

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name Franklin Limited Duration Income Trust		2 Issuer's employer identification number (EIN) 20-0099615	
3 Name of contact for additional information Shareholder Services	4 Telephone No. of contact (800) 632-2301	5 Email address of contact N/A	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact One Franklin Parkway: Attn: Fund Tax Department		7 City, town, or post office, state, and ZIP code of contact San Mateo, CA 94403	
8 Date of action Various		9 Classification and description Common stock of a Regulated Investment Company	
10 CUSIP number See Statement 1	11 Serial number(s) N/A	12 Ticker symbol See Statement 1	13 Account number(s) N/A

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ • The Fund paid monthly cash distributions to common shareholders from January 2020 through December 2020. A portion of the distributions constitutes a non-taxable return of capital.

See Statement 1 for additional information.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ The portion of the distributions that constitutes a non-taxable return of capital will decrease a U.S. taxpayer's basis in the shares of the Fund.

See Statement 1 for per share non-taxable return of capital information.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ The calculation of the return of capital is based upon the Fund's current and accumulated earnings and profits as of its fiscal year ended December 31, 2020. Non-taxable return of capital represents the portion of the distributions paid from January 2020 through December 2020 in excess of the Fund's current and accumulated earnings and profits.

Part II **Organizational Action** *(continued)*

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ _____
IRC Sections 301(c) and 316(a).

18 Can any resulting loss be recognized? ▶ No.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ None.

Sign Here Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature ▶ Signed copy is maintained by the issuer Date ▶ 1/14/2021

Print your name ▶ Jeff W. White Title ▶ Assistant Treasurer

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶				Firm's EIN ▶
	Firm's address ▶				Phone no.

Franklin Limited Duration Income Trust
EIN: 20-0099615
FYE: 12/31/2020
Attachment to Form 8937 - Statement 1

Part I - Line 10	Part I - Line 12	Record Date	Ex- Date	Pay Date	Part II - Line 14		Part II - Line 15	
					Original Distribution		Revised Distribution	
CUSIP	Ticker Symbol				Dividend /Share		Dividend	Return of Capital
354 72T 101	FTF	1/31/2020	1/30/2020	2/14/2020	0.0834		0.0486	0.0348
354 72T 101	FTF	2/28/2020	2/27/2020	3/13/2020	0.0838		0.0488	0.0350
354 72T 101	FTF	3/31/2020	3/30/2020	4/15/2020	0.0833		0.0486	0.0347
354 72T 101	FTF	4/30/2020	4/29/2020	5/15/2020	0.0740		0.0431	0.0309
354 72T 101	FTF	5/29/2020	5/28/2020	6/15/2020	0.0730		0.0426	0.0304
354 72T 101	FTF	6/30/2020	6/29/2020	7/15/2020	0.0736		0.0429	0.0307
354 72T 101	FTF	7/31/2020	7/30/2020	8/14/2020	0.0764		0.0445	0.0319
354 72T 101	FTF	8/31/2020	8/28/2020	9/15/2020	0.0765		0.0446	0.0319
354 72T 101	FTF	9/30/2020	9/29/2020	10/15/2020	0.0776		0.0452	0.0324
354 72T 101	FTF	10/30/2020	10/29/2020	11/13/2020	0.0775		0.0452	0.0323
354 72T 101	FTF	11/30/2020	11/27/2020	12/15/2020	0.0770		0.0449	0.0321
354 72T 101	FTF	12/31/2020	12/30/2020	1/15/2021	0.0776		0.0452	0.0324