



Franklin Custodian Funds

Financial Statements and Other Important Information

Annual | September 30, 2025

Franklin DynaTech Fund

Franklin Growth Fund

Franklin Income Fund

Franklin U.S. Government Securities Fund

Franklin Utilities Fund

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Financial Highlights

Franklin DynaTech Fund

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$165.87	\$116.42	\$92.78	\$157.23	\$121.24
Income from investment operations ^a :					
Net investment (loss) ^b	(0.80)	(0.59)	(0.38)	(0.64)	(0.82)
Net realized and unrealized gains (losses)	43.31	50.04	24.02	(61.59)	36.81
Total from investment operations	42.51	49.45	23.64	(62.23)	35.99
Less distributions from:					
Net realized gains	—	—	—	(2.22)	—
Net asset value, end of year	\$208.38	\$165.87	\$116.42	\$92.78	\$157.23
Total return ^c	25.63%	42.49%	25.47%	(40.15)%	29.68%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.77%	0.79%	0.83%	0.82%	0.79%
Expenses net of waiver and payments by affiliates ^d	0.77%	0.79%	0.83% ^e	0.82% ^e	0.79% ^e
Net investment (loss)	(0.45)%	(0.41)%	(0.35)%	(0.50)%	(0.56)%
Supplemental data					
Net assets, end of year (000's)	\$14,514,167	\$11,920,330	\$8,669,145	\$7,214,315	\$12,129,483
Portfolio turnover rate	29.61%	11.94%	15.29%	40.72%	18.77%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin DynaTech Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$131.65	\$93.09	\$74.75	\$128.06	\$99.49
Income from investment operations ^a :					
Net investment (loss) ^b	(1.68)	(1.34)	(0.95)	(1.29)	(1.55)
Net realized and unrealized gains (losses)	34.19	39.90	19.29	(49.80)	30.12
Total from investment operations	32.51	38.56	18.34	(51.09)	28.57
Less distributions from:					
Net realized gains	—	—	—	(2.22)	—
Net asset value, end of year	\$164.16	\$131.65	\$93.09	\$74.75	\$128.06
Total return ^c	24.69%	41.41%	24.55%	(40.60)%	28.72%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.52%	1.54%	1.58%	1.57%	1.54%
Expenses net of waiver and payments by affiliates ^d	1.52%	1.54%	1.58% ^e	1.57% ^e	1.54% ^e
Net investment (loss)	(1.20)%	(1.16)%	(1.10)%	(1.26)%	(1.31)%
Supplemental data					
Net assets, end of year (000's)	\$1,014,886	\$947,544	\$774,154	\$715,976	\$1,339,016
Portfolio turnover rate	29.61%	11.94%	15.29%	40.72%	18.77%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin DynaTech Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$158.57	\$111.57	\$89.14	\$151.52	\$117.13
Income from investment operations ^a :					
Net investment (loss) ^b	(1.19)	(0.92)	(0.62)	(0.91)	(1.14)
Net realized and unrealized gains (losses)	41.33	47.92	23.05	(59.25)	35.53
Total from investment operations	40.14	47.00	22.43	(60.16)	34.39
Less distributions from:					
Net realized gains	—	—	—	(2.22)	—
Net asset value, end of year	\$198.71	\$158.57	\$111.57	\$89.14	\$151.52
Total return	25.32%	42.12%	25.16%	(40.29)%	29.36%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.02%	1.04%	1.08%	1.07%	1.04%
Expenses net of waiver and payments by affiliates ^c	1.02%	1.04%	1.08% ^d	1.07% ^d	1.04% ^d
Net investment (loss)	(0.70)%	(0.66)%	(0.60)%	(0.75)%	(0.81)%
Supplemental data					
Net assets, end of year (000's)	\$299,989	\$268,319	\$212,068	\$188,831	\$311,646
Portfolio turnover rate	29.61%	11.94%	15.29%	40.72%	18.77%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

Franklin DynaTech Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$176.35	\$123.35	\$97.95	\$165.26	\$127.01
Income from investment operations ^a :					
Net investment income (loss) ^b	(0.22)	(0.11)	— ^c	(0.18)	(0.36)
Net realized and unrealized gains (losses)	46.15	53.11	25.40	(64.91)	38.61
Total from investment operations	45.93	53.00	25.40	(65.09)	38.25
Less distributions from:					
Net realized gains	—	—	—	(2.22)	—
Net asset value, end of year	\$222.28	\$176.35	\$123.35	\$97.95	\$165.26
Total return	26.04%	42.97%	25.92%	(39.92)%	30.12%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.44%	0.45%	0.48%	0.46%	0.46%
Expenses net of waiver and payments by affiliates	0.44% ^d	0.45% ^d	0.47% ^e	0.45% ^e	0.46% ^{d,e}
Net investment income (loss)	(0.12)%	(0.07)%	—% ^f	(0.13)%	(0.23)%
Supplemental data					
Net assets, end of year (000's)	\$9,653,041	\$8,980,818	\$7,515,703	\$6,322,021	\$9,820,184
Portfolio turnover rate	29.61%	11.94%	15.29%	40.72%	18.77%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cAmount rounds to less than \$0.01 per share.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

^fRounds to less than 0.01%.

