFR + 2.25%), 7/10/28	United States	703,522	703,962	0.16
Prime Security Services Borrower LLC, First Lien, 2023 Refinancing CME Term Loan, B1, 7.827%, (3-month SOFR + 2.5%), 10/13/30	United States	1,402,876	1,405,598	0.33
			<u>3,564,556</u>	<u>0.83</u>
Semiconductor Materials & Equipment				
^f MKS Instruments, Inc., 2023-1 Dollar CME Term Loan, B, 7.848%, (1-month SOFR + 2.5%), 8/17/29	United States	1,705,012	1,698,448	0.39
^fSoft Drinks & Non-alcoholic Beverages				
Naked Juice LLC, First Lien, Initial CME Term Loan, 8.698%, (3-month SOFR + 3.25%), 1/24/29	United States	715,932	679,538	0.16
Triton Water Holdings, Inc., First Lien, Initial CME Term Loan, 8.86%, (3-month SOFR + 3.25%), 3/31/28	United States	1,546,619	1,523,420	0.35
			<u>2,202,958</u>	<u>0.51</u>
Specialized Consumer Services				
^f Pre-Paid Legal Services, Inc., First Lien, Initial CME Term Loan, 9.197%, (1-month SOFR + 3.75%), 12/15/28	United States	565,364	563,023	0.13
^f Sedgwick Claims Management Services, Inc., 2023 CME Term Loan, 9.083%, (1-month SOFR + 3.75%), 2/24/28	United States	3,063,088	3,067,698	0.71
^g Wand NewCo 3, Inc., First Lien, 2024 Refinancing CME Term Loan, TBD, 1/30/32	United States	230,769	231,166	0.05
^f WW International, Inc., Initial CME Term Loan, 8.947%, (1-month SOFR + 3.5%), 4/13/28	United States	1,260,362	746,764	0.17
			<u>4,608,651</u>	<u>1.06</u>
^fSpecialized Finance				
Red Planet Borrower LLC, Initial CME Term Loan, 9.183%, (1-month SOFR + 3.75%), 10/02/28	United States	1,394,882	1,360,770	0.32
Verscend Holding Corp., CME Term Loan, B1, 9.447%, (1-month SOFR + 4%), 8/27/25	United States	2,708,007	2,714,290	0.63
			<u>4,075,060</u>	<u>0.95</u>
^fSpecialty Chemicals				
ASP Unifrax Holdings, Inc., First Lien, USD CME Term Loan, 9.248%, (3-month SOFR + 3.75%), 12/12/25	United States	2,015,350	1,923,884	0.45
Hexion Holdings Corp., First Lien, Initial CME Term Loan, 10.022%, (3-month SOFR + 4.5%), 3/15/29	United States	2,561,000	2,458,266	0.57
Second Lien, Initial CME Term Loan, 12.87%, (1-month SOFR + 7.438%), 3/15/30	United States	837,209	719,581	0.17
INEOS Styrolution Group GmbH, 2026 Dollar CME Term Loan, B, 8.197%, (1-month SOFR + 2.75%), 1/29/26	United Kingdom	1,323,495	1,323,826	0.31
Nouryon Finance BV, Extended Dollar CME Term Loan, 9.467%, (3-month SOFR + 4%), 4/03/28	Netherlands	1,213,617	1,214,503	0.28
PMHC II, Inc., Initial CME Term Loan, B, 9.723%, (3-month SOFR + 4.25%), 4/23/29	United States	3,893,163	3,722,603	0.86
			<u>11,362,663</u>	<u>2.64</u>

Franklin Floating Rate Master Series (continued)

