

## Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

## Product

### Franklin Euro Short Maturity UCITS ETF

**Class (Acc) • ISIN IE000STIHQB2** • A sub-fund of Franklin Templeton ICAV

**Management company (and Manufacturer):** Franklin Templeton International Services S.à r.l. ("FTIS"), part of the Franklin Templeton group of companies.

**Website:** [www.franklintempleton.lu](http://www.franklintempleton.lu)

Call (+352) 46 66 67-1 for more information

The Commission de Surveillance du Secteur Financier (CSSF) is responsible for supervising Franklin Templeton International Services S.à r.l. in relation to this Key Information Document.

This PRIIP is authorised in Ireland.

**Date of Production of the KID:** 12/02/2025

## What is this product?

### Type

The product is a share class of the Sub-fund Franklin Euro Short Maturity UCITS ETF (the "Fund") which is part of the Franklin Templeton ICAV (the "Umbrella Fund"), an Irish collective asset-management vehicle constituted as an umbrella fund with segregated liability between Sub-Funds with registration number C167746 and authorised by the Central Bank of Ireland pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011.

### Term

The Fund has no maturity date. The Fund could be closed under the conditions laid down in the current prospectus of the Fund.

### Objectives

#### Investment Objective

Franklin Euro Short Maturity UCITS ETF (the "Fund") aims to provide current income whilst maximizing total returns in the Euro-denominated short term fixed income market.

#### Investment Policy

The Fund invests mainly in short-term fixed and floating rate, investment grade debt securities denominated in Euro issued by sovereign and corporate issuers including non-European issuers. The Fund can invest to a lesser extent in lower quality debt securities, such as non-investment grade securities or securities in default (limited to 20% of the Fund's assets) and derivatives for hedging, efficient portfolio management and/or investment purposes.

The Investment Manager will look to maintain capital and liquidity, whilst maximising total returns and income, by investing in short-term fixed and floating rate debt securities (as described above)

The Fund is classified as Article 8 under the EU Sustainable Finance Disclosure Regulation. The Investment Manager on behalf of the Fund employs a proprietary environmental, social and governance (ESG) rating methodology with the aim of avoiding investment in companies and countries that are lagging in the transition to support a low-carbon economy. The ESG rating methodology is applied to at least 90% of issuers in the Fund's portfolio and is binding for the portfolio construction. Issuers in each category (i.e. sovereign and corporate) are evaluated for their climate transition performance, and the Fund will exclude those issuers that score in the bottom 20% in each respective investment universe from its portfolio.

The Fund pursues an actively managed investment strategy. Therefore, the Fund will hold a portfolio of actively selected and managed investments rather than seek to track the performance of the benchmark. The Fund's benchmark, the ICE BofA 0-1 Year Euro Broad Market Index is a point of reference against which the performance of the Fund may be measured. However, it is anticipated that a significant percentage of the Fund's investments won't be components of the benchmark. The Fund's holdings may deviate significantly from those of the benchmark.

The securities in which the Fund invests will be primarily listed or traded on recognised markets globally in accordance with the limits set out in the UCITS Regulations.

The Fund's shares are listed and traded on one or more stock exchanges. Investors can deal in shares daily through a broker on stock exchange(s) on which the shares are traded.

#### Share Class Policy

For accumulation shares, income from investments is reinvested in the Fund and reflected in the price of shares.

#### Processing of subscription and redemption orders

The Fund's shares are listed and traded on one or more stock exchanges. In normal circumstances, only authorised participants (e.g. select financial institutions) may deal in shares directly with the Fund. Other investors can deal in shares daily through a broker on stock exchange(s) on which the shares are traded.

#### Intended retail investor

The Fund may appeal to investors looking for income whilst maximising total returns by investing primarily in Euro denominated short-term fixed and floating rate debt securities issued by sovereign and corporate issuers and who are willing to hold their investment over the medium to long term, for a minimum period of 3 to 5 years. The Fund may be suitable for investors who do not have specific knowledge and/or experience of financial markets and who understand that they may not get back the full amount invested in the Fund.

#### Depositary

State Street Custodial Services (Ireland) Limited.

#### Further Information

Please refer to the 'Other relevant information' section below.

## What are the risks and what could I get in return?

### Risk Indicator



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets.

We have classified this product as 2 out of 7, which is a low risk class. This rates the potential losses from future performance at a low level, and poor market conditions are very unlikely to impact the capacity to pay you.

**Be aware of currency risk.** In some circumstances, you may receive payment in a different currency, so that the final return you get may depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

Other risks materially relevant to the product not included in the summary risk indicator:

- Credit risk
- Counterparty risk

For a full discussion of all the risks applicable to this Fund, please refer to the "Investment Risk" section of the Fund supplement.

This product does not include any protection from future market performance so you could lose some or all of your investment.

## Performance Scenarios

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back. What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product and the suitable benchmark over the last 10 years. Markets could develop very differently in the future.