Franklin DynaTech Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$173.63	\$121.56	\$96.64	\$163.27	\$125.58
Income from investment operations ^a :					
Net investment (loss) ^b	(0.37)	(0.24)	(0.11)	(0.34)	(0.48)
Net realized and unrealized gains (losses)	45.42	52.31	25.03	(64.07)	38.17
Total from investment operations	45.05	52.07	24.92	(64.41)	37.69
Less distributions from:					
Net realized gains	—	—	—	(2.22)	—
Net asset value, end of year	\$218.68	\$173.63	\$121.56	\$96.64	\$163.27
Total return	25.95%	42.83%	25.79%	(39.99)%	30.01%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.52%	0.54%	0.58%	0.57%	0.54%
Expenses net of waiver and payments by affiliates ^c	0.52%	0.54%	0.58% ^d	0.57% ^d	0.54% ^d
Net investment (loss)	(0.20)%	(0.16)%	(0.10)%	(0.26)%	(0.32)%
Supplemental data					
Net assets, end of year (000's)	\$3,966,939	\$3,280,611	\$2,499,474	\$2,280,138	\$4,352,531
Portfolio turnover rate	29.61%	11.94%	15.29%	40.72%	18.77%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

Schedule of Investments, September 30, 2025

Franklin DynaTech Fund

	Country	Shares	Value
Common Stocks 99.8%			
Aerospace & Defense 3.4%			
^a Axon Enterprise, Inc.	United States	925,000	\$663,817,000
Elbit Systems Ltd.	Israel	50,000	25,490,000
^a Karman Holdings, Inc.	United States	944,700	68,207,340
^a Kratos Defense & Security Solutions, Inc.	United States	2,250,000	205,582,500
^a Rocket Lab Corp.	United States	1,000,000	47,910,000
			1,011,006,840
Automobiles 2.3%			
^a Tesla, Inc.	United States	1,500,000	667,080,000
Biotechnology 2.3%			
^a Alnylam Pharmaceuticals, Inc.	United States	150,000	68,400,000
^a Argenx SE	Netherlands	200,000	147,769,923
^a Ascendis Pharma A/S, ADR	Denmark	600,000	119,286,000
^{a,b} Caris Life Sciences, Inc.	United States	204,200	6,177,050
^a Insmed, Inc.	United States	750,000	108,007,500
^a Natera, Inc.	United States	1,500,000	241,455,000
			691,095,473
Broadline Retail 10.0%			
^a Amazon.com, Inc.	United States	10,000,000	2,195,700,000
^a MercadoLibre, Inc.	Brazil	200,000	467,388,000
^a Sea Ltd., ADR.	Singapore	1,625,000	290,436,250
			2,953,524,250
Capital Markets 1.5%			
^a Bullish, Inc.	United States	37,900	2,410,819
^{a,b} Gemini Space Station, Inc., A	United States	122,761	2,941,354
^a Robinhood Markets, Inc., A	United States	1,525,000	218,349,500
Tradeweb Markets, Inc., A.	United States	1,900,000	210,862,000
			434,563,673
Communications Equipment 0.7%			
^a Arista Networks, Inc.	United States	1,425,000	207,636,750
Construction & Engineering 0.2%			
^{a,b} Legence Corp., A	United States	378,768	11,669,842
Quanta Services, Inc.	United States	150,000	62,163,000
			73,832,842
Consumer Finance 0.0%[†]			
^a Figure Technology Solutions, Inc., A.	United States	142,005	5,164,722
Electrical Equipment 0.6%			
^a Bloom Energy Corp., A	United States	750,000	63,427,500
GE Vernova, Inc.	United States	200,000	122,980,000
			186,407,500
Electronic Equipment, Instruments & Components 2.3%			
Amphenol Corp., A.	United States	2,050,000	253,687,500
^a Celestica, Inc.	Canada	1,725,000	425,005,500
^a Trimble, Inc.	United States	150,000	12,247,500
			690,940,500
Energy Equipment & Services 0.3%			
Baker Hughes Co., A.	United States	500,000	24,360,000
^a Oceaneering International, Inc.	United States	500,000	12,390,000
TechnipFMC plc	United Kingdom	1,000,000	39,450,000
			76,200,000