	Country	Principal Amount*	Value	% of Net Assets
^eSenior Floating Rate Interests (continued)				
Systems Software				
DCert Buyer, Inc., First Lien, Initial CME Term Loan, 9.333%, (1-month SOFR + 4%), 10/16/26	United States	1,413,366	\$1,407,189	0.33
Idera, Inc., First Lien, CME Term Loan, B1, 9.277%, (3-month SOFR + 3.75%), 3/02/28	United States	1,374,619	1,371,609	0.32
Ivanti Software, Inc., First Lien, 2021 Specified Refinancing CME Term Loan, 9.839%, (3-month SOFR + 4.25%), 12/01/27	United States	909,300	868,950	0.20
First Lien, First Amendment CME Term Loan, 9.591%, (3-month SOFR + 4%), 12/01/27	United States	91,686	87,216	0.02
McAfee Corp., CME Term Loan, B1, 9.203%, (1-month SOFR + 3.75%), 3/01/29	United States	2,725,431	2,706,353	0.63
Precisely Software, Inc., First Lien, Third Amendment CME Term Loan, 9.586%, (3-month SOFR + 4%), 4/24/28	United States	851,474	842,163	0.20
Quest Software US Holdings, Inc., First Lien, Initial CME Term Loan, 9.713%, (3-month SOFR + 4.25%), 2/01/29	United States	1,276,778	1,013,264	0.23
Sophos Holdings SARL, First Lien, Dollar CME Term Loan, 8.948%, (1-month SOFR + 3.5%), 3/05/27	Luxembourg	1,496,126	1,497,578	0.35
Sovos Compliance LLC, First Lien, Initial CME Term Loan, 9.947%, (1-month SOFR + 4.5%), 8/11/28	United States	1,806,331	1,780,709	0.41
			11,575,031	2.69
Technology Hardware, Storage & Peripherals				
^f Magenta Buyer LLC, First Lien, Initial CME Term Loan, 10.645%, (3-month SOFR + 5%), 7/27/28	United States	2,358,564	1,550,767	0.36
Wireless Telecommunication Services				
^{g,i} Crown Subsea Communications Holding, Inc., CME Term Loan, B, TBD, 1/26/31	United States	1,129,032	1,131,855	0.26
Total Senior Floating Rate Interests (Cost \$352,481,639)			343,739,056	79.56
		Shares/Units		
Escrows and Litigation Trusts				
^{a,c} Millennium Corporate Claim Trust, Escrow Account	United States	6,589,709	—	0.00
^{a,c} Millennium Lender Claim Trust, Escrow Account	United States	6,589,709	—	0.00
^{a,c,k} Onsite Rental Group Operations Pty. Ltd., Escrow Account	Australia	5,879,078	—	0.00
Total Escrows and Litigation Trusts (Cost \$—)			—	0.00
Total Long Term Investments (Cost \$412,545,833)			405,110,180	93.76

Franklin Floating Rate Master Series (continued)

Short Term Investments

	Principal Amount*	Value	% of Net Assets
Repurchase Agreements			
Joint Repurchase Agreement, 5.258%, 2/01/24 (Maturity Value \$35,581,689)			
BNP Paribas Securities Corp. (Maturity Value \$4,427,786)			
Deutsche Bank Securities, Inc. (Maturity Value \$11,671,861)			
HSBC Securities (USA), Inc. (Maturity Value \$19,482,042)			
Collateralized by U.S. Government Agency Securities, 2.5% - 7%, 11/20/38 - 10/20/53; U.S. Treasury Bonds, 5.5% - 7.5%, 11/15/24 - 8/15/28; and U.S. Treasury Notes, 3.63%, 5/15/26 (valued at \$36,294,470)	35,576,493	35,576,493	8.23
Total Repurchase Agreements (Cost \$35,576,493)		35,576,493	8.23
Total Short Term Investments (Cost \$35,576,493)		35,576,493	8.23
Total Investments (Cost \$448,122,326)		\$440,686,673	101.99
Other Assets, less Liabilities		(8,619,065)	(1.99)
Net Assets		\$432,067,608	100.00

See Abbreviations on page 30.

* The principal amount is stated in U.S. dollars unless otherwise indicated.

† Rounds to less than 0.01% of net assets.

^a Non-income producing.

^b See Note 3(d) regarding investments in affiliated management investment companies.

^c Fair valued using significant unobservable inputs. See Note 11 regarding fair value measurements.

^d Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At January 31, 2024, the aggregate value of these securities was \$21,621,259, representing 5.0% of net assets.

^e See Note 1(d) regarding senior floating rate interests.

^f The coupon rate shown represents the rate inclusive of any caps or floors, if applicable, in effect at period end.

^g A portion or all of the security purchased on a delayed delivery basis. See Note 1(c).

^h Income may be received in additional securities and/or cash.

ⁱ A portion or all of the security represents an unsettled loan commitment. The coupon rate is to-be determined (TBD) at the time of the settlement and will be based upon a reference index/floor plus a spread.

