

Franklin NextStep Moderate Fund

LU1350352206

Target Risk | Factsheet as of 31 December 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 NextStep Moderate Fund invests principally in Undertakings for Collective Investment in Transferable Securities and other open and closed-end Undertakings for Collective Investment, providing exposure to equity securities of any market capitalisation as well as fixed or floating-rate debt securities of issuers located anywhere in the world.
- The Fund is subject to market risk, underlying investment funds risk, debt securities risk, asset allocation risk, emerging markets risk, equity risk, smaller and midsize companies risk, convertible securities risk, foreign currency risk, liquidity risk, valuation risk, derivative instruments risk, credit-linked securities risk, counterparty risk, restructuring companies risk, commodities related exposure risk, real assets risk and class hedging 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.
- 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 NextStep Moderate Fund - A (acc) 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 (acc) USD	0.82	2.16	12.66	12.66	39.63	26.77	84.33	11.77	4.86	6.37	5/2/2016
Benchmark (USD)	0.56	2.31	15.36	15.36	50.00	40.36	130.56	14.47	7.02	8.80	—

Calendar Year Returns (%)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
A (acc) USD	12.66	8.35	14.39	-16.82	9.15	10.07	16.60	-7.74	11.74	9.90
Benchmark (USD)	15.36	11.89	16.21	-15.20	10.35	12.64	19.28	-4.93	15.34	11.50

Investment Objective

To seek to maximise income and growth of capital (total return) over the long term. The Fund mainly invests, indirectly through Funds, in equities (50% to 70% of assets) and corporate and government bonds (30% to 50%). These investments may be of any market capitalisation and from anywhere in the world, including emerging markets, and some of the bond investments may be below investment grade.

Fund Overview

Umbrella	Franklin Templeton Investment Funds
Fund Base Currency	USD
Fund Inception Date	05/02/2016
Share Class Inception Date	05/02/2016
Minimum Investment (USD)	1000
ISIN	LU1350352206
Bloomberg	FRNMAAU LX
Morningstar Peer Group	USD Moderate Allocation
EU SFDR Category	Article 6

Benchmark(s) and Type

Blended 60% MSCI ACWI-NR + 40%
Bloomberg Multiverse (hedged to USD) Comparator

Fund Characteristics

	Fund
NAV-A (acc) USD	\$18.43
Total Net Assets (USD)	\$77.20 Million
Standard Deviation (3 Yr)	7.84%

Asset Allocation (% of Total)

	Fund
Equity Funds	62.82
Fixed Income Funds	34.57
Alternatives	1.50
Cash & Cash Equivalents	1.11

Top Issuers (% of Total)

	Fund
FRANKLIN TEMPLETON INVESTMENT FUNDS - FRANKLIN CORE US ENHAN	10.31
ISHARES CORE GLOBAL AGGREGATE BOND UCITS ETF	9.58
JPMORGAN FUNDS - AGGREGATE BOND FUND	9.42
ISHARES CORE S&P 500 UCITS ETF	9.39
FRANKLIN US EQUITY UCITS ETF	8.37
JPMORGAN EUROPE RESEARCH ENHANCED INDEX EQUITY ACTIVE UCITS	5.67
FTGF CLEARBRIDGE US VALUE FUND	5.25
ISHARES RUSSELL 1000 GROWTH UCITS ETF	5.20
FRANKLIN USD INVESTMENT GRADE CORPORATE BOND UCITS ETF	4.97
FRANKLIN TEMPLETON INVESTMENT FUNDS - FRANKLIN FLEXIBLE ALPH	4.47

Geographic Allocation (% of Total)

	Fund
United States	55.60
Europe	8.12
Emerging Markets	7.45
Japan	3.01
Others	24.72
Cash & Cash Equivalents	1.11

Share Class Details

	ISIN	Max. Initial Charge	Annual Charge	Dividends Payable Date	Amount
A (acc) USD	LU1350352206	5.00%	1.35%	—	—
A (Mdis) HKD	LU2788606049	5.00%	1.35%	09.01.26	\$0.0180
A (Mdis) SGD-H1	LU2788606395	5.00%	1.35%	09.01.26	\$0.0160
A (Mdis) USD	LU1350352628	5.00%	1.35%	09.01.26	\$0.0200
A (acc) HKD	LU2788605827	5.00%	1.35%	—	—
A (acc) SGD-H1	LU2788606122	5.00%	1.35%	—	—

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
Marzena Hofrichter, CFA	15	19
Matthias Hoppe	17	26
Thomas Nelson, CFA	18	34

Glossary

Comparator: Benchmark is used for comparing Fund performance, but is not a constraint to Fund Investment. **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

Holdings are provided for information purposes only and should not be deemed a recommendation to buy or sell the securities mentioned.

Important Information

With effect from 16 August 2024, the FTIF-Franklin NextStep Balanced Growth Fund was merged into the FTIF-Franklin NextStep Moderate Fund.

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-authorized 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.

In addition, a Summary of Investor Rights is available from <https://www.franklintempleton.com.hk/en-hk/about-us/summary-of-investor-rights>. The summary is available in English and Chinese.

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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

