

FTF Brandywine Global Income Optimiser Fund Class X Inc. (Q)



Prior to 7 August 2021, the Fund was named Legg Mason IF Brandywine Global Income Optimiser Fund.

Fund details

Investment objective:

The fund's goal is to generate income in all market conditions over a rolling 3 – 5 year period, whilst maintaining the value of the fund.

The value of investments and the income from them may go down as well as up and you may not get back the amount you originally invested.

Fund Inception Date: 19/12/2011

Performance Inception Date: 19/12/2011

Share Class Inception Date: 19/12/2011

Benchmark:
SONIA Compounded Index (GBP)

Benchmark Type:
Comparator

IA Peer Group Comparator*:
£ Strategic Bond

Charges

Minimum initial investment	3000 GBP
Entry charge	None
Exit charge	None
Ongoing charge	0.66%
Performance fee	None

Risk and reward profile*



Portfolio statistics

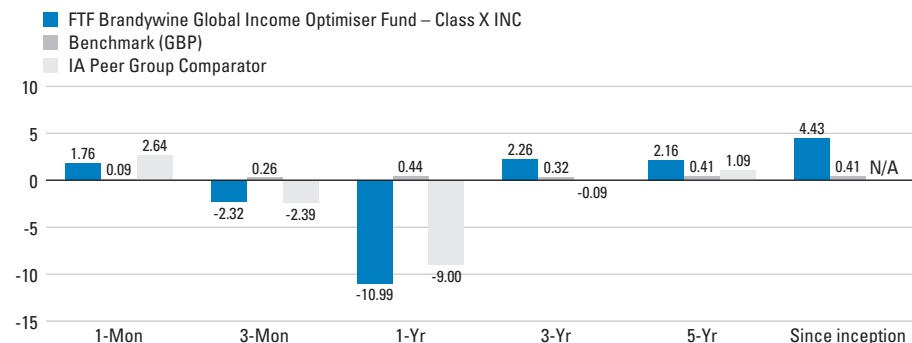
Total Net Assets	56788m GBP
Month End Net Asset Value (NAV)	1.04 GBP
Number of Holdings	152
Percentage of Top Ten Holdings	24.50

Net Yields* - Class X Inc. (Q)

Distribution Yield	4.04
Underlying Yield	3.18

This is a marketing communication.

Annualised fund performance (GBP) (%)



Performance history (GBP) (%)

Calendar year performance	Year to Date	2021	2020	2019	2018
Class X INC	-10.17	1.00	15.44	8.83	-2.89
Benchmark (GBP)	0.41	0.05	0.19	0.71	0.56
IA Peer Group Comparator	-8.55	0.89	6.08	9.23	-2.48
Quartile Ranking in Sector	3	1	1	3	3
Rolling 12 month performance to last month end	01.08.2021 31.07.2022	01.08.2020 31.07.2021	01.08.2019 31.07.2020	01.08.2018 31.07.2019	01.08.2017 31.07.2018
Class X INC	-10.99	6.82	12.48	5.15	-1.06
Benchmark (GBP)	0.44	0.05	0.47	0.71	0.39
IA Peer Group Comparator	-9.00	5.49	3.89	5.60	0.25

Past performance is not a reliable indicator of future results. Source for performance figures - Franklin Templeton. Performance is calculated on a NAV to NAV basis, with gross income reinvested without initial charges but reflecting annual management fees. Sales charges, taxes and other locally applied costs to be paid by an investor have not been deducted. Performance is calculated using estimated dividends, and is revised (downward or upward) when the actual dividend differs from the estimated dividend. Revised performance returns may not be available until the next reporting period. Comparisons to relevant indexes and peer groups are included as a standard against which the performance of a fund can be measured. Returns of the indexes and peer groups do not reflect any fees, expenses or sales charges. An investor cannot invest directly in an index or peer group. Performance prior to the share class inception date noted has been simulated by using the performance of another share class of the same fund, which had higher fees but no longer exists. This Fund may not be exchangeable with other Franklin Templeton managed funds. Please see the Fund's offering documents or contact your service agent for more information. Source for sector average (mean) performance: Copyright - © Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. For more information, visit www.morningstar.co.uk.

Top ten holdings (%)

Holding	Coupon %	Maturity	%	Holding	Coupon %	Maturity	%
UNITED STATES TREASURY FLOATIN	2.571	2023	7.50	DISH NETWORK CORP	3.375	2026	1.37
USTR FRN 04/30/24	2.461	2024	5.76	American 3.65% 14/12/26	3.650	2026	1.26
Drive Aut 1.02% 15/06/27	1.020	2027	1.93	STACR Tru FRN 09/25/48	4.359	2048	1.20
Avis Budg 2.65% 20/03/26	2.650	2026	1.66	Freddie M FRN 10/25/48	4.559	2048	1.19
BRAZIL 10% 01/01/27	10.000	2027	1.55	MILEAGE PLUS HLDINGS LLC	6.500	2027	1.08

Sector allocation (%)

Corporate Bond	49.18	Supranational	0.54
Government Sovereign	16.96	Credit Default Swap	0.32
Mortgage Backed Securities	15.37	Currency Forwards	-2.60
Asset Backed Securities	5.77	Cash	12.77
Government Sovereign Agency	0.92		
Bond Futures	0.79		

* Refer to the definitions section on page 2

FTF Brandywine Global Income Optimiser Fund

Class X Inc. (Q)

Investment manager

Brandywine Global Investment Management was established in 1986. Their global fixed income team focuses on “classic” value investing, bringing together three decades of experience.