^j See Note 10 regarding unfunded loan commitments.

^k See Note 7 regarding holdings of 5% voting securities.

^l See Note 1(b) regarding joint repurchase agreement.

Statement of Assets and Liabilities

January 31, 2024 (unaudited)

	Franklin Floating Rate Master Series
Assets:	
Investments in securities:	
Cost - Unaffiliated issuers	\$405,459,826
Cost - Non-controlled affiliates (Note 3d and 7)	7,086,007
Cost - Unaffiliated repurchase agreements	35,576,493
	<hr/>
Value - Unaffiliated issuers	\$398,291,905
Value - Non-controlled affiliates (Note 3d and 7)	6,818,275
Value - Unaffiliated repurchase agreements	35,576,493
Cash	3,183,274
Receivables:	
Investment securities sold	2,224,112
Dividends and interest	2,666,278
Unrealized appreciation on unfunded loan commitments (Note 10)	65
	<hr/>
Total assets	448,760,402
Liabilities:	
Payables:	
Investment securities purchased	13,132,844
Management fees	170,492
Trustees' fees and expenses	1,006
Distributions to shareholders	3,338,017
Accrued expenses and other liabilities	50,435
	<hr/>
Total liabilities	16,692,794
	<hr/>
Net assets, at value	\$432,067,608
Net assets consist of:	
Paid-in capital	\$836,195,738
Total distributable earnings (losses)	(404,128,130)
	<hr/>
Net assets, at value	\$432,067,608
	<hr/>
Shares outstanding	59,537,073
	<hr/>
Net asset value and maximum offering price per share (\$432,067,608÷59,537,073 shares outstanding) ^a	\$7.26
	<hr/>

^a Net asset value per share may not recalculate due to rounding.

Statement of Operations

for the six months ended January 31, 2024 (unaudited)

	Franklin Floating Rate Master Series
Investment income:	
Dividends: (net of foreign taxes of \$10,311)	
Unaffiliated issuers	\$204,556
Non-controlled affiliates (Note 3d and 7)	276,121
Interest:	
Unaffiliated issuers	19,731,132
Total investment income	<u>20,211,809</u>
Expenses:	
Management fees (Note 3a)	1,110,968
Custodian fees	2,209
Reports to shareholders fees	801
Professional fees	68,334
Trustees' fees and expenses	3,223
Other	<u>15,425</u>
Total expenses	1,200,960
Expenses waived/paid by affiliates (Note 3d and 3e)	<u>(89,979)</u>
Net expenses	<u>1,110,981</u>
Net investment income	<u>19,100,828</u>
Realized and unrealized gains (losses):	
Net realized gain (loss) from:	
Investments:	
Unaffiliated issuers	(3,070,478)
Non-controlled affiliates (Note 3d and 7)	(4,460)
Foreign currency transactions	(1,420)
Net realized gain (loss)	<u>(3,076,358)</u>
Net change in unrealized appreciation (depreciation) on:	
Investments:	
Unaffiliated issuers	11,511,439
Non-controlled affiliates (Note 3d and 7)	42,954
Unfunded loan commitments	<u>9,032</u>
Net change in unrealized appreciation (depreciation)	<u>11,563,425</u>
Net realized and unrealized gain (loss)	<u>8,487,067</u>
Net increase (decrease) in net assets resulting from operations	<u>\$27,587,895</u>

Statements of Changes in Net Assets

	Franklin Floating Rate Master Series	
	Six Months Ended January 31, 2024 (unaudited)	Year Ended July 31, 2023
Increase (decrease) in net assets:		
Operations:		
Net investment income	\$19,100,828	\$39,484,253
Net realized gain (loss)	(3,076,358)	(24,595,847)
Net change in unrealized appreciation (depreciation)	11,563,425	32,636,091
Net increase (decrease) in net assets resulting from operations	27,587,895	47,524,497
Distributions to shareholders	(20,259,644)	(41,294,993)
Capital share transactions (Note 2)	35,032,626	(233,130,208)
Net increase (decrease) in net assets	42,360,877	(226,900,704)
Net assets:		
Beginning of period	389,706,731	616,607,435
End of period	\$432,067,608	\$389,706,731

