

Franklin U.S. Government Fund

LU0029872446

Government | Factsheet as of 31 October 2025

This is a marketing communication. Please refer to the offering documents before making any final investment decisions.

Risk Considerations

INVESTMENT INVOLVES RISKS. The value of the Fund can be volatile and investors may not get back the amount originally invested. Past performance is not indicative of future results.

- Franklin U.S. Government Fund invests primarily in debt securities issued or guaranteed by the U.S. government and its agencies. The Fund will have an allocation to fixed income securities of at least 75% of its net assets.
- The Fund is subject to market risk, debt securities risk, credit risk, liquidity risk, valuation risk, concentration risk, foreign currency risk, class hedging risk, counterparty risk, securitisation risk, "to-be-announced" transaction risk, securities lending risk and derivative instruments risk.
- The Fund may at its discretion pay dividends out of the capital or out of gross income of the Fund while paying all or part of the Fund's fees and expenses out of the capital of the Fund, which results in effectively paying dividends out of capital. Payment of dividends out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. Any distributions involving payment of dividends out of the Fund's capital or payment of dividends effectively out of the Fund's capital (as the case may be) may result in an immediate reduction of the net asset value per share.
- "Plus" share classes that offer, under normal market conditions, dividend distribution at a fixed percentage of the net asset value per share that is not linked to income or capital gains, may either be paying out both income and capital in distribution payments, or not substantially distributing all the investment income which a share class has earned. Such share classes may continue to distribute in periods that the Fund has negative returns or is making losses, which further reduces the net asset values of such share classes. In extreme circumstances, investors may not be able to get back the original investment amount.
- Investors should not invest based on this marketing material alone. Offering documents should be read for further details, including the risk factors. Before you decide to invest, you should make sure the intermediary has explained to you that the Fund is suitable to you.

Past performance does not predict future returns.

Performance Over 5 Years in Share Class Currency (%)

■ Franklin U.S. Government Fund - A (Mdis) USD



Total Returns (%)

	Cumulative						Annualised				Inception Date
	1-Mo	3-Mo	YTD	1-Yr	3-Yr	5-Yr	Inception	3-Yr	5-Yr	Inception	
A (Mdis) USD	0.76	3.32	6.62	6.14	13.33	-3.62	178.78	4.26	-0.73	3.00	28/2/1991
Benchmark (USD)	0.44	1.98	5.75	5.69	14.66	2.65	319.13	4.66	0.53	4.22	—

Calendar Year Returns (%)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
A (Mdis) USD	0.06	3.58	-10.58	-2.72	2.81	4.92	-0.27	0.20	0.22	0.25
Benchmark (USD)	2.44	4.30	-7.73	-1.69	5.73	5.20	1.43	1.14	1.05	1.18

Investment Objective

To seek to maximise income while maintaining some degree of capital preservation. The Fund mainly invests in US government bonds, including mortgage-backed securities, issued or guaranteed by the US government or related agencies.

Fund Overview

Umbrella	Franklin Templeton Investment Funds
Fund Base Currency	USD
Fund Inception Date	28/02/1991
Share Class Inception Date	28/02/1991
Dividend Frequency	Monthly
Minimum Investment (USD)	1000
ISIN	LU0029872446
Bloomberg	TEMUSGI LX
Morningstar Peer Group	USD Government Bond
EU SFDR Category	Article 6

Benchmark(s) and Type

Bloomberg U.S. Government - Intermediate Index

Comparator

Fund Characteristics

	Fund
NAV-A (Mdis) USD	\$7.25
Total Net Assets (USD)	\$713.95 Million
Number of Holdings	579
Average Credit Quality	AA+
Weighted Average Maturity	6.31 Yrs
Effective Duration	5.56 Yrs
Yield to Maturity	4.67%
Standard Deviation (3 Yr)	6.48%

Geographic Exposure (% of Total)

	Fund
United States	100.37
Cash & Cash Equivalents	2.49

Sector Exposure (% of Total)

	Fund
Mortgage-Backed Securities	97.43
U.S. Treasuries	2.95
Cash & Cash Equivalents	2.49