Franklin DynaTech Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Entertainment 3.3%			
^Netflix, Inc.	United States	435,000	\$521,530,200
^ROBLOX Corp., A.	United States	2,000,000	277,040,000
^Roku, Inc., A.	United States	200,000	20,026,000
^Spotify Technology SA.	United States	200,000	139,600,000
			<u>958,196,200</u>
Financial Services 4.7%			
^Affirm Holdings, Inc., A	United States	500,000	36,540,000
^a,b Klarna Group plc.	United Kingdom	284,010	10,408,966
Mastercard, Inc., A	United States	1,700,000	966,977,000
^Toast, Inc., A.	United States	1,000,000	36,510,000
Visa, Inc., A.	United States	1,000,000	341,380,000
			<u>1,391,815,966</u>
Ground Transportation 0.4%			
^Uber Technologies, Inc.	United States	1,100,000	<u>107,767,000</u>
Health Care Equipment & Supplies 2.0%			
^Boston Scientific Corp.	United States	1,000,000	97,630,000
^IDEXX Laboratories, Inc.	United States	50,000	31,944,500
^Intuitive Surgical, Inc.	United States	1,000,000	447,230,000
^a,b Kestra Medical Technologies Ltd.	United States	200,000	4,752,000
Stryker Corp.	United States	50,000	18,483,500
			<u>600,040,000</u>
Health Care Providers & Services 0.6%			
^GeneDx Holdings Corp., A.	United States	250,000	26,935,000
^Guardant Health, Inc.	United States	1,500,000	93,720,000
^HealthEquity, Inc.	United States	200,000	18,954,000
^Hinge Health, Inc., A	United States	520,100	25,526,508
			<u>165,135,508</u>
Health Care Technology 1.4%			
^Doximity, Inc., A	United States	2,000,000	146,300,000
^HeartFlow, Inc.	United States	304,700	10,256,202
Pro Medicus Ltd.	Australia	500,000	101,797,892
^Veeva Systems, Inc., A	United States	500,000	148,955,000
			<u>407,309,094</u>
Hotels, Restaurants & Leisure 2.1%			
Booking Holdings, Inc.	United States	50,000	269,963,500
^a,DoorDash, Inc., A	United States	1,250,000	339,987,500
			<u>609,951,000</u>
Interactive Media & Services 10.9%			
Alphabet, Inc., A	United States	6,000,000	1,458,600,000
Meta Platforms, Inc., A	United States	2,250,000	1,652,355,000
^a,Reddit, Inc., A	United States	350,000	80,496,500
^c,Scout24 SE, 144A, Reg S	Germany	100,000	12,545,738
			<u>3,203,997,238</u>
IT Services 4.2%			
^Cloudflare, Inc., A	United States	2,100,000	450,639,000
^Shopify, Inc., A	Canada	5,000,000	742,832,507
^Snowflake, Inc., A	United States	250,000	56,387,500
			<u>1,249,859,007</u>
Life Sciences Tools & Services 0.2%			
^a,c Samsung Biologics Co. Ltd., 144A, Reg S	South Korea	20,000	14,252,965

Franklin DynaTech Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Life Sciences Tools & Services (continued)			
^a Tempus AI, Inc., A	United States	540,000	\$43,583,400
			57,836,365
Machinery 0.0%[†]			
^{a,b} Symbotic, Inc., A	United States	250,000	13,475,000
Pharmaceuticals 1.1%			
^a Corcept Therapeutics, Inc.	United States	200,000	16,622,000
Eli Lilly & Co.	United States	350,000	267,050,000
^a Ligand Pharmaceuticals, Inc.	United States	200,000	35,428,000
			319,100,000
Professional Services 0.1%			
Verisk Analytics, Inc., A	United States	100,000	25,151,000
Semiconductors & Semiconductor Equipment 22.5%			
Analog Devices, Inc.	United States	800,000	196,560,000
^a ARM Holdings plc, ADR	United States	200,000	28,298,000
ASML Holding NV, ADR	Netherlands	100,000	96,809,000
Broadcom, Inc.	United States	4,750,000	1,567,072,500
KLA Corp.	United States	250,000	269,650,000
Lam Research Corp.	United States	2,050,000	274,495,000
Monolithic Power Systems, Inc.	United States	250,000	230,160,000
NVIDIA Corp.	United States	19,000,000	3,545,020,000
Taiwan Semiconductor Manufacturing Co. Ltd., ADR	Taiwan	1,500,000	418,935,000
			6,626,999,500
Software 20.1%			
^a AppLovin Corp., A	United States	1,200,000	862,248,000
^a Cadence Design Systems, Inc.	United States	1,250,000	439,075,000
^{a,b} Circle Internet Group, Inc., A	United States	118,300	15,684,214
Constellation Software, Inc.	Canada	65,000	176,452,325
^a CrowdStrike Holdings, Inc., A	United States	200,000	98,076,000
^a Descartes Systems Group, Inc. (The)	Canada	400,000	37,692,000
^{a,b} Figma, Inc., A	United States	80,458	4,173,356
^a Guidewire Software, Inc.	United States	300,000	68,958,000
HubSpot, Inc.	United States	25,000	11,695,000
Intuit, Inc.	United States	250,000	170,727,500
^a Life360, Inc.	United States	550,000	58,465,000
^{a,c} Lumine Group, Inc., Reg S	Canada	500,000	14,744,557
Microsoft Corp.	United States	4,500,000	2,330,775,000
Oracle Corp.	United States	100,000	28,124,000
^a Palantir Technologies, Inc., A	United States	1,250,000	228,025,000
^a Palo Alto Networks, Inc.	United States	2,000,000	407,240,000
Salesforce, Inc.	United States	25,000	5,925,000
^a ServiceNow, Inc.	United States	550,000	506,154,000
^a ServiceTitan, Inc., A	United States	800,000	80,664,000
^a Synopsys, Inc.	United States	650,000	320,703,500
^a Tyler Technologies, Inc.	United States	100,000	52,316,000
			5,917,917,452
Specialty Retail 0.4%			
^a Carvana Co., A	United States	300,000	113,172,000
Technology Hardware, Storage & Peripherals 2.2%			
Apple, Inc.	United States	2,500,000	636,575,000
Total Common Stocks (Cost \$10,589,795,244)			29,401,749,880