Notes to Financial Statements (unaudited)

Franklin Floating Rate Master Series

1. Organization and Significant Accounting Policies

Franklin Floating Rate Master Trust (Trust) is registered under the Investment Company Act of 1940 (1940 Act) as an open-end management investment company, consisting of two separate funds. The Trust follows the accounting and reporting guidance in Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 946, Financial Services – Investment Companies (ASC 946) and applies the specialized accounting and reporting guidance in U.S. Generally Accepted Accounting Principles (U.S. GAAP), including, but not limited to, ASC 946. Franklin Floating Rate Master Series (Fund) is included in this report. The Fund's shares are exempt from registration under the Securities Act of 1933.

The following summarizes the Fund's significant accounting policies.

a. Financial Instrument Valuation

The Fund's investments in financial instruments are carried at fair value daily. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. The Fund calculates the net asset value (NAV) per share each business day as of 4 p.m. Eastern time or the regularly scheduled close of the New York Stock Exchange (NYSE), whichever is earlier. Under compliance policies and procedures approved by the Trust's Board of Trustees (the Board), the Board has designated the Fund's investment manager as the valuation designee and has responsibility for oversight of valuation. The investment manager is assisted by the Fund's administrator in performing this responsibility, including leading the cross-functional Valuation Committee (VC). The Fund may utilize independent pricing services, quotations from securities and financial instrument dealers, and other market sources to determine fair value.

Equity securities and exchange traded funds listed on an exchange or on the NASDAQ National Market System are valued at the last quoted sale price or the official closing price of the day, respectively. Foreign equity securities are valued as of the close of trading on the foreign stock exchange on which the security is primarily traded, or as of 4 p.m. Eastern time. The value is then converted into its U.S. dollar equivalent at the foreign exchange rate in effect at 4 p.m. Eastern time on the day that the value of the security is determined. Over-the-counter (OTC) securities are valued within the range of the most recent quoted bid and ask prices. Securities that trade in multiple markets or on multiple exchanges are valued according to the broadest and most representative market. Certain equity securities are valued based upon fundamental characteristics or relationships to similar securities.

Debt securities generally trade in the OTC market rather than on a securities exchange. The Fund's pricing services use multiple valuation techniques to determine fair value. In instances where sufficient market activity exists, the pricing services may utilize a market-based approach through which quotes from market makers are used to determine fair value. In instances where sufficient market activity may not exist or is limited, the pricing services also utilize proprietary valuation models which may consider market characteristics such as benchmark yield curves, credit spreads, estimated default rates, anticipated market interest rate volatility, coupon rates, anticipated timing of principal repayments, underlying collateral, and other unique security features in order to estimate the relevant cash flows, which are then discounted to calculate the fair value.

Investments in open-end mutual funds are valued at the closing NAV. Investments in repurchase agreements are valued at cost, which approximates fair value.

The Fund has procedures to determine the fair value of financial instruments for which market prices are not reliable or readily available. Under these procedures, the Fund primarily employs a market-based approach which may use related or comparable assets or liabilities, recent transactions, market multiples, and other relevant information for the investment to determine the fair value of the investment. An income-based valuation approach may also be used in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied due to the nature or duration of any restrictions on the disposition of the investments. Due to the inherent uncertainty of valuations of such investments, the fair values may differ significantly from the values that would have been used had an active market existed.

b. Joint Repurchase Agreement

The Fund enters into a joint repurchase agreement whereby its uninvested cash balance is deposited into a joint cash account with other funds managed by the investment manager or an affiliate of the investment manager and is used to invest in one or

Franklin Floating Rate Master Series (continued)**1. Organization and Significant Accounting Policies** (continued)**b. Joint Repurchase Agreement** (continued)

more repurchase agreements. The value and face amount of the joint repurchase agreement are allocated to the funds based on their pro-rata interest. A repurchase agreement is accounted for as a loan by the Fund to the seller, collateralized by securities which are delivered to the Fund's custodian. The fair value, including accrued interest, of the initial collateralization is required to be at least 102% of the dollar amount invested by the funds, with the value of the underlying securities marked to market daily to maintain coverage of at least 100%. Repurchase agreements are subject to the terms of Master Repurchase Agreements (MRAs) with approved counterparties (sellers). The MRAs contain various provisions, including but not limited to events of default and maintenance of collateral for repurchase agreements. In the event of default by either the seller or the Fund, certain MRAs may permit the non-defaulting party to net and close-out all transactions, if any, traded under such agreements. The Fund may sell securities it holds as collateral and apply the proceeds towards the repurchase price and any other amounts owed by the seller to the Fund in the event of default by the seller. This could involve costs or delays in addition to a loss on the securities if their value falls below the repurchase price owed by the seller. The joint repurchase agreement held by the Fund at period end, as indicated in the Schedule of Investments, had been entered into on January 31, 2024.

