

# Franklin Australian Absolute Return Bond Fund W Class



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

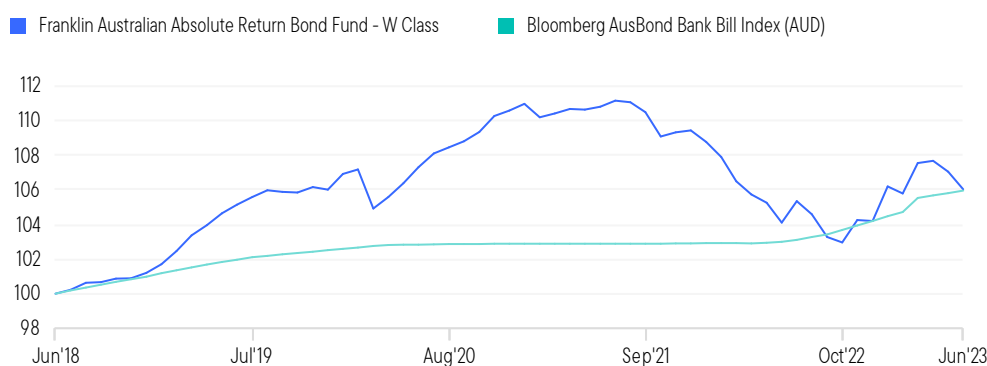
## Investment Overview

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         | -0.80 | -0.82  | 1.75 | 1.85 | -0.40 | 1.18 | —     | 1.87      | 22/12/2014     |
| Benchmark (AUD) | 0.30  | 0.90   | 1.70 | 2.89 | 1.01  | 1.17 | —     | 1.52      | —              |

## 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



## 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                       | \$0.9396      |

## Benchmark(s)

Bloomberg AusBond Bank Bill Index

## Fund Characteristics

|                        | Fund           |
|------------------------|----------------|
| Total Net Assets       | \$1.32 Billion |
| Number of Holdings     | 244            |
| Average Credit Quality | A              |
| Average Maturity       | 3.72 Yrs       |
| Effective Duration     | 1.94 Yrs       |
| Yield to Maturity      | 5.33%          |

## Risk Statistics (3-Year—W Class)

|                        | Fund  |
|------------------------|-------|
| Sharpe Ratio           | -0.61 |
| Tracking Error (%)     | 2.55  |
| Standard Deviation (%) | 2.60  |
| Information Ratio      | -0.55 |

**Sector Allocation (% of Total)**

|                                  | Fund  |
|----------------------------------|-------|
| Corporate-Investment Grade       | 57.23 |
| Government-Related Non-Australia | 32.77 |
| Government-Related Supranational | 3.98  |
| Government-Related Australia     | 2.67  |
| Securitized                      | 1.76  |
| Derivatives                      | -0.84 |
| Cash & Cash Equivalents          | 2.43  |

**Currency exposure (% of Total)**

|                    | Fund   |
|--------------------|--------|
| Australian Dollar  | 100.51 |
| Indian Rupee       | 1.60   |
| Japanese Yen       | 0.97   |
| New Zealand Dollar | 0.11   |
| South Korean Won   | 0.02   |
| Euro               | 0.01   |
| Chinese Yuan       | -0.09  |
| US Dollar          | -3.13  |

**Credit Quality Allocation (% of Total)**

|                         | Fund  |
|-------------------------|-------|
| AAA                     | 10.23 |
| AA                      | 23.26 |
| A                       | 25.91 |
| BBB                     | 39.70 |
| Not Applicable          | -1.51 |
| Cash & Cash Equivalents | 2.43  |

**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 Charles 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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