

Product Profile

Product Details

Fund Assets	\$1,044,422,919.91
Fund Inception Date	01/10/2008
Number of Issuers	33
Base Currency	AUD
Investment Style	Mid Large Cap
Benchmark	MSCI World ex-Australia Index-NR
ARSN	132 597 972

Overview

We focus on fundamental bottom-up stock analysis to identify and select quality growth companies with sustainable business models and proven management teams that are focused on the creation of shareholder value. We utilise the recommendations from this analysis to build a concentrated, best-ideas portfolio of 35–40 stocks that is benchmark indifferent, yet diversified, due to the limited overlap of economic exposures between companies. Our in-depth research supports our longer-term perspective, seeking to hold companies for three to five years.

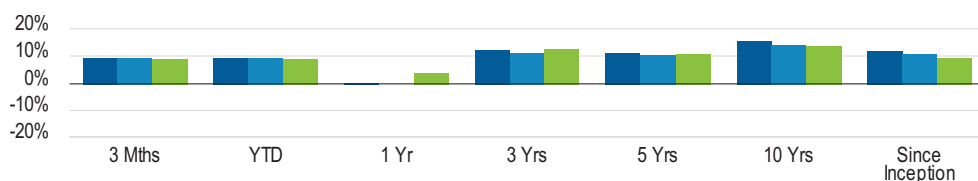
Performance Data¹

Average Annual Total Returns (Institutional, AUD %)²

	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception (16/10/2008)
Franklin Global Growth Fund - I Class - Gross of Fees	9.66	9.66	0.41	12.56	11.84	15.99	13.11
Franklin Global Growth Fund - I Class - Net of Fees	9.46	9.46	-0.34	11.71	10.90	14.96	12.08
MSCI World ex-Australia Index-NR	9.20	9.20	4.31	12.89	11.03	13.96	9.91

Average Annual Total Returns (Wholesale, AUD %)

	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception (01/10/2008)
Franklin Global Growth Fund - W Class - Gross of Fees	9.67	9.67	0.41	12.57	11.84	15.99	12.30
Franklin Global Growth Fund - W Class - Net of Fees	9.43	9.43	-0.49	11.55	10.73	14.78	11.10
MSCI World ex-Australia Index-NR	9.20	9.20	4.31	12.89	11.03	13.96	9.47



- Franklin Global Growth Fund - W Class - Gross of Fees
- Franklin Global Growth Fund - W Class - Net of Fees
- MSCI World ex-Australia Index-NR

Calendar Year Returns (Wholesale, AUD %)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Franklin Global Growth Fund - W Class - Gross of Fees	-23.14	22.84	31.88	37.26	-2.60	26.90	3.79	18.03	13.81	43.23
Franklin Global Growth Fund - W Class - Net of Fees	-23.84	21.76	30.58	35.74	-3.70	25.50	2.63	16.71	12.57	41.63
MSCI World ex-Australia Index-NR	-12.52	29.58	5.73	27.97	1.52	13.38	7.92	11.80	15.01	48.03

1. Net Returns (NR) include income net of tax withholding when dividends are paid.

2. Periods of more than one year are annualised. **Past performance is not an indicator or a guarantee of future performance.**

Portfolio Manager Insight

Market Review

Global equities collectively rose during the first quarter of 2023 amidst signs of economic resilience and investor optimism about an approaching end to the worldwide rate-hiking cycle. After a strong rally in January, global stocks declined in February following hawkish comments from many central banks. Despite heightened volatility in March due to banking turmoil in the United States and Switzerland, fairly quick action by authorities in both countries to stem potential contagion reassured investors and drove stocks higher.

Performance Review

During the first quarter of 2023, the portfolio outperformed its benchmark, the MSCI World ex-Australia Index-NR, as stock selection in the health care, consumer discretionary, real estate and industrials sectors boosted relative returns. In contrast, stock selection in financials and IT hindered relative results. In terms of sector allocations, a lack of exposure to energy and an overweight in consumer discretionary enhanced relative results, while an overweight in health care and a lack of exposure to communication services detracted. On a regional level, an overweight in emerging markets and stock selection in the United Kingdom benefitted relative returns, while stock selection in North America detracted.