c. Securities Purchased on a Delayed Delivery Basis

The Fund purchases securities on a delayed delivery basis, with payment and delivery scheduled for a future date. These transactions are subject to market fluctuations and are subject to the risk that the value at delivery may be more or less than the trade date purchase price. Although the Fund will generally purchase these securities with the intention of holding the securities, it may sell the securities before the settlement date.

d. Senior Floating Rate Interests

The Fund invests in senior secured corporate loans that pay interest at rates which are periodically reset by reference to a base lending rate plus a spread. These base lending rates are generally the prime rate offered by a designated U.S. bank, or the London Interbank Offered Rate (LIBOR), or the Secured Overnight Financing Rate (SOFR). Senior secured corporate loans often require prepayment of principal from excess cash flows or at the discretion of the borrower. As a result, actual maturity may be substantially less than the stated maturity. Senior secured corporate loans in which the Fund invests are generally readily marketable, but may be subject to certain restrictions on resale.

e. Income Taxes

The Fund is a disregarded entity for U.S. income tax purposes. As such, no provision has been made for income taxes because all income, expenses, gains and losses are allocated to a non-U.S. beneficial owner for inclusion in its individual income tax return, as applicable.

f. Security Transactions, Investment Income, Expenses and Distributions

Security transactions are accounted for on trade date. Realized gains and losses on security transactions are determined on a specific identification basis. Interest income and estimated expenses are accrued daily. Amortization of premium and accretion of discount on debt securities are included in interest income. Paydown gains and losses are recorded as an adjustment to interest income in the Statement of Operations. The Fund may receive other income from investments in senior secured corporate loans or unfunded commitments, including amendment fees, consent fees or commitment fees. These fees are recorded as income when received by the Fund. Facility fees are recognized as income over the expected term of the loan. Dividend income is recorded on the ex-dividend date except for certain dividends from securities where the dividend rate is not available. In such cases, the dividend is recorded as soon as the information is received by the Fund. The Fund's gross investment income is distributed to the owner daily and paid monthly. Net capital gains (or losses) realized by the Fund will not be distributed. Distributable earnings are determined according to income tax regulations (tax basis) and may differ from earnings recorded in accordance with U.S. GAAP. These differences may be permanent or temporary. Permanent differences are reclassified among capital accounts to reflect their tax character. These reclassifications have no impact on net assets or the results of operations. Temporary differences are not reclassified, as they may reverse in subsequent periods.

Franklin Floating Rate Master Series (continued)

1. Organization and Significant Accounting Policies (continued)

f. Security Transactions, Investment Income, Expenses and Distributions (continued)

Common expenses incurred by the Trust are allocated among the Funds based on the ratio of net assets of each Fund to the combined net assets of the Trust or based on the ratio of number of shareholders of each Fund to the combined number of shareholders of the Trust. Fund specific expenses are charged directly to the Fund that incurred the expense.

g. Accounting Estimates

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

h. Guarantees and Indemnifications

Under the Trust's organizational documents, its officers and trustees are indemnified by the Trust against certain liabilities arising out of the performance of their duties to the Trust. Additionally, in the normal course of business, the Trust, on behalf of the Fund, enters into contracts with service providers that contain general indemnification clauses. The Trust's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Trust that have not yet occurred. Currently, the Trust expects the risk of loss to be remote.