Share Class Details

	ISIN	Max. Initial Charge	Annual Charge	Dividends	
				Payable Date	Amount
A (Mdis) USD	LU0029872446	5.00%	0.70%	10.11.25	\$0.0250
A (Mdis) AUD-H1	LU2761367478	5.00%	0.70%	10.11.25	\$0.0350
A (Mdis) HKD	LU0496364315	5.00%	0.70%	10.11.25	\$0.0260
A (Mdis) JPY-H1	LU2761367551	5.00%	0.70%	10.11.25	¥0.0330
A (Mdis) RMB-H1	LU2761367395	5.00%	0.70%	10.11.25	CNH0.034
A (Mdis-Plus) HKD	LU2823256750	5.00%	0.70%	10.11.25	\$0.0460
A (Mdis-Plus) USD	LU2823256677	5.00%	0.70%	10.11.25	\$0.0460
A (acc) HKD	LU0496364232	5.00%	0.70%	—	—
A (acc) USD	LU0543330301	5.00%	0.70%	—	—

Only dividend records within the past 12 months are displayed. Dividend amounts are quoted in the currency of the respective share class. Annual Charge includes Management Fee and Maintenance Charge.

Portfolio Management

	Years with Firm	Years of Experience		Years with Firm	Years of Experience
Michael V Salm	27	36	Paul Varunok	24	33
Jatin Misra, PhD, CFA	21	21	Neil Dhruv	23	23

Glossary

Yield to Maturity ('YTM'): is the rate of return anticipated on a bond if it is held until the maturity date. YTM is considered a long-term bond yield expressed as an annual rate. The calculation of YTM takes into account the current market price, par value, coupon interest rate and time to maturity. It is also assumed that all coupons are reinvested at the same rate. Yield figures quoted should not be used as an indication of the income that has or will be received. Yield figures are based on the portfolio's underlying holdings and do not represent a payout of the portfolio. **Yield to Maturity is calculated without the deduction of fees and expenses.** **Comparator:** Benchmark is used for comparing Fund performance, but is not a constraint to Fund Investment. **Average Credit Quality:** The average credit quality reflects the holdings of the underlying issues, based on the size of each holding and ratings assigned to each based on rating agency assessments of its creditworthiness. **Weighted Average Maturity:** An estimate of the number of years to maturity, taking the possibility of early payments into account, for the underlying holdings. **Effective Duration** is a duration calculation for bonds with embedded options. Effective duration takes into account that expected cash flows will fluctuate as interest rates change. Duration measures the sensitivity of price (the value of principal) of a fixed-income investment to a change in interest rates. The higher the duration number, the more sensitive a fixed-income investment will be to interest rate changes. **Standard Deviation:** Measure of the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return. **Charges:** For a comprehensive list of the types of costs deducted from fund assets, see the prospectus and Product Key Facts.

Portfolio Data Information

Exposure: Notional exposure figures are estimated and are intended to show the portfolio's direct exposure to securities and indirect exposure, through derivatives. Direct and indirect exposures are subject to change over time and methodologies for calculating indirect exposures vary by derivative type. Portfolio breakdown percentages may not total 100% and may be negative due to rounding, use of derivatives, unsettled trades or other factors.

Important Information

Effective 27 August 2024, the A (Mdis-pc) USD share class of the Franklin U.S. Government Fund was renamed A (Mdis-Plus) USD.

Effective 27 August 2024, the A (Mdis-pc) HKD share class of the Franklin U.S. Government Fund was renamed A (Mdis-Plus) HKD.

This fund meets the requirements under Article 6 of the EU Sustainable Finance Disclosure Regulation (SFDR); the fund does not promote environmental and/or social characteristics or have a sustainable investment objective under EU regulations.

This classification does not represent the fund is authorised as a Green or environmental, social and governance (ESG) fund in Hong Kong. Please visit the full list of SFC-authorised ESG funds at: <https://www.sfc.hk/en/regulatory-functions/products/list-of-esg-funds>.

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Subscriptions to shares of the Fund should only be made on the basis of the Fund's current Prospectus, and, where available, the relevant offering documents.

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Performance information is based on the stated share class only, in Fund Currency, NAV to NAV, taking into account of dividend reinvestments and capital gain or loss.

When performance for either the portfolio or its benchmark has been converted, different foreign exchange closing rates may be used between the portfolio and its benchmark.

Hedged share classes will attempt to hedge the currency risk between the base currency of the Fund and the currency of the share class, although there can be no guarantee that it will be successful in doing so. In some cases, investors may be subject to additional risks.

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Offering Documents



Shareholder Letter

