FRANKLIN TEMPLETON

# Key Information Document

## 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 FTSE Asia ex China ex Japan UCITS ETF

**Class SINGLCLASS • ISIN IE00BFWXDV39 •** 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

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:** 12/02/2024

## What is this product?

### Type

The product is a share class of the Sub-fund Franklin FTSE Asia ex China ex Japan 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 FTSE Asia ex China ex Japan UCITS ETF (the “Fund”) invests in large and mid-capitalisation stocks in Asia, excluding China and Japan.

**Investment Policy**

The Fund is passively managed and seeks to track the performance of the FTSE Asia ex Japan ex China Index-NR (the “Index”) as closely as possible, regardless of whether the Index level rises or falls. The Index is a broad free float market capitalization weighted index which captures large and mid-sized companies from developed and emerging markets in Asia, outside of China and Japan, derived from the FTSE Global Equity Index Series, which covers 98% of the world's investable market capitalization. These countries currently include South Korea, Taiwan, Hong Kong, India, Philippines, Indonesia, Singapore, Malaysia, Thailand and Pakistan.

The investment manager will typically aim to replicate the Index by holding all of the Index securities in a similar proportion to their weighting in the Index. However, where full replication of the Index is not reasonably possible (for example as a result of the number of securities or the liquidity of certain securities within the Index) the Fund will use the optimisation methodology to select Index securities in order to build a representative portfolio that provides a return that is comparable to that of the Index but which may not track the Index with the same degree of accuracy as an investment vehicle replicating the entire Index may.

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

**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 who want to gain exposure to the markets covered by the Index by way of an exchanged traded fund and are willing to hold their investment over the medium to long term for a minimum period of 3 to 5 years. The Fund is suitable for investors who do not need to have specific knowledge and/or experience of financial markets with the understanding that they may not get back the full amount invested in the Fund.

### Depositary

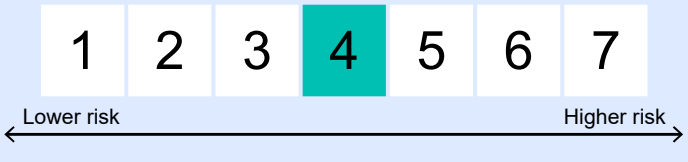
State Street Custodial Services (Ireland) Limited.

### 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 risk indicator assumes you keep the product for 5 year(s).

The actual risk can vary significantly if you cash in at an early stage and you may get back less.

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 4 out of 7, which is a medium risk class. This rates the potential losses from future performance at a medium level, and poor market conditions could 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:

• Emerging markets 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:** | **5 years** |
| **Example Investment:** | **10,000 USD** |

| **Scenarios** | | **If you exit after 1 year** | **If you exit after 5 years** |
|---|---|---|---|
| Minimum | There is no minimum guaranteed return. You could lose some or all of your investment. | | |
| Stress | What you might get back after costs | 2,720 USD | 3,010 USD |
| | Average return each year | -72.80% | -21.35% |
| Unfavourable | What you might get back after costs | 7,900 USD | 8,710 USD |
| | Average return each year | -21.00% | -2.72% |
| Moderate | What you might get back after costs | 10,220 USD | 11,840 USD |
| | Average return each year | 2.20% | 3.44% |
| Favourable | What you might get back after costs | 13,750 USD | 16,330 USD |
| | Average return each year | 37.50% | 10.31% |

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 October 2017 and October 2022.

Moderate scenario: This type of scenario occurred for an investment using the benchmark as stated in the prospectus between May 2017 and May 2022.

Favourable scenario: This type of scenario occurred for an investment using the benchmark as stated in the prospectus between February 2016 and February 2021.

## 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

• USD 10,000 is invested

| | **If you exit after 1 year** | **If you exit after 5 years** |
|---|---|---|
| **Total costs** | 20 USD | 115 USD |
| **Annual cost impact (*)** | 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 3.6% before costs and 3.4% 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 |
|---|---|---|
| **Entry costs** | We do not charge an entry fee. | 0 USD |
| **Exit costs** | We do not charge an exit fee for this product, but the person selling you the product may do so. | 0 USD |
| **Ongoing costs taken each year** | | |
| **Management fees and other administrative or operating costs** | 0.14% of the value of your investment per year. This is an estimate based on actual costs over the last year. | 14 USD |
| **Transaction costs** | 0.06% 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. | 6 USD |
| **Incidental costs taken under specific conditions** | | |
| **Performance fees (and carried interest)** | There is no performance fee for this product. | 0 USD |

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

**Recommended holding period: 5 year(s)**

This Fund has no minimum required holding period. We consider that the 5 year recommended holding period is appropriate because the Fund is designed for long-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, 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 lucs@franklintempleton.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, 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 5 years and previous performance scenario calculations are available under:

- https://docs.data2report.lu/documents/KID_PP/KID_annex_PP_FTI_IE00BFWXDV39_en.pdf.
- https://docs.data2report.lu/documents/KID_PS/KID_annex_PS_FTI_IE00BFWXDV39_en.pdf.