Recommended holding period:

3 years

Example Investment:

10 000 EUR

If you exit after 1 year      If you exit after 3 years

### Scenarios

Scenarios		3 years	
		If you exit after 1 year	If you exit after 3 years
<b>Minimum</b>	There is no minimum guaranteed return. You could lose some or all of your investment.		
<b>Stress</b>	What you might get back after costs	9 290 EUR	9 710 EUR
	Average return each year	-7.10%	-0.98%
<b>Unfavourable</b>	What you might get back after costs	9 830 EUR	9 730 EUR
	Average return each year	-1.70%	-0.91%
<b>Moderate</b>	What you might get back after costs	9 990 EUR	9 990 EUR
	Average return each year	-0.10%	-0.03%
<b>Favourable</b>	What you might get back after costs	10 470 EUR	10 760 EUR
	Average return each year	4.70%	2.47%

The stress scenario shows what you might get back in extreme market circumstances.

Unfavourable scenario: This type of scenario occurred for an investment using the benchmark as stated in the prospectus between March 2017 and March 2020.

Moderate scenario: This type of scenario occurred for an investment using the benchmark as stated in the prospectus between November 2019 and November 2022.

Favourable scenario: This type of scenario occurred for an investment using the benchmark as stated in the prospectus between November 2021 and November 2024.

## What happens if Franklin Templeton International Services S.à r.l. is unable to pay out?

Franklin Templeton International Services S.à r.l. ("FTIS") is the management company of the Fund, but the assets are held separately from FTIS by the depositary. State Street Custodial Services (Ireland) Limited, as the appointed depositary of the Fund, is liable to the Fund or its shareholders for any loss of financial instruments held in custody by it or its delegates (cash could however be lost in case of default of the depositary or its delegates).

There is no compensation or guarantee scheme protecting you from a default of the Fund's depositary.

## What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

### Costs over Time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0% annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario
- EUR 10 000 is invested

<b>Total costs</b>	20 EUR	59 EUR
<b>Annual cost impact (*)</b>	0.2%	0.2% each year

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 0.2% before costs and 0.0% after costs.

We may share part of the costs with the person selling you the product to cover the services they provide to you. They will inform you of the amount.

Please note that the figures shown here do not include any additional fees that may be charged by your distributor, advisor or any insurance wrapper in which the fund may be placed.

#### Composition of Costs

One-off costs upon entry or exit		If you exit after 1 year
<b>Entry costs</b>	We do not charge an entry fee.	0 EUR
<b>Exit costs</b>	We do not charge an exit fee for this product, but the person selling you the product may do so.	0 EUR
Ongoing costs taken each year		
<b>Management fees and other administrative or operating costs</b>	0.15% of the value of your investment per year. This is an estimate based on actual costs over the last year.	15 EUR
<b>Transaction costs</b>	0.05% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	5 EUR
Incidental costs taken under specific conditions		
<b>Performance fees (and carried interest)</b>	There is no performance fee for this product.	0 EUR

## How long should I hold it and can I take money out early?

### Recommended holding period: 3 year(s)

This Fund has no minimum required holding period. We consider that the 3 year recommended holding period is appropriate because the Fund is designed for medium-term investment. You may sell your shares on any dealing day. The value of your investments may go down as well as up irrespective of the period you are holding your investments, depending on such factors as the performance of the Fund, movements in stock and bond prices, and conditions in financial markets generally. Please contact your broker, financial adviser or distributor for information on any costs and charges relating to the sale of the shares.

## How can I complain?

Investors who would like to receive the procedures relating to complaints handling or wish to make a complaint about the Fund, the operation of FTIS or the person advising on or selling the Fund, should go on the website [www.franklintempleton.lu](http://www.franklintempleton.lu), contact Franklin Templeton International Services, S.à r.l., 8A, rue Albert Borschette L-1246 Luxembourg, or send an e-mail to the client service department at [efteamta@statestreet.com](mailto:efteamta@statestreet.com) & [kure\\_transaction\\_monitoring\\_client\\_communication@statestreet.com](mailto:kure_transaction_monitoring_client_communication@statestreet.com).

## Other relevant information

For further information on the investment objective and policies of the Fund, please refer to the Fund supplement within the current prospectus. Copies of the latest prospectus, including the Fund's supplement, and the latest annual & semi-annual reports of Franklin Templeton ICAV, as well as the latest prices of shares and other information on the Fund (including other share classes of the Fund) are available in English and, selectively, in certain other languages on the website [www.franklintempleton.ie](http://www.franklintempleton.ie), your local Franklin Templeton website, or may be obtained free of charge from the Administrator: State Street Fund Services (Ireland) Limited, 78 Sir John Rogerson's Quay, Dublin 2, Ireland or your financial adviser.

The past performance presenting on the last 1 year and previous performance scenario calculations are available under:

- [https://docs.data2report.lu/documents/FTI/KID\\_PP/KID\\_annex\\_PP\\_IE000STIHQB2\\_en.pdf](https://docs.data2report.lu/documents/FTI/KID_PP/KID_annex_PP_IE000STIHQB2_en.pdf)

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