

Franklin Australian Absolute Return Bond Fund W Class



Fixed Income | FRT0027AU | Fact Sheet as of 30 September 2023

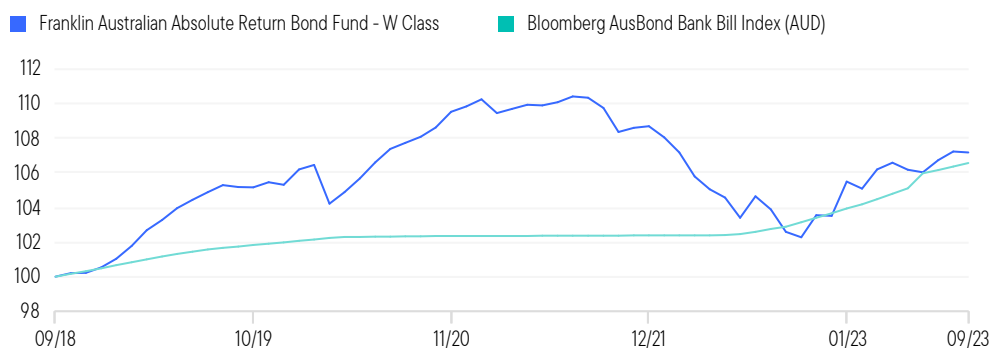
Investment Objective

The investment objective of the Fund is to provide investors with access to an actively managed portfolio of fixed income strategies with an aim to deliver returns in excess of the Bloomberg AusBond Bank Bill Index, after fees and expenses (but before taxes), over the short to medium term.

Fund Highlights

- The Fund invests in a diversified portfolio of Australian and global fixed income securities.
- A professionally managed active portfolio seeking to deliver defensive and stable Australian dollar hedged returns.
- A strong research driven investment process with a focus on market fundamentals to identify potential investment opportunities.

Performance Over 5 Years



Total Returns (%)

	1 Mth	3 Mths	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception	Inception Date
W Class	-0.03	1.75	3.54	4.48	-0.28	1.40	—	2.02	22/12/2014
Benchmark (AUD)	0.34	1.08	2.80	3.56	1.36	1.28	—	1.60	—

Calendar Year (%)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
W Class	-4.78	-1.04	4.31	4.75	2.23	3.37	2.94	2.76	—	—
Benchmark (AUD)	1.25	0.03	0.37	1.50	1.92	1.75	2.07	2.33	—	—

Performance returns are shown net of fees and assume the reinvestment of distributions. Returns for periods greater than one year are annualised. Past performance is not an indicator or a guarantee of future performance.

Fund Ratings



Morningstar Medallist Rating

Analyst-Driven:	100%
Data Coverage:	100%
Assigned as of:	23/02/2023



Fund Overview

Fund Inception Date	22/12/2014
APIR	FRT0027AU
Distribution Frequency	Monthly
Management Fees and Costs	0.50%
Performance Fee	—
Buy/Sell Spread	0.00%/0.00%
Suggested Investment Timeframe	Three Years
NAV	\$0.9493

Benchmark(s)

Bloomberg AusBond Bank Bill Index

Fund Characteristics

	Fund
Total Net Assets	\$120 Billion
Number of Holdings	241
Average Credit Quality	A
Average Maturity	3.68 Yrs
Effective Duration	1.88 Yrs
Yield to Maturity	5.40%

Risk Statistics (3-Year—W Class)

	Fund
Sharpe Ratio	-0.69
Tracking Error (%)	2.53
Standard Deviation (%)	2.65
Information Ratio	-0.65

Sector Allocation (% of Total)

	Fund
Corporate-Investment Grade	60.23
Government-Related Non-Australia	30.61
Government-Related Australia	2.38
Securitized	2.08
Government-Related Supranational	1.52
Corporate-High Yield	0.12
Derivatives	-0.98
Cash & Cash Equivalents	4.04

Currency Exposure (% of Total)

	Fund
Australian Dollar	99.74
New Zealand Dollar	0.18
US Dollar	0.15
South Korean Won	0.02
Euro	0.01
Chinese Yuan	-0.11

Credit Quality Allocation (% of Total)

	Fund
AAA	7.88
AA	20.91
A	26.35
BBB	41.91
BB	0.12
Not Applicable	-1.21
Cash & Cash Equivalents	4.04

Portfolio Data Information

Credit Quality is a measure of a bond issuer's ability to repay interest and principal in a timely manner. Each investment manager relies on independent credit ratings agencies for an assessment or the sub advisor where a bond is not rated by a credit rating agency. These ratings are updated monthly and may change over time. If you wish to learn further about how the credit ratings above are calculated, please contact us.

Portfolio Management

	Years with Firm	Years of Experience
Chris Siniakov	9	29
Andrew Canobi, CFA	9	29

The Franklin Templeton Australian Fixed Income Team, led by co-portfolio managers Chris Siniakov and Andrew Canobi, builds portfolios seeking attractive risk-adjusted returns through a combination of top-down macroeconomic insights, bottom-up fundamental research, and quantitative methodologies. The team, with the support of its dedicated local analysts, leverages their extensive knowledge of both local and international markets to construct portfolios accessing a diverse range of fixed income sectors and geographies.

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