2. Shares of Beneficial Interest

At January 31, 2024, there were an unlimited number of shares authorized (without par value). Transactions in the Fund's shares were as follows:

	Six Months Ended January 31, 2024		Year Ended July 31, 2023	
	Shares	Amount	Shares	Amount
Shares sold	20,025,956	\$143,726,431	4,408,454	\$30,884,222
Shares redeemed	(15,139,883)	(108,693,805)	(37,870,071)	(264,014,430)
Net increase (decrease)	4,886,073	\$35,032,626	(33,461,617)	\$(233,130,208)

3. Transactions with Affiliates

Franklin Resources, Inc. is the holding company for various subsidiaries that together are referred to as Franklin Templeton. Certain officers and trustees of the Trust are also officers and/or directors of the following subsidiaries:

Subsidiary	Affiliation
Franklin Advisers, Inc. (Advisers)	Investment manager
Franklin Templeton Services, LLC (FT Services)	Administrative manager
Franklin Templeton Investor Services, LLC (Investor Services)	Transfer agent

Franklin Floating Rate Master Series (continued)

3. Transactions with Affiliates (continued)

a. Management Fees

The Fund pays an investment management fee, calculated daily and paid monthly, to Advisers based on the average daily net assets of the Fund as follows:

Annualized Fee Rate	Net Assets
0.530%	Up to and including \$2.5 billion
0.450%	Over \$2.5 billion, up to and including \$6.5 billion
0.430%	Over \$6.5 billion, up to and including \$11.5 billion
0.400%	Over \$11.5 billion, up to and including \$16.5 billion
0.390%	Over \$16.5 billion, up to and including \$19 billion
0.380%	Over \$19 billion, up to and including \$21.5 billion
0.370%	In excess of \$21.5 billion

For the period ended January 31, 2024, the annualized gross effective investment management fee rate was 0.530% of the Fund's average daily net assets.

b. Administrative Fees

Under an agreement with Advisers, FT Services provides administrative services to the Fund. The fee is paid by Advisers based on the Fund's average daily net assets, and is not an additional expense of the Fund.

c. Transfer Agent Fees

Investor Services, under terms of an agreement, performs shareholder servicing for the Fund and is not paid by the Fund for the services.

d. Investments in Affiliated Management Investment Companies

The Fund invests in one or more affiliated management investment companies. As defined in the 1940 Act, an investment is deemed to be a "Controlled Affiliate" of a fund when a fund owns, either directly or indirectly, 25% or more of the affiliated fund's outstanding shares or has the power to exercise control over management or policies of such fund. The Fund does not invest for purposes of exercising a controlling influence over the management or policies. Management fees paid by the Fund are waived on assets invested in the affiliated management investment companies, as noted in the Statement of Operations, in an amount not to exceed the management and administrative fees paid directly or indirectly by each affiliate. During the period ended January 31, 2024, the Fund held investments in affiliated management investment companies as follows:

	Value at Beginning of Period	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Period	Number of Shares Held at End of Period	Investment Income
Franklin Floating Rate Master Series Non-Controlled Affiliates								
							Dividends	
Franklin Senior Loan ETF.	\$6,781,724	\$—	\$—	\$—	\$36,551	\$6,818,275	281,166	\$276,121
Total Affiliated Securities.	\$6,781,724	\$—	\$—	\$—	\$36,551	\$6,818,275		\$276,121

Franklin Floating Rate Master Series (continued)

3. Transactions with Affiliates (continued)

e. Waiver and Expense Reimbursements

Advisers has voluntarily agreed in advance to waive or limit its fees and to assume as its own expense certain expenses otherwise payable by the Fund so that the expenses (excluding interest expense, acquired fund fees and expenses and certain non-routine expenses or costs, including those relating to litigation, indemnification, reorganizations, and liquidations) of the Fund do not exceed 0.53%, based on the average net assets of the Fund. Total expenses waived or paid are not subject to recapture subsequent to the Fund’s fiscal year end. Advisers may discontinue this waiver at any time upon notice to the Board.

f. Other Affiliated Transactions

At January 31, 2024, Franklin Floating Rate Fund, PLC owned 100% of the Fund’s outstanding shares. Investment activities of this shareholder could have a material impact on the Fund.

4. Income Taxes

At January 31, 2024, the cost of investments and net unrealized appreciation (depreciation) for income tax purposes were as follows:

Cost of investments	\$448,947,998
Unrealized appreciation	\$10,985,408
Unrealized depreciation	(19,246,733)
Net unrealized appreciation (depreciation)	\$(8,261,325)

Differences between income and/or capital gains as determined on a book basis and a tax basis are primarily due to differing treatment of wash sales.