Franklin DynaTech Fund (continued)

	Country	Warrants	Value
Warrants 0.0%			
Software 0.0%			
^{a,d} Constellation Software, Inc., 3/31/40	Canada	50,000	\$—
Total Warrants (Cost \$—)			
Total Long Term Investments (Cost \$10,589,795,244)			
<hr/>			
Short Term Investments 0.3%			
	Country	Shares	Value
Money Market Funds 0.1%			
^{e,f} Franklin Institutional U.S. Government Money Market Fund, 4.094%	United States	46,741,591	46,741,591
Total Money Market Funds (Cost \$46,741,591)			
<hr/>			
^gInvestments from Cash Collateral Received for Loaned Securities 0.2%			
Money Market Funds 0.2%			
^{e,f} Franklin Institutional U.S. Government Money Market Fund, 4.094%	United States	55,963,000	55,963,000
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$55,963,000)			
<hr/>			
Total Short Term Investments (Cost \$102,704,591)			
<hr/>			
Total Investments (Cost \$10,692,499,835) 100.1%			
Other Assets, less Liabilities (0.1%)			\$29,504,454,471 (55,431,898)
Net Assets 100.0%			
<hr/>			

See Abbreviations on page 100

[†]Rounds to less than 0.1% of net assets.

^aNon-income producing.

^bA portion or all of the security is on loan at September 30, 2025. See Note 1(f).

^cSecurity was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2025, the aggregate value of these securities was \$41,543,260, representing 0.1% of net assets.

^dFair valued using significant unobservable inputs. See Note 12 regarding fair value measurements.

^eSee Note 3(f) regarding investments in affiliated management investment companies.

^fThe rate shown is the annualized seven-day effective yield at period end.

^gSee Note 1(f) regarding securities on loan.

Financial Highlights

Franklin Growth Fund

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$145.74	\$115.08	\$105.41	\$151.73	\$129.91
Income from investment operations ^a :					
Net investment income (loss) ^b	0.04	0.09	0.19	0.01	(0.06)
Net realized and unrealized gains (losses)	16.88	38.24	20.19	(32.51)	32.67
Total from investment operations	16.92	38.33	20.38	(32.50)	32.61
Less distributions from:					
Net investment income	(0.05)	(0.22)	—	—	(0.18)
Net realized gains	(11.08)	(7.45)	(10.71)	(13.82)	(10.61)
Total distributions	(11.13)	(7.67)	(10.71)	(13.82)	(10.79)
Net asset value, end of year	\$151.53	\$145.74	\$115.08	\$105.41	\$151.73
Total return ^c	12.53%	34.70%	20.43%	(23.83)%	26.44%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.78%	0.79%	0.80%	0.80%	0.79%
Expenses net of waiver and payments by affiliates	0.77%	0.79% ^d	0.80% ^{d,e}	0.80% ^{d,e}	0.79% ^{d,e}
Net investment income (loss)	0.03%	0.07%	0.17%	0.01%	(0.04)%
Supplemental data					
Net assets, end of year (000's)	\$13,029,087	\$12,619,339	\$10,072,509	\$9,118,403	\$12,927,577
Portfolio turnover rate	8.28% ^f	7.35%	2.86%	4.95% ^f	6.04% ^f

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

^fExcludes the value of portfolio activity as a result of in-kind transactions. See Note 3(h) for current year information.

