

## Franklin MSCI World Catholic Principles UCITS ETF

**Class SINGLECLASS • ISIN IE000AZOUN82** • A sub-fund of Franklin Templeton ICAV

The management company is Franklin Templeton International Services S.à r.l.

### Objectives and Investment Policy

Franklin MSCI World Catholic Principles UCITS ETF (the “Fund”) aims to provide exposure to large and mid-capitalisation stocks issued by companies that are considered to be environmentally and socially responsible in developed market countries globally.

The Fund is classified as Article 8 under the EU Sustainable Finance Disclosure Regulation. The Fund seeks to track the performance of the MSCI World Select Catholic Principles ESG Universal and Low Carbon Index -NR (the “Index”) as closely as possible, regardless of whether the Index level rises or falls, while seeking to minimise as far as possible the tracking error between the Fund’s performance and that of the Index. The Index is based on the MSCI World Index (the “Parent Index”) which is comprised of large and mid-cap stocks across a range of developed market countries.

The Index aims to represent the performance of companies that have lower carbon exposure and higher Environmental, Social and Governance (“ESG”) performance relative to the Parent Index. The Index is a systematic, rules-based proprietary index that is owned and calculated by the Index Provider. It is comprised of approximately 800 stocks selected from the Parent Index, which is comprised of approximately 1500 stocks. The Index uses MSCI ESG ratings to identify companies that have demonstrated an ability to manage their ESG risks and opportunities. The Index also excludes companies that are involved in controversial businesses or that are considered to have negative environmental or social impacts. It is currently anticipated that the tracking error of the Fund will be in the range of 0.5% under normal market conditions, where the tracking error is defined as the standard deviation of the delivered excess returns over an annual period.

Additionally, companies must have a minimum of a ‘BB’ ESG rating from MSCI ESG Ratings to be eligible for the Index.

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

The Fund may use derivatives for efficient portfolio management purposes only.

The Investment Manager will aim to replicate the Index by holding all of the Index securities in a similar proportion to their weighting in the Index. However, in certain, limited circumstances, where full replication of the Index is not reasonably practical (for example as a result of the illiquidity or unavailability of certain securities within the Index) or possible, the Fund may only hold a sub-set of the index securities or invest in instruments that are not included in the Index but which the investment manager believes will help the Fund replicate the Index. Although the Index is generally well diversified, because of the market it reflects it contains constituents issued by the same body that may represent more than 10% of the Index.

For further information on the Objectives and Investment Policy of the Fund, please refer to the “Investment Objective and Strategy” section of the current prospectus of Franklin Templeton ICAV and the Fund supplement.

#### Terms to Understand

**Large-capitalisation stock:** stock of companies with large market capitalisation generally accounting accumulatively for the top 70% of the capitalisation of a domestic stock market.

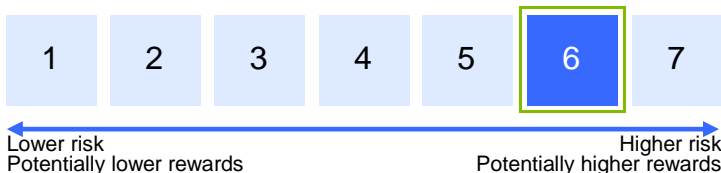
**Mid-capitalisation stock:** stock of companies with market capitalisation generally accounting accumulatively for the next 20% of the capitalisation of a domestic stock market below large-capitalisation stock.

**Derivatives:** Financial instruments whose characteristics and value depend on the performance of one or more underlying assets, typically securities, indexes, currencies or interest rates.

**Developed markets:** countries whose economy, stock market, political situation and regulatory framework are developed.

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

### Risk and Reward Profile



#### What does this indicator mean and what are its limits?

This indicator is designed to provide you with a measure of the price movement of this share class based on historical behavior.

Historical data may not be a reliable indication of the future risk profile of the Fund. The category shown is not guaranteed to remain unchanged and may shift over time.

The lowest category does not mean risk free.

As the share class has no sufficient historical data available, simulated data based on a representative portfolio model or benchmark have been used instead.