5. Investment Transactions

Purchases and sales of investments (excluding short term securities) for the period ended January 31, 2024, aggregated \$75,196,878 and \$53,648,130, respectively.

6. Credit Risk

At January 31, 2024, the Fund had 78.8% of its portfolio invested in high yield securities, senior secured floating rate loans, or other securities rated below investment grade and unrated securities. These securities may be more sensitive to economic conditions causing greater price volatility and are potentially subject to a greater risk of loss due to default than higher rated securities.

7. Holdings of 5% Voting Securities of Portfolio Companies

The 1940 Act defines “affiliated companies” to include investments in portfolio companies in which a fund owns 5% or more of the outstanding voting securities. Additionally, as defined in the 1940 Act, an investment is deemed to be a “Controlled Affiliate” of a fund when a fund owns, either directly or indirectly, 25% or more of the affiliated companies’ outstanding shares or has the power to exercise control over management or policies of such company. During the period ended January 31, 2024, investments in “affiliated companies” were as follows:

Franklin Floating Rate Master Series (continued)

7. Holdings of 5% Voting Securities of Portfolio Companies (continued)

	Value at Beginning of Period	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Period	Number of Shares Held at End of Period	Investment Income	Dividends
Franklin Floating Rate Master Series									
Non-Controlled Affiliates									
Onsite Rental Group Operations Pty. Ltd., Escrow Account.	\$597,306	\$—	\$(599,249) ^a	\$(4,460)	\$6,403	\$—	5,879,078	\$—	
Quaternorth Energy Holding, Inc.	12,812,668	—	—	—	— ^b	— ^b	— ^b	—	
Total Affiliated Securities (Value is —% of Net Assets)	\$13,409,974	\$—	\$(599,249)	\$(4,460)	\$6,403	\$—		\$—	

^aMay include accretion, amortization, partnership adjustments, and/or other cost basis adjustments corporate actions.

^bAs of January 31, 2024, no longer an affiliate.

8. Shareholder Distributions

For the period ended January 31, 2024, the Fund made the following distributions:

Payment Date	Amount Per Share
8/31/2023	\$0.059236
9/29/2023	0.056777
10/31/2023	0.055531
11/30/2023	0.056134
12/29/2023	0.065429
1/31/2024	0.055809
Total	\$0.348916

9. Credit Facility

The Fund, together with other U.S. registered and foreign investment funds (collectively, Borrowers), managed by Franklin Templeton, are borrowers in a joint syndicated senior unsecured credit facility totaling \$2.675 billion (Global Credit Facility) which matured on February 2, 2024. This Global Credit Facility provides a source of funds to the Borrowers for temporary and emergency purposes, including the ability to meet future unanticipated or unusually large redemption requests. Effective February 2, 2024, the Borrowers renewed the Global Credit Facility for a one-year term, maturing January 31, 2025, for a total of \$2.675 billion.

Under the terms of the Global Credit Facility, the Fund shall, in addition to interest charged on any borrowings made by the Fund and other costs incurred by the Fund, pay its share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon its relative share of the aggregate net assets of all of the Borrowers, including an annual commitment fee of 0.15% based upon the unused portion of the Global Credit Facility. These fees are reflected in other expenses in the Statement of Operations. During the period ended January 31, 2024, the Fund did not use the Global Credit Facility.

Franklin Floating Rate Master Series (continued)

10. Unfunded Loan Commitments

The Fund enters into certain credit agreements, all or a portion of which may be unfunded. The Fund is obligated to fund these loan commitments at the borrowers' discretion. Unfunded loan commitments and funded portions of credit agreements are marked to market daily and any unrealized appreciation or depreciation is included in the Statement of Assets and Liabilities and the Statement of Operations. Funded portions of credit agreements are presented in the Schedule of Investments.

At January 31, 2024, unfunded commitments were as follows:

Borrower	Unfunded Commitment
Franklin Floating Rate Master Series	
Osmosis Buyer Ltd	\$69,013
	<u>\$69,013</u>

11. Fair Value Measurements

The Fund follows a fair value hierarchy that distinguishes between market data obtained from independent sources (observable inputs) and the Fund's own market assumptions (unobservable inputs). These inputs are used in determining the value of the Fund's financial instruments and are summarized in the following fair value hierarchy:

- Level 1 – quoted prices in active markets for identical financial instruments
- Level 2 – other significant observable inputs (including quoted prices for similar financial instruments, interest rates, prepayment speed, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Fund's own assumptions in determining the fair value of financial instruments)

The input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level.