Franklin Growth Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$122.17	\$98.08	\$91.92	\$134.93	\$117.27
Income from investment operations ^a :					
Net investment (loss) ^b	(0.83)	(0.76)	(0.57)	(0.87)	(1.01)
Net realized and unrealized gains (losses)	13.85	32.30	17.44	(28.32)	29.28
Total from investment operations	13.02	31.54	16.87	(29.19)	28.27
Less distributions from:					
Net realized gains	(11.08)	(7.45)	(10.71)	(13.82)	(10.61)
Net asset value, end of year	\$124.11	\$122.17	\$98.08	\$91.92	\$134.93
Total return ^c	11.69%	33.69%	19.53%	(24.40)%	25.51%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.53%	1.54%	1.55%	1.55%	1.54%
Expenses net of waiver and payments by affiliates	1.52%	1.54% ^d	1.55% ^{d,e}	1.55% ^{d,e}	1.54% ^{d,e}
Net investment (loss)	(0.72)%	(0.68)%	(0.59)%	(0.75)%	(0.79)%
Supplemental data					
Net assets, end of year (000's)	\$311,475	\$355,424	\$333,956	\$407,722	\$666,348
Portfolio turnover rate	8.28% ^f	7.35%	2.86%	4.95% ^f	6.04% ^f

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

^fExcludes the value of portfolio activity as a result of in-kind transactions. See Note 3(h) for current year information.

Franklin Growth Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$143.66	\$113.60	\$104.43	\$150.77	\$129.28
Income from investment operations ^a :					
Net investment (loss) ^b	(0.30)	(0.24)	(0.10)	(0.32)	(0.41)
Net realized and unrealized gains (losses)	16.59	37.75	19.98	(32.20)	32.51
Total from investment operations	16.29	37.51	19.88	(32.52)	32.10
Less distributions from:					
Net realized gains	(11.08)	(7.45)	(10.71)	(13.82)	(10.61)
Net asset value, end of year	\$148.87	\$143.66	\$113.60	\$104.43	\$150.77
Total return	12.25%	34.36%	20.13%	(24.01)%	26.13%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.03%	1.04%	1.05%	1.05%	1.04%
Expenses net of waiver and payments by affiliates	1.02%	1.04% ^c	1.05% ^{c,d}	1.05% ^{c,d}	1.04% ^{c,d}
Net investment (loss)	(0.22)%	(0.18)%	(0.09)%	(0.25)%	(0.29)%
Supplemental data					
Net assets, end of year (000's)	\$285,538	\$305,786	\$256,889	\$249,874	\$395,301
Portfolio turnover rate	8.28% ^e	7.35%	2.86%	4.95% ^e	6.04% ^e

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

^eExcludes the value of portfolio activity as a result of in-kind transactions. See Note 3(h) for current year information.

Franklin Growth Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$147.22	\$116.16	\$106.22	\$152.40	\$130.31
Income from investment operations ^a :					
Net investment income ^b	0.49	0.52	0.56	0.46	0.41
Net realized and unrealized gains (losses)	17.06	38.60	20.34	(32.72)	32.76
Total from investment operations	17.55	39.12	20.90	(32.26)	33.17
Less distributions from:					
Net investment income	(0.51)	(0.61)	(0.25)	(0.10)	(0.47)
Net realized gains	(11.08)	(7.45)	(10.71)	(13.82)	(10.61)
Total distributions	(11.59)	(8.06)	(10.96)	(13.92)	(11.08)
Net asset value, end of year	\$153.18	\$147.22	\$116.16	\$106.22	\$152.40
Total return	12.89%	35.14%	20.83%	(23.57)%	26.86%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.46%	0.46%	0.47%	0.46%	0.47%
Expenses net of waiver and payments by affiliates ^c	0.46%	0.46%	0.47% ^d	0.46% ^d	0.47% ^d
Net investment income	0.35%	0.39%	0.49%	0.34%	0.29%
Supplemental data					
Net assets, end of year (000's)	\$2,369,467	\$2,735,878	\$2,114,155	\$2,000,923	\$3,113,946
Portfolio turnover rate	8.28% ^e	7.35%	2.86%	4.95% ^e	6.04% ^e

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

^eExcludes the value of portfolio activity as a result of in-kind transactions. See Note 3(h) for current year information.

Franklin Growth Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$147.28	\$116.21	\$106.25	\$152.47	\$130.38
Income from investment operations ^a :					
Net investment income ^b	0.39	0.42	0.47	0.34	0.30
Net realized and unrealized gains (losses)	17.08	38.62	20.36	(32.74)	32.79
Total from investment operations	17.47	39.04	20.83	(32.40)	33.09
Less distributions from:					
Net investment income	(0.37)	(0.52)	(0.16)	—	(0.39)
Net realized gains	(11.08)	(7.45)	(10.71)	(13.82)	(10.61)
Total distributions	(11.45)	(7.97)	(10.87)	(13.82)	(11.00)
Net asset value, end of year	\$153.30	\$147.28	\$116.21	\$106.25	\$152.47
Total return	12.82%	35.04%	20.73%	(23.64)%	26.76%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.52%	0.54%	0.55%	0.55%	0.54%
Expenses net of waiver and payments by affiliates ^c	0.52%	0.54%	0.55% ^d	0.55% ^d	0.54% ^d
Net investment income	0.27%	0.32%	0.42%	0.25%	0.21%
Supplemental data					
Net assets, end of year (000's)	\$2,384,642	\$3,353,961	\$2,860,970	\$2,652,765	\$4,229,679
Portfolio turnover rate	8.28% ^e	7.35%	2.86%	4.95% ^e	6.04% ^e

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

^eExcludes the value of portfolio activity as a result of in-kind transactions. See Note 3(h) for current year information.