Outlook & Strategy

Looking forward toward the remainder of 2023, we believe the most likely scenario is for a slowing economy and moderate but steady inflation, thus increasing the likelihood of further policy tightening by the US Federal Reserve (Fed). In our view, it's unlikely that inflation will pick up again, barring some exterior catalyst. The question is, how quickly will it come down? Although the Fed has indicated that interest rates are unlikely to be lowered until 2024, the consensus expectation expressed in financial markets is for one or two 0.25% cuts in the federal funds target rate prior to year-end.

Shortly after quarter-end, OPEC+ (Organization of the Petroleum Exporting Countries and the cartel's key allies) announced major oil supply cuts, which pushed oil prices higher. In the short term, this will likely give central banks a slight inflation headache. Between higher oil prices and tighter credit conditions as a result of the US regional banking issues, the potential for an economic dip in the latter half of 2023 has increased, in our view.

In 2022, the value style outperformed, while growth-oriented stocks had a rough ride. Thus far in 2023, value stocks, which are dominated by energy and financial names, have had a dismal start. Growth stocks rebounded some in the first quarter but will require earnings to better materialize for the divergence to continue.

We continue to believe that our strategy of investing in high-quality companies tied to long-term secular growth trends can perform well over an entire market cycle. Through a longer-term lens, we see promising growth opportunities for companies in areas like cybersecurity, e-commerce, medical technology, cloud computing and automation.

Portfolio Characteristics^{3,4}

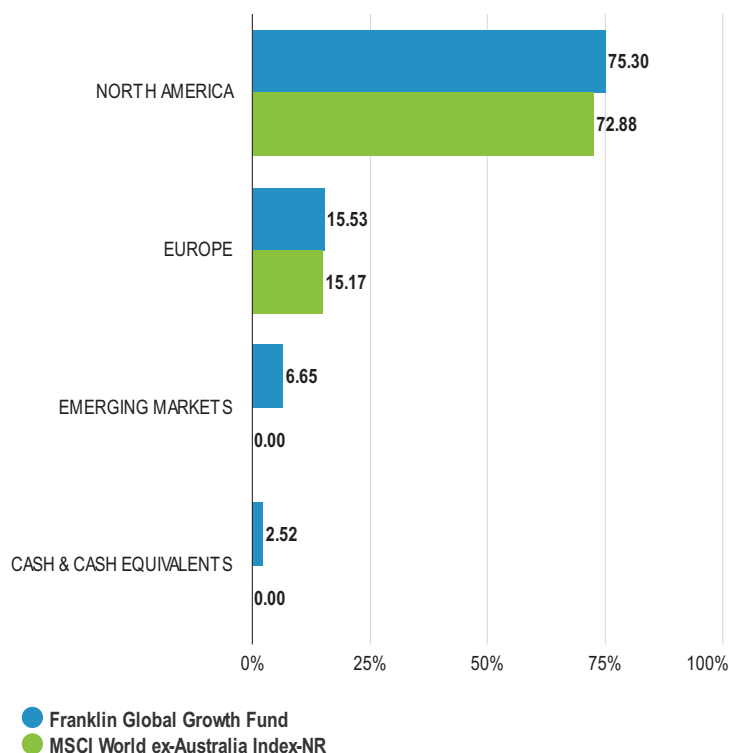
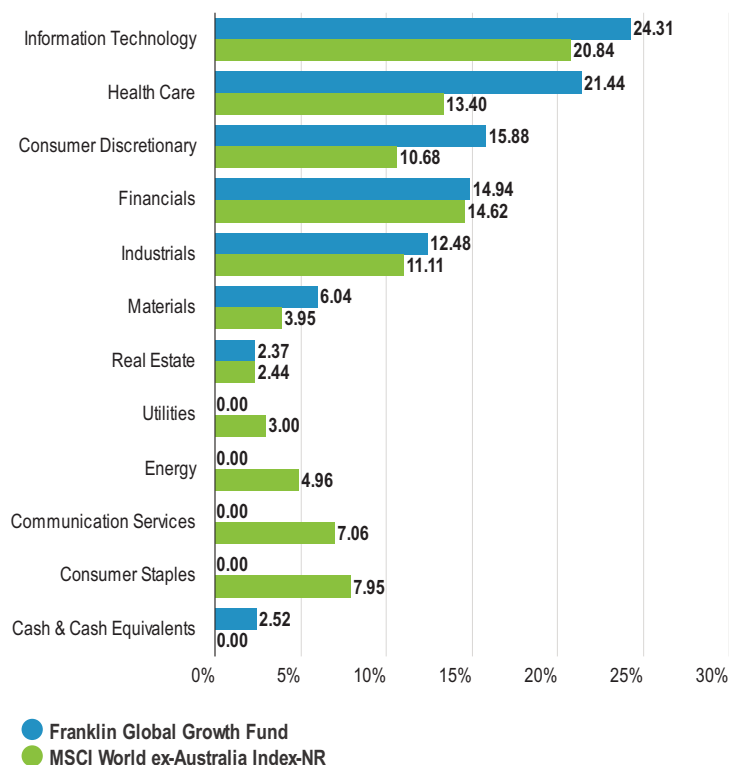
	Portfolio	MSCI World ex-Australia Index-NR
Market Capitalisation (Millions in AUD)	83,330	527,187
Number of Issuers	33	1450
Return on Equity	11.95%	20.23%
Price to Earnings Growth Ratio	2.26x	1.49x
3-Year Sales Growth	20.21%	13.07%
Historical 3-Year EPS Growth	10.66%	14.98%
Estimated 3-5 Yr EPS Growth	23.60%	11.69%
Price to Earnings (12 Month Forward)	30.37x	16.57x

