

# Franklin MSCI Emerging Markets Paris Aligned Climate UCITS ETF

Multi-Factor IE000QLV3SY5 Factsheet as of 31 March 2024

This is a marketing communication. Please refer to the prospectus of the UCITS and to the KID/KIID before making any final investment decisions.

### Investment Overview

Franklin MSCI Emerging Markets Paris Aligned Climate UCITS ETF (the “Fund”) provides exposure to large and mid-capitalisation stocks in emerging market countries which are aligned to the transition to a low carbon economy. The Fund is classified as Article 8 under the EU Sustainable Finance Disclosure Regulation. The Fund is passively managed and seeks to track the performance of the MSCI Emerging Markets Climate Paris Aligned Net Total Return Index (the “Index”) as closely as possible, regardless of whether the Index level rises or falls. The Index is based on the MSCI Emerging Markets Index (the “Parent Index”) and includes large and mid-capitalisation securities across 27 Emerging Markets countries. The Index is designed to support investors seeking to reduce their exposure to transition and physical climate risks and who wish to pursue opportunities arising from the transition to a lower-carbon economy while aligning with the Paris Climate Agreement.

Past performance does not predict future returns.

### Discrete Annual Performance (%)

	03/23	03/22	03/21	03/20	03/19	03/18	03/17	03/16	03/15	03/14
	03/24	03/23	03/22	03/21	03/20	03/19	03/18	03/17	03/16	03/15
Fund	3.86	—	—	—	—	—	—	—	—	—
Investment Universe	8.15	—	—	—	—	—	—	—	—	—
Underlying Index	4.75	—	—	—	—	—	—	—	—	—

### Total Returns (%)

	Cumulative						Average Annual				Inception Date
	1-Mo	3-Mo	YTD	1-Yr	3-Yr	5-Yr	Inception	3-Yr	5-Yr	Inception	
Fund	2.45	1.62	1.62	3.86	—	—	6.25	—	—	5.87	9/3/2023
Investment Universe	2.48	2.37	2.37	8.15	—	—	10.89	—	—	10.22	—
Underlying Index	2.51	1.84	1.84	4.75	—	—	7.44	—	—	6.98	—

The fund's returns may increase or decrease as a result of changes to foreign exchange rates. All performance data shown is in the fund's base currency. Performance data is based on the net asset value (NAV) of the ETF which may not be the same as the market price of the ETF. Individual investors may realise returns that are different to the NAV performance. **Past performance does not predict future returns.** The actual costs vary depending on the executing custodian. In addition, deposit costs may be incurred which could have a negative effect on the value. Please find out the costs due from the respective price lists from the processing/custodian bank. Changes in exchange rates could have positive or negative effects on this investment. **Please visit <https://www.franklinresources.com/all-sites> for current performance and see the latest prospectus or supplement for further details.** When performance for either the portfolio or its benchmark has been converted, different foreign exchange closing rates maybe used between the portfolio and its benchmark.

### Fund Overview

Fund Base Currency	USD
Fund Inception Date	09/03/2023
Valor Number	118374834
Bloomberg	PABE LN
ISIN	IE000QLV3SY5
Domicile	Ireland
UCITS	Yes
Product Structure	Physical
Replication Methodology	Optimised
Frequency of Index	
Reconstitution	Semiannually
Use of Income	Accumulation
Fiscal Year End	30 June
Shares Outstanding	200,000
EU SFDR Category	Article 8
Underlying Index Ticker	MXEFCLPA

### Benchmark(s) and Type

MSCI EM Climate Paris Aligned Index-NR	Underlying Index
MSCI Emerging Markets Index-NR	Investment Universe

### Charges

Total Expense Ratio	0.18%
The charges are the fees the Fund charges to investors to cover the costs of running the Fund. Additional costs, including transaction fees, will also be incurred. These costs are paid out by the Fund, which will impact on the overall return of the Fund. Fund charges will be incurred in multiple currencies, meaning that payments may increase or decrease as a result of currency exchange fluctuations.	