Schedule of Investments, September 30, 2025

Franklin Growth Fund

	Country	Shares	Value
Common Stocks 98.4%			
Aerospace & Defense 5.1%			
BWX Technologies, Inc.	United States	1,219,996	\$224,930,662
Curtiss-Wright Corp.	United States	271,918	147,635,159
Northrop Grumman Corp.	United States	518,186	315,741,094
RTX Corp.	United States	1,438,537	240,710,396
			<u>929,017,311</u>
Beverages 1.1%			
^a Monster Beverage Corp.	United States	3,073,250	206,860,457
Biotechnology 1.0%			
AbbVie, Inc.	United States	416,511	96,438,957
Amgen, Inc.	United States	322,140	90,907,908
			<u>187,346,865</u>
Broadline Retail 4.7%			
^a Amazon.com, Inc.	United States	3,631,003	797,259,329
^a MercadoLibre, Inc.	Brazil	26,863	62,777,219
			<u>860,036,548</u>
Building Products 2.4%			
Johnson Controls International plc.	United States	1,607,840	176,782,008
Trane Technologies plc	United States	633,992	267,519,264
			<u>444,301,272</u>
Capital Markets 5.4%			
BlackRock, Inc.	United States	118,345	137,974,885
Blackstone, Inc.	United States	938,179	160,287,882
Charles Schwab Corp. (The)	United States	2,009,772	191,872,933
Intercontinental Exchange, Inc.	United States	1,290,852	217,482,745
S&P Global, Inc.	United States	335,022	163,058,558
Tradeweb Markets, Inc., A	United States	1,079,272	119,777,606
			<u>990,454,609</u>
Chemicals 3.2%			
Air Products and Chemicals, Inc.	United States	452,811	123,490,616
Ecolab, Inc.	United States	564,838	154,686,535
Linde plc.	United States	635,420	301,824,500
			<u>580,001,651</u>
Commercial Services & Supplies 0.7%			
Republic Services, Inc., A	United States	589,518	135,282,591
Communications Equipment 0.5%			
Motorola Solutions, Inc.	United States	193,997	88,712,888
Construction Materials 1.1%			
Martin Marietta Materials, Inc.	United States	319,608	201,442,530
Consumer Staples Distribution & Retail 1.1%			
Costco Wholesale Corp.	United States	222,442	205,898,988
Electric Utilities 1.0%			
NextEra Energy, Inc.	United States	2,442,414	184,377,833
Electrical Equipment 1.6%			
AMETEK, Inc.	United States	729,774	137,197,512
Eaton Corp. plc	United States	397,899	148,913,701
			<u>286,111,213</u>

Franklin Growth Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Electronic Equipment, Instruments & Components 5.1%			
Amphenol Corp., A	United States	4,889,349	\$605,056,939
TE Connectivity plc	Switzerland	1,550,762	340,438,782
			945,495,721
Entertainment 1.2%			
^a Netflix, Inc.	United States	166,640	199,788,029
^a Spotify Technology SA	United States	25,569	17,847,162
			217,635,191
Financial Services 4.2%			
Mastercard, Inc., A	United States	870,040	494,887,452
Visa, Inc., A	United States	821,641	280,491,805
			775,379,257
Ground Transportation 2.4%			
Canadian Pacific Kansas City Ltd.	Canada	1,287,372	95,896,340
Old Dominion Freight Line, Inc.	United States	366,155	51,547,301
^a Uber Technologies, Inc.	United States	532,783	52,196,750
Union Pacific Corp.	United States	1,035,023	244,648,387
			444,288,778
Health Care Equipment & Supplies 2.8%			
Abbott Laboratories	United States	708,704	94,923,814
^a Intuitive Surgical, Inc.	United States	557,252	249,219,812
Stryker Corp.	United States	473,124	174,899,749
			519,043,375
Health Care Providers & Services 0.6%			
UnitedHealth Group, Inc.	United States	313,407	108,219,437
Health Care Technology 0.5%			
^a Veeva Systems, Inc., A	United States	299,104	89,106,073
Hotels, Restaurants & Leisure 1.3%			
Booking Holdings, Inc.	United States	26,928	145,391,543
^a Chipotle Mexican Grill, Inc., A	United States	2,351,190	92,143,136
			237,534,679
Interactive Media & Services 5.1%			
Alphabet, Inc., A	United States	1,336,903	325,001,119
Alphabet, Inc., C	United States	1,715,655	417,847,775
Meta Platforms, Inc., A	United States	261,965	192,381,857
			935,230,751
IT Services 0.5%			
^{a,b,c} Canva Australia Holdings Pty. Ltd., B	Australia	25,413	41,833,356
^a Shopify, Inc., A	Canada	393,489	58,476,400
			100,309,756
Life Sciences Tools & Services 3.7%			
Agilent Technologies, Inc.	United States	992,630	127,404,060
Danaher Corp.	United States	1,082,572	214,630,725
^a Mettler-Toledo International, Inc.	United States	142,611	175,070,690
Thermo Fisher Scientific, Inc.	United States	353,954	171,674,769
			688,780,244
Machinery 3.7%			
Deere & Co.	United States	338,199	154,644,875