3. The portfolio characteristics listed are based on the fund's underlying holdings, and do not necessarily reflect the fund's characteristics. Due to data limitations all equity holdings are assumed to be the primary equity issue (usually the ordinary or common shares) of each security's issuing company. This methodology may cause small differences between the portfolio's reported characteristics and the portfolio's actual characteristics. In practice, Franklin Templeton's portfolio managers invest in the class or type of security which they believe is most appropriate at the time of purchase. The market capitalisation figures for both the portfolio and the benchmark are at the security level, not aggregated up to the main issuer. Source: FactSet, Refinitiv. There can be no assurance that the Estimated 3-5 Year EPS Growth figure, based on Institutional Brokers Estimate System (IBES) consensus estimates, will be realised. All holdings are subject to change.

4. Source for Index: FactSet. Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

For Wholesale Clients and Sophisticated Investor Use Only. Not for Distribution to Retail Investors.

Portfolio Diversification

Geographic Weightings vs. MSCI World ex-Australia Index-NR^a
Percent of TotalSector Weightings vs. MSCI World ex-Australia Index-NR^a
Percent of TotalTop Ten Holdings^b

Percent of Total

Top Holdings	Sector	Country	%
MERCADOLIBRE INC	Consumer Discretionary Distribution & Retail	Brazil	3.60
SYNOPSYS INC	Software & Services	United States	3.59
ZEBRA TECHNOLOGIES CORP	Technology Hardware & Equipment	United States	3.57
INTUITIVE SURGICAL INC	Health Care Equipment & Services	United States	3.51
AMADEUS IT GROUP SA	Consumer Services	Spain	3.45
ROCKWELL AUTOMATION INC	Capital Goods	United States	3.44
CHARLES RIVER LABORATORIES INTERNATIONAL INC	Pharmaceuticals, Biotechnology & Life Sciences	United States	3.37
SHOPIFY INC	Software & Services	Canada	3.29
DSV A/S	Transportation	Denmark	3.25
APTIV PLC	Automobiles & Components	United States	3.21

Performance Statistics

Performance Statistics (AUD)^{5,6}

	3 Yrs	5 Yrs	10 Yrs	Since Inception
Standard Deviation (%)				
Franklin Global Growth Fund	15.84	15.88	13.74	13.11
MSCI World ex-Australia Index-NR	11.84	12.32	11.50	11.41
Tracking Error (%)	8.87	8.11	6.55	6.30
Information Ratio	-0.15	-0.04	0.13	0.33
Beta	1.12	1.11	1.05	1.01
Sharpe Ratio				
Franklin Global Growth Fund	0.67	0.60	0.92	0.68
MSCI World ex-Australia Index-NR	1.01	0.80	1.03	0.59

Past performance is not an indicator or a guarantee of future performance.

5. Beta, Information Ratio and Tracking Error information are measured against the MSCI World ex-Australia Index (Hedged to AUD)-NR, MSCI World ex-Australia Index-NR.

6. Net Returns (NR) include income net of tax withholding when dividends are paid.

For Wholesale Clients and Sophisticated Investor Use Only. Not for Distribution to Retail Investors.