### Fund Characteristics

	Fund	Investment Universe
Total Net Assets	\$5.27 Million	
Number of Holdings	409	1,376
Price to Book	2.49x	1.73x
Price to Earnings (12-Month Trailing)	18.62x	14.19x
Return on Equity	18.01%	15.37%
Dividend Yield	2.16%	2.80%
Standard Deviation (1 Yr)	15.99%	15.49%

Top Equity Issuers (% of Total)

	Fund
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	10.55
TENCENT HOLDINGS LTD	3.89
SAMSUNG ELECTRONICS CO LTD	3.70
ALIBABA GROUP HOLDING LTD	2.36
BHARAT ELECTRONICS LTD	1.86
DELTA ELECTRONICS INC	1.83
SAMSUNG SDI CO LTD	1.56
BYD CO LTD	1.34
GRUPO AEROPORTUARIO DEL PACIFICO SAB DE CV	1.27
MEDIATEK INC	1.22

Geographic Allocation (% of Total)

	Investment	
	Fund	Universe
China	22.55	25.13
India	19.67	17.70
Taiwan	18.44	17.63
South Korea	10.49	12.82
Saudi Arabia	5.71	4.23
Brazil	5.25	5.23
Mexico	4.11	2.70
South Africa	1.82	2.78
Other	11.28	11.77
Cash & Cash Equivalents	0.67	0.00

Sector Allocation (% of Total)

	Investment	
	Fund	Universe
Information Technology	27.63	23.73
Financials	22.67	22.35
Consumer Discretionary	11.50	12.42
Industrials	10.53	6.98
Communication Services	8.39	8.62
Consumer Staples	6.11	5.63
Health Care	4.66	3.47
Materials	2.78	7.20
Other	5.06	9.60
Cash & Cash Equivalents	0.67	0.00

Market Cap Breakdown (% of Equity) (USD)

	Fund
<2.0 Billion	0.02
2.0-5.0 Billion	8.91
5.0-10.0 Billion	14.92
10.0-25.0 Billion	25.77
25.0-50.0 Billion	12.04
>50.0 Billion	38.33

Trading Information

Exchange	Ticker	Currency	Bloomberg	Reuters	SEDOL
Borsa Italiana	FREP	EUR	FREP IM	FREP.MI	BPBQTQ0
Deutsche Börse Xetra	FVEM	EUR	FVEM GR	FVEM.DE	BPBQTK4
London Stock Exchange	EMPR	GBP	EMPR LN	FMEMPR.L	BPBQTL5
London Stock Exchange	PABE	USD	PABE LN	FMPABE.L	BPBQTP9
SIX Swiss Exchange	FVEM	USD	FVEM SW	FVEM.S	BPBQTR1

Portfolio Management

	Years with Firm	Years of Experience
Lorenzo Crosato, CFA	6	25
Dina Ting, CFA	8	28

What are the Risks?

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: **Concentration risk:** the risk that arises when a fund invests in relatively few holdings, few sectors or a restricted geographic area. Performance may be more volatile than a fund with a greater number of securities. **Counterparty risk:** the risk of failure of financial institutions or agents (when serving as a counterparty to financial contracts) to perform their obligations, whether due to insolvency, bankruptcy or other causes. **Derivative Instruments risk:** the risk of loss in an instrument where a small change in the value of the underlying investment may have a larger impact on the value of such instrument. Derivatives may involve additional liquidity, credit and counterparty risks. **Emerging markets risk:** the risk related to investing in countries that have less developed political, economic, legal and regulatory systems, and that may be impacted by political/economic instability, lack of liquidity or transparency, or safekeeping issues. **Foreign Currency risk:** the risk of loss arising from exchange-rate fluctuations or due to exchange control regulations. **Index related risk:** the risk that quantitative techniques used in creating the Index the Fund seeks to track do not generate the intended result, or that the portfolio of the Fund deviates from its Index composition or performance. **Secondary market trading risk:** the risk that the shares purchased on the secondary market cannot usually be sold directly back to the Fund and that investors may therefore pay more than the NAV per share when buying shares or may receive less than the current NAV per Share when selling shares.

Complete information on the risks of investing in the Fund are set out in the Fund's prospectus.