Franklin Growth Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Machinery (continued)			
Ingersoll Rand, Inc.	United States	2,112,151	\$174,505,916
Parker-Hannifin Corp.	United States	228,437	173,189,511
Xylem, Inc.	United States	1,157,462	170,725,645
			<u>673,065,947</u>
Pharmaceuticals 2.1%			
AstraZeneca plc, ADR	United Kingdom	2,016,878	154,734,880
Eli Lilly & Co.	United States	295,396	225,387,148
			<u>380,122,028</u>
Professional Services 0.4%			
Automatic Data Processing, Inc.	United States	100,575	29,518,763
Verisk Analytics, Inc., A	United States	170,338	42,841,710
			<u>72,360,473</u>
Semiconductors & Semiconductor Equipment 15.7%			
^a ARM Holdings plc, ADR	United States	340,731	48,210,029
ASML Holding NV, ADR	Netherlands	396,927	384,261,059
Broadcom, Inc.	United States	1,331,721	439,348,075
Lam Research Corp.	United States	272,872	36,537,561
Monolithic Power Systems, Inc.	United States	317,004	291,846,563
NVIDIA Corp.	United States	8,341,674	1,556,389,535
Texas Instruments, Inc.	United States	743,946	136,685,199
			<u>2,893,278,021</u>
Software 15.9%			
^a Autodesk, Inc.	United States	732,557	232,711,382
^{b,c} Checkout Payments Group Ltd., B	United Kingdom	96,603	10,571,860
^a Crowdstrike Holdings, Inc., A	United States	126,882	62,220,395
^{a,d} Figma, Inc., A	United States	52,718	2,734,483
Intuit, Inc.	United States	357,235	243,959,354
Microsoft Corp.	United States	2,629,009	1,361,695,212
^a Palo Alto Networks, Inc.	United States	437,738	89,132,212
^{a,b,c} Plaid, Inc., A	Japan	98,050	18,081,418
^a PTC, Inc.	United States	873,267	177,290,666
Salesforce, Inc.	United States	250,559	59,382,483
^a ServiceNow, Inc.	United States	322,998	297,248,599
^{a,b,c} Stripe, Inc., B	United States	540,043	20,308,058
^a Synopsys, Inc.	United States	545,593	269,190,130
^a Tyler Technologies, Inc.	United States	137,776	72,078,892
			<u>2,916,605,144</u>
Technology Hardware, Storage & Peripherals 3.0%			
Apple, Inc.	United States	2,189,703	<u>557,564,075</u>
Trading Companies & Distributors 1.3%			
Fastenal Co.	United States	4,980,152	<u>244,226,654</u>
Total Common Stocks (Cost \$4,526,943,303)			
			<u>18,098,090,360</u>
Convertible Preferred Stocks 0.9%			
Aerospace & Defense 0.3%			
^{a,b,c} Anduril Industries, Inc., F	United States	1,150,134	<u>53,092,601</u>
IT Services 0.0%^t			
^{a,b,c} Canva Australia Holdings Pty. Ltd., A	Australia	2,353	3,873,367
^{a,b,c} Canva Australia Holdings Pty. Ltd., A-3	Australia	94	154,737
^{a,b,c} Canva Australia Holdings Pty. Ltd., A-4	Australia	8	13,169

Franklin Growth Fund (continued)