Investment Philosophy

Research-Driven Portfolio

- Concentrated portfolio with approximately 35–40 holdings
- Benchmark Indifferent

Longer-Term Investment Horizon

- Investment Horizon of 3 to 5 years
- Typical holding period of 4+ years

Seek to Manage Risk by Limiting Economic Overlap among Holdings

- Select companies whose earnings streams are not highly correlated
- Has typically resulted in a diversified portfolio across MSCI Global Industry Classification Standard (GICS) sectors and industries

Global Opportunity Set

- Search without borders
- Average allocation to emerging markets has been less than 10%

Investment Process

STOCK SELECTION DISCIPLINE

Growth



Free cash flow analysis to assess:

- Sustainable business model
- Long-term competitive advantage
- Value-generating reinvestment record

Quality



Framework to assess:

- Financial transparency and accounting quality
- Corporate governance including share, board and management structure and compensation metrics
- Environmental management, social and labor practices

Valuation



Common discount cash flow/dividend model to assess:

- Relative attractiveness of company
- Valuation support under different scenarios

Investment Team

Portfolio Manager	Years with Firm	Years Experience
Francyne Mu, CFA	14	23
Don Huber, CFA	20	41

Important Legal Information

Performance returns are shown gross and net of fees and assume the reinvestment of distributions. Returns for periods less than or equal to one year are cumulative and returns for periods greater than one year are annualised.

Net Returns (NR) include income net of tax withholding when dividends are paid.

The MSCI World ex-Australia Index-NR, is a free float-adjusted market capitalisation weighted equity index comprised of securities in MSCI's developed market country-specific indexes, excluding Australia. The benchmark is used for comparative purposes only and is provided to represent the investment environment during the time periods shown. Indexes are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

MSCI makes no warranties and shall have no liability with respect to any MSCI data reproduced herein. No further redistribution or use is permitted. This report is not prepared or endorsed by MSCI.

a. Percentage may not equal 100% due to rounding. All holdings are subject to change.

b. Holdings of the same issuers have been combined. Top ten holdings information is historical and may not reflect current or future portfolio characteristics. All holdings are subject to change. These securities do not represent all of the securities purchased, sold or recommended for clients and the reader should not assume that investment in the securities listed was or will be profitable. The information provided is not a recommendation to purchase, sell, or hold any particular security. The securities identified do not represent the fund's entire holdings and in the aggregate may represent only a small percentage of such holdings. There is no assurance that securities purchased will remain in the fund, or that securities sold will not be repurchased. The portfolio manager reserves the right to withhold release of information with respect to holdings that would otherwise be included.

This document is for wholesale/institutional investors only. It is not directed at private individuals and in no way does it constitute investment advice.

This publication is issued for information purposes only and does not constitute investment or financial product advice. It expresses no views as to the suitability of the services or other matters described in this document as to the individual circumstances, objectives, financial situation, or needs of any recipient. You should assess whether the information is appropriate for you and consider obtaining independent taxation, legal, financial or other professional advice before making an investment decision.

Any research and analysis contained in this publication has been procured by the issuer for its own purposes and may be acted upon in that connection and, as such, is provided to you incidentally. The underlying assumptions and these views are subject to change without notice. The value of investments and the income from them can go down as well as up and you may not get back the full amount that you invested.

Past performance is not an indicator nor a guarantee of future performance. Any prediction, projection or forecast on the economy, stock market, bond market or the economic trends of the markets is not necessarily indicative of the future or likely performance. Neither Franklin Templeton Australia, nor any other company within the Franklin Templeton group guarantees the performance of any Fund, nor do they provide any guarantee in respect of the repayment of your capital.

Please read the relevant Product Disclosure Statements (PDSs) and any associated reference documents before making an investment decision. In accordance with the Design and Distribution Obligations and Product Interventions Powers requirements, we maintain Target Market Determinations (TMD) for each of our Funds. All documents can be found via www.franklintempleton.com.au or by calling 1800 673 776.

Issued by Franklin Templeton Australia Limited (ABN 76 004 835 849, AFSL 240827) which is part of Franklin Resources, Inc. Franklin Templeton Australia Limited is the investment manager of the Franklin Global Growth Fund (ARSN 132 597 972).

© Copyright Franklin Templeton Australia Limited. You may only reproduce, circulate and use this document (or any part of it) with the consent of Franklin Templeton Australia Limited.



Franklin Templeton Australia Limited
Level 47
120 Collins Street
Melbourne Vic 3000
1800 673 776
franklintempleton.com.au

88 Phillip Street
Sydney NSW 2000
1800 673 776

For Wholesale Clients and Sophisticated Investor Use Only. Not for Distribution to Retail Investors.