



**FRANKLIN  
TEMPLETON**

FRANKLIN TEMPLETON INTERNATIONAL SERVICES S.à r.l.  
Société à responsabilité limitée

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25 July 2024

## Reduction of Annual Management Charge for Franklin Templeton Investment Funds

Dear Business Partner,

We would like to inform you that the annual management charge ("AMC") in respect of certain share classes of Franklin Templeton Investment Funds will be reduced, as indicated in the table below. The reason for these changes is to seek to reduce the cost of ownership to our investors.

Fund	Share Class	Current Pricing (basis points)			New Pricing (basis points)		
		AMC	Mgmt. Fee	Trail Fee	AMC	Mgmt. Fee	Trail Fee
Franklin High Yield Fund	A	120	80	40	110	70	40
	C	188	80	108	178	70	108
	F	120	80	40	110	70	40
	I	60	60	0	55	55	0
	N	180	80	100	170	70	100
	W	60	60	0	55	55	0
	Z	80	80	0	70	70	0
Franklin U.S Low Duration Fund	A	95	65	30	50	30	20
	AX	115	65	50	80	30	50
	C	173	65	108	138	30	108
	I	40	40	0	25	25	0
	N	165	65	100	130	30	100
	W	40	40	0	25	25	0
	Z	65	65	0	30	30	0
Franklin US Government Fund	A	95	65	30	70	40	30
	AX	115	65	50	90	40	50
	C	173	65	108	148	40	108
	F	95	65	30	70	40	30
	I	40	40	0	35	35	0
	N	165	65	100	140	40	100
	W	40	40	0	35	35	0
	Z	65	65	0	40	40	0

These changes will take effect on **1 October 2024**.

Following this reduction, if you currently receive rebates for the above fund classes, the terms of your agreement and the calculation method of your rebate will determine the applicability of this change and its scope.

If your rebate is calculated as a percentage of AMC, as a result of this change your remuneration will be reduced accordingly, but the percentage of AMC that will be applied going forward is unchanged.

If you receive a trail fee specified in basis points, your remuneration will not change with the exception of the Franklin U.S Low Duration Fund Class A Shares, in which case the trail fee will be reduced by 10 bps.


If you receive an enhanced rebate which is calculated on the basis of the contractually specified basis points, basis points will be reduced accordingly in proportion to the reduction in the AMC.

*Example: In the case of Franklin U.S Low Duration Fund Class A Shares, in accordance with the Fund's intention to reduce the AMC from 95 basis points (bps) to 50 bps, if the client rebate is currently set at a flat fee of 40 bps, which represents 42.1% of the AMC (40bps rebate / 95bps AMC), the rebate will be recalculated based on the new AMC to maintain the same proportionate rebate. Upon the AMC reduction to 50 bps, the client rebate will therefore be adjusted to 21.05 bps.*

We would be grateful if you could confirm receipt of this letter, however, should we not hear from you, your continued holding or any new investment into one of the funds in question after the effective date (1<sup>st</sup> October 2024), will signify your consent to varying, as applicable, the terms and conditions of your agreement(s). As this will be deemed legally binding, please forward to your legal department for their records.

Should you have any questions on the matter described above, please contact your Franklin Templeton representative.

Yours Sincerely,

DocuSigned by:  
  
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Rafał Kwaśny  
Conducting Officer  
Franklin Templeton International Services S.à r.l.

Acknowledged and accepted:

For and on behalf of \_\_\_\_\_  
(Please complete exact firm name)

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_