A summary of inputs used as of January 31, 2024, in valuing the Fund's assets carried at fair value, is as follows:

	Level 1	Level 2	Level 3	Total
Franklin Floating Rate Master Series				
Assets:				
Investments in Securities:				
Common Stocks	\$—	\$26,416,188	\$—	\$26,416,188
Management Investment Companies	12,894,073	—	—	12,894,073
Preferred Stocks	—	3,695	—	3,695
Warrants	—	—	233	233
Corporate Bonds	—	22,056,935	—	22,056,935
Senior Floating Rate Interests	—	343,739,056	—	343,739,056
Escrows and Litigation Trusts	—	—	— ^a	—
Short Term Investments	—	35,576,493	—	35,576,493
Total Investments in Securities	<u>\$12,894,073</u>	<u>\$427,792,367</u>	<u>\$233</u>	<u>\$440,686,673</u>
Other Financial Instruments:				
Unfunded Loan Commitments	\$—	\$65	\$—	\$65
Total Other Financial Instruments	<u>\$—</u>	<u>\$65</u>	<u>\$—</u>	<u>\$65</u>

^a Includes financial instruments determined to have no value.

A reconciliation in which Level 3 inputs are used in determining fair value is presented when there are significant Level 3 assets and/or liabilities at the beginning and/or end of the period.

Franklin Floating Rate Master Series (continued)**12. New Accounting Pronouncements**

In March 2020, the FASB issued Accounting Standards Update (ASU) No. 2020-04, Reference Rate Reform (Topic 848) – Facilitation of the Effects of Reference Rate Reform on Financial Reporting. In January 2021 and December 2022, the FASB issued ASU No. 2021-01 and ASU No. 2022-06, with further amendments to Topic 848. The amendments in the ASUs provide optional temporary accounting recognition and financial reporting relief from the effect of certain types of contract modifications due to the planned discontinuation of LIBOR and other interbank-offered based reference rates as of the end of 2021 for certain LIBOR settings and 2023 for the remainder. The ASUs are effective for certain reference rate-related contract modifications that occur during the period March 12, 2020 through December 31, 2024. Management has reviewed the requirements and believes the adoption of these ASUs will not have a material impact on the financial statements.

13. Subsequent Events

The Fund has evaluated subsequent events through the issuance of the financial statements and determined that no events have occurred that require disclosure other than those already disclosed in the financial statements.

Abbreviations**Currency**

USD	United States Dollar
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Selected Portfolio

CME	Chicago Mercantile Exchange
ETF	Exchange-Traded Fund
LIBOR	London Interbank Offered Rate
PIK	Payment-In-Kind
SOFR	Secured Overnight Financing Rate
TBD	To Be Determined

Shareholder Information

Proxy Voting Policies and Procedures

The Fund's investment manager has established Proxy Voting Policies and Procedures (Policies) that the Fund uses to determine how to vote proxies relating to portfolio securities. Shareholders may view the Fund's complete Policies online at franklintempleton.com. Alternatively, shareholders may request copies of the Policies free of charge by calling the Proxy Group collect at (954) 527-7678 or by sending a written request to: Franklin Templeton Companies, LLC, 300 S.E. 2nd Street, Fort Lauderdale, FL 33301, Attention: Proxy Group. Copies of the Fund's proxy voting records are also made available online at franklintempleton.com and posted on the U.S. Securities and Exchange Commission's website at sec.gov and reflect the most recent 12-month period ended June 30.

Quarterly Schedule of Investments

The Trust, on behalf of the Fund, files a complete schedule of investments with the U.S. Securities and Exchange Commission for the first and third quarters for each fiscal year as an exhibit to its report on Form N-PORT. Shareholders may view the filed Form N-PORT by visiting the Commission's website at sec.gov. The filed form may also be viewed and copied at the Commission's Public Reference Room in Washington, DC. Information regarding the operations of the Public Reference Room may be obtained by calling (800) SEC-0330.

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