#### Why is the Fund in this specific category?

The Fund seeks to track the performance of the MSCI World Select Catholic Principles ESG Universal and Low Carbon Index -NR (the “Index”).

The Index is based on the MSCI World Index (the “Parent Index”) which is comprised of large and mid-cap stocks across a range of developed market countries. As a result, the performance of the Fund can fluctuate significantly over relatively short time periods.

#### Risks materially relevant not adequately captured by the indicator:

**Counterparty risk:** the risk of failure of financial institutions or agents (when serving as a counterparty to financial contracts) to perform their obligations, whether due to insolvency, bankruptcy or other causes.

**Derivative Instruments risk:** the risk of loss in an instrument where a small change in the value of the underlying investment may have a larger impact on the value of such instrument. Derivatives may involve additional liquidity, credit and counterparty risks.

**Foreign Currency risk:** the risk of loss arising from exchange-rate fluctuations or due to exchange control regulations.

**Index related risk:** the risk that quantitative techniques used in creating the Index the Fund seeks to track do not generate the intended result, or that the portfolio of the Fund deviates from its Index composition or performance.

**Secondary market trading risk:** the risk that the shares purchased on the secondary market cannot usually be sold directly back to the Fund and that investors may therefore pay more than the NAV per share when buying shares or may receive less than the current NAV per Share when selling shares.

For a full discussion of all the risks applicable to this Fund, please refer to the “Risk Considerations” section of the current prospectus of Franklin Templeton ICAV.

## Charges

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

### One-off charges taken before or after you invest

<b>Entry charge</b>	Not applicable
<b>Exit charge</b>	Not applicable

*This is the maximum that might be taken out of your money before it is invested.*

### Charges taken from the Fund over a year

<b>Ongoing charges</b>	0.27%
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### Charges taken from the Fund under certain specific conditions

<b>Performance fee</b>	Not applicable
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The entry and exit charges shown are maximum amounts: you may pay less in some cases. For more information please ask your financial adviser.

The ongoing charges shown here are an estimate of the charges. We have used estimated figures as under current applicable rules we are not allowed to calculate ongoing charges for share classes with less than 12 months of data. The UCITS' annual report for each financial year will include detail on the exact charges made.

For detailed information about charges, please refer to the "Fees and Expenses" section of the current prospectus of Franklin Templeton ICAV and the Fund supplement.

## Past Performance



■ Franklin MSCI World Catholic Principles UCITS ETF Class SINGLECLASS

- The Fund was launched in 2024.

## Practical Information

- The Depositary of Franklin Templeton ICAV is State Street Custodial Services (Ireland) Limited.
- You can obtain further information about the Fund, copies of its prospectus, supplement and its latest annual and semi-annual reports from the website [www.franklintempleton.com](http://www.franklintempleton.com) or 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. These documents are each available in English and certain other language(s).
- The latest Net Asset Value and other practical information on the Fund is available from the Administrator, State Street Fund Services (Ireland) Limited, 78 Sir John Rogerson's Quay, Dublin 2, Ireland or [www.franklintempleton.com](http://www.franklintempleton.com)
- The indicative Net Asset Value is displayed on major market data vendor terminals.
- Please note that the Irish taxation regime may have an impact on your personal tax position. Please consult your financial or tax adviser before deciding to invest.
- Franklin Templeton International Services S.à r.l may be held liable solely on the basis of any statement contained in this document that is

misleading, inaccurate or inconsistent with the relevant parts of the prospectus of the Fund.

- The present Fund is a sub-fund of Franklin Templeton ICAV. The prospectus and the annual and semi-annual reports refer to all sub-funds of Franklin Templeton ICAV. All Funds of Franklin Templeton ICAV have segregated assets and liabilities. As a result, each Fund is operated independently from each other.
- You may not exchange shares with another sub-fund of Franklin Templeton ICAV.
- The details of the up-to-date remuneration policy of the management company, including but not limited to, a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefits including the composition of the remuneration committee, are available at [www.franklintempleton.lu](http://www.franklintempleton.lu) and a paper copy can be obtained free of charge.