Glossary

**Total Expense Ratio:** Total Expense Ratio (TER) includes the fees paid to the management company, the investment manager and the depository, as well as certain other expenses. The TER is calculated by taking the relevant main material costs paid out over the 12-month period indicated and dividing them by the average net assets over the same period. The TER does not include all expenses paid by the fund (for example, it does not include what the fund pays for buying and selling securities). For a comprehensive list of the types of costs deducted from fund assets, see the prospectus. For recent all-in annual costs, as well as hypothetical performance scenarios that show the effects that different levels of return could have on an investment in the fund, where applicable, see the KID/KIID. For funds that lack 12 months of data, or for which TER is not likely to give a fair idea of likely future costs, the figure shown is an estimate. **Product Structure:** The Product Structure indicates whether an ETF is holding physical securities (i.e. Physical) or whether it is tracking the index performance using derivatives (swaps, i.e. Synthetic). **Methodology:** The Methodology indicates whether an ETF is holding all index securities in the same weight as the index (i.e. Physical Replication) or whether an optimised subset of index securities is used (i.e. Optimised) in order to efficiently track index performance. **Price to Book:** The price per share of a stock divided by its book value (i.e., net worth) per share. For a portfolio, the value represents a weighted average of the stocks it holds. **Price to Earnings (12-Month Trailing)** is the share price of a stock, divided by its per-share earnings over the past year. For a portfolio, the value represents a weighted average of the stocks it holds. **Return on Equity:** A measure of a corporation's profitability that reveals how much profit a company generates with the money shareholders have invested. For a portfolio, the value represents a weighted average of the stocks it holds. **Dividend Yield** is the annual dividend received on an equity security as a percentage of the price. For a portfolio, the value represents a weighted average of the stocks it holds. It should not be used as an indication of the income received from this portfolio. **Standard Deviation:** Measure of the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return.

Portfolio Data Information

Holdings are provided for information purposes only and should not be deemed a recommendation to buy or sell the securities mentioned.

**Important Information**

**This Fund has been classified as Article 8 under the Regulation on sustainability related disclosures in the financial services sector (EU) 2019/2088. These are Funds which have an ESG integration approach and, in addition, have binding environmental and/or social characteristics in their investment process.**

Further information in relation to the sustainability-related aspects of the Fund can be found at [www.franklintempleton.lu/SFDR](http://www.franklintempleton.lu/SFDR). Please review all of the Fund's objectives and characteristics before investing. This is a sub-fund ("Fund") of Franklin Templeton ICAV, an Irish collective asset-management vehicle. An investment in Franklin Templeton ICAV entails risks which are described in the latest prospectus or supplement and in the KID/KIID. The Fund's documents are available in English, German and French from your local website or can be requested via FT's European Facilities Service available at [www.eifs.lu/franklintempleton](http://www.eifs.lu/franklintempleton). In addition, a Summary of Investor Rights is available from [www.franklintempleton.lu/summary-of-investor-rights](http://www.franklintempleton.lu/summary-of-investor-rights). The summary is available in English. Franklin Templeton ICAV is notified for marketing in multiple EU Member States under the UCITS Directive. Franklin Templeton ICAV can terminate such notifications for any share class and/or sub-fund at any time by using the process contained in Article 93a of the UCITS Directive. For the avoidance of doubt, if you decide to invest, you will be buying units/shares in the Fund and will not be investing directly in the underlying assets of the Fund.

Given the variety of investment options available today, we suggest investors seek guidance from a Financial Adviser.

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

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

Source: 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. Net

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

**In Europe** (excluding Switzerland), this financial promotion is issued by Franklin Templeton International Services S.à r.l. - Supervised by the Commission de Surveillance du Secteur Financier - 8A, rue Albert Borschette, L-1246 Luxembourg - Tel: +352-46 66 67-1 - Fax: +352-46 66 76. **In Switzerland**, issued by Franklin Templeton Switzerland Ltd, Stockerstrasse 38, CH-8002 Zurich. Paying agent in Switzerland is BNP Paribas Securities Services, Paris, succursale de Zurich, Selnaustrasse 16, 8002 Zurich. **UK contact information**, UK Freephone: 0800 305 306 | email: [enquiries@franklintempleton.co.uk](mailto:enquiries@franklintempleton.co.uk) [www.franklintempleton.co.uk](http://www.franklintempleton.co.uk)