Investment risks

The aim of the fund is not guaranteed, and may not be achieved, the fund may suffer losses and you may not get back the amount originally invested. Owing to its investment philosophy, this Fund should be viewed as a high-risk investment.

The fund does not offer any capital guarantee or protection and you may not get back the amount invested.

The fund is subject to the following risks which are materially relevant but may not be adequately captured by the indicator:

Bonds: There is a risk that issuers of bonds held by the fund may not be able to repay the investment or pay the interest due on it, leading to losses for the fund. Bond values are affected by the market’s view of the above risk, and by changes in interest rates and inflation.

Liquidity: In certain circumstances it may be difficult to sell the fund’s investments because there may not be enough demand for them in the markets, in which case the fund may not be able to minimise a loss on such investments.

Low rated bonds: The fund may invest in lower rated or unrated bonds of similar quality, which carry a higher degree of risk than higher rated bonds.

Emerging markets investment: The fund may invest in the markets of countries which are smaller, less developed and regulated, and more volatile than the markets of more developed countries.

Asset-backed securities: The timing and size of the cash-flow from asset-backed securities is not fully assured and could result in loss for the fund. These types of investments may also be difficult for the fund to sell quickly.

Derivatives: The use of derivatives can result in greater fluctuations of the fund’s value and may cause the fund to lose as much as or more than the amount invested.

Hedging: The fund may use derivatives to reduce the risk of movements in exchange rates between the currency of the investments held by the fund and base currency of the fund itself (hedging). However, hedging transactions can also expose the fund to additional risks, such as the risk that the counterparty to the transaction may not be able to make its payments, which may result in loss to the fund.

Interest rates: Changes in interest rates may negatively affect the value of the fund. Typically as interest rates rise, bond values fall.

Interbank offered rates: The use of IBORs (the rates at which banks are prepared to lend to one another) is changing and may affect the value of the fund, or investments held by the fund. The transition away from IBORs may impact markets that rely on IBORs to determine interest rates and may reduce the value of IBOR-based investments.

Fund operations: The fund is subject to the risk of loss resulting from inadequate or failed internal processes, people or systems or those of third parties such as those responsible for the custody of its assets, especially to the extent that it invests in developing countries.

Fund counterparties: The fund may suffer losses if the parties that it trades with cannot meet their financial obligations.

Annual management charge from capital: The fund’s annual management charge is taken from its capital (rather than income). This may adversely affect the fund’s overall growth.

Charges from capital: The fund’s fees and expenses may be taken from its capital (rather than income). This will result in an increase in income available for distribution to investors. However, this will forego some of the capital that the share class has available for future investment and potential growth.

Please refer to the Key Investor Information and Prospectus documentation, which describe the full objective and risk factors associated with this Fund.

Country of Issue Breakdown (%)

United States	66.47	Israel	1.68
Brazil	4.64	Zambia	1.42
China	3.48	France	1.32
Canada	2.91	Italy	0.95
United Kingdom	1.77	Other incl. Cash & Cash Equivalents	15.36

Codes

Share class	ISIN	SEDOL
X Accumulation	GB00BN31ZJ42	BN31ZJ4
X Income (Q)	GB00B3XX1N61	B3XX1N6
I Accumulation	GB00BH3Q8327	BH3Q832
I Income (Q)	GB00BKTC6K85	BKTC6K8
S Accumulation	GB00BZBZBN84	BZBZBN8
S Income (Q)	GB00BZBZBM77	BZBZBM7

Definitions

IA Sector Peer Group: The ACD considers that the Investment Association (IA) Sectors provide an appropriate comparison for performance purposes given the fund’s investment objective and policy. Please refer to the Prospectus for further information.

Distribution Yield: The Distribution Yield reflects the amounts that may be expected to be distributed over the next 12 months as a percentage of the Net Asset Value of the class as at the reported date. It is based on a snapshot of the portfolio on that day. It does not include any subscription charges and investors may be subject to tax on distributions.

Underlying Yield: The Underlying Yield reflects the annualised income net of expenses of the class as a percentage of the Net Asset Value of the class as at the reported date. It is based on a snapshot of the portfolio on that day. It does not include any subscription charges and investors may be subject to tax on distributions.

SRRI / Risk and reward profile: There is no guarantee that the fund will remain in the indicator category shown above and the categorisation of the fund may shift over time. Historical data, which is used in calculating the indicator, may not be a reliable indicator of the future risk profile of this fund. The lowest category does not mean a risk-free investment. The fund does not offer any capital guarantee or protection.

Important information

This is a sub-fund (“fund”) of Franklin Templeton Funds II (“the Company”), an umbrella investment company with variable capital, authorised in the UK by the Financial Conduct Authority as an undertaking for collective investment in transferable securities (“UCITS”). Information has been prepared from sources believed reliable. It is not guaranteed in any way by any Franklin Resources, Inc., company or affiliate (together “Franklin Templeton”). Before investing you should read the application form, Prospectus and KIID (and accompanying Supplementary Information Document). These and other relevant documents may be obtained free of charge in English from Franklin Templeton, Telephone 0800 305 306, Email: enquiries@franklintempleton.co.uk

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