	Country	Shares	Value
Convertible Preferred Stocks (continued)			
IT Services (continued)			
a,b,c Canva Australia Holdings Pty. Ltd., A-5	Australia	5	\$8,231
			4,049,504
Software 0.6%			
a,b,c Gusto, Inc., E	United States	822,494	20,615,872
a,b,c OneTrust LLC, C	United States	849,894	15,117,366
a,b,c Stripe, Inc., I	United States	1,759,545	66,166,847
			101,900,085
Total Convertible Preferred Stocks (Cost \$106,287,288)			159,042,190
Preferred Stocks 0.6%			
Life Sciences Tools & Services 0.6%			
°Sartorius AG, 0.37%	Germany	453,990	106,132,258
Total Preferred Stocks (Cost \$156,961,737)			106,132,258
Total Long Term Investments (Cost \$4,790,192,328)			18,363,264,808
Short Term Investments 0.3%			
Money Market Funds 0.3%			
°Franklin Institutional U.S. Government Money Market Fund, 4.094%	United States	52,469,504	52,469,504
Total Money Market Funds (Cost \$52,469,504)			52,469,504
Investments from Cash Collateral Received for Loaned Securities 0.0%[†]			
Money Market Funds 0.0%[†]			
°Franklin Institutional U.S. Government Money Market Fund, 4.094%	United States	2,570,000	2,570,000
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$2,570,000)			2,570,000
Total Short Term Investments (Cost \$55,039,504)			55,039,504
Total Investments (Cost \$4,845,231,832) 100.2%			\$18,418,304,312
Other Assets, less Liabilities (0.2%)			(38,094,746)
Net Assets 100.0%			\$18,380,209,566

Franklin Growth Fund (continued)

See Abbreviations on page 100.

[†]Rounds to less than 0.1% of net assets.

[‡]Non-income producing.

[§]Fair valued using significant unobservable inputs. See Note 12 regarding fair value measurements.

[¶]See Note 7 regarding restricted securities.

[¤]A portion or all of the security is on loan at September 30, 2025. See Note 1(f).

[¤]Variable rate security. The rate shown represents the yield at period end.

[¶]See Note 3(f) regarding investments in affiliated management investment companies.

[¶]The rate shown is the annualized seven-day effective yield at period end.

[¶]See Note 1(f) regarding securities on loan.

Financial Highlights

Franklin Income Fund

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$2.45	\$2.19	\$2.14	\$2.47	\$2.08
Income from investment operations ^a :					
Net investment income ^b	0.09	0.09	0.09	0.07	0.08
Net realized and unrealized gains (losses)	0.06	0.30	0.09	(0.24)	0.42
Total from investment operations	0.15	0.39	0.18	(0.17)	0.50
Less distributions from:					
Net investment income	(0.13)	(0.13)	(0.13)	(0.11)	(0.11)
Net realized gains	—	—	—	(0.05)	—
Total distributions	(0.13)	(0.13)	(0.13)	(0.16)	(0.11)
Net asset value, end of year	\$2.47	\$2.45	\$2.19	\$2.14	\$2.47
Total return ^c	6.43%	18.33%	8.33%	(7.28)%	24.55%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.70%	0.71%	0.71%	0.72%	0.72%
Expenses net of waiver and payments by affiliates	0.70% ^d	0.70%	0.71% ^d	0.71% ^e	0.72% ^{d,e}
Net investment income	3.83%	4.04%	4.02%	3.08%	3.19%
Supplemental data					
Net assets, end of year (000's)	\$24,950,812	\$23,331,018	\$19,705,319	\$16,829,899	\$16,044,379
Portfolio turnover rate	62.14%	49.72%	56.23%	77.65%	68.93%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin Income Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class A1					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$2.45	\$2.20	\$2.15	\$2.48	\$2.08
Income from investment operations ^a :					
Net investment income ^b	0.09	0.10	0.09	0.08	0.08
Net realized and unrealized gains (losses)	0.07	0.28	0.09	(0.24)	0.43
Total from investment operations	0.16	0.38	0.18	(0.16)	0.51
Less distributions from:					
Net investment income	(0.13)	(0.13)	(0.13)	(0.12)	(0.11)
Net realized gains	—	—	—	(0.05)	—
Total distributions	(0.13)	(0.13)	(0.13)	(0.17)	(0.11)
Net asset value, end of year	\$2.48	\$2.45	\$2.20	\$2.15	\$2.48
Total return ^c	6.95%	17.91%	8.43%	(7.10)%	25.19%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.60%	0.61%	0.61%	0.62%	0.62%
Expenses net of waiver and payments by affiliates	0.60% ^d	0.60%	0.61% ^d	0.61% ^e	0.62% ^{d,e}
Net investment income	3.92%	4.15%	4.11%	3.15%	3.32%
Supplemental data					
Net assets, end of year (000's)	\$29,517,454	\$30,981,936	\$29,633,019	\$30,236,582	\$35,704,730
Portfolio turnover rate	62.14%	49.72%	56.23%	77.65%	68.93%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin Income Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$2.50	\$2.24	\$2.19	\$2.52	\$2.12
Income from investment operations ^a :					
Net investment income ^b	0.08	0.09	0.08	0.07	0.07
Net realized and unrealized gains (losses)	0.07	0.29	0.09	(0.25)	0.43
Total from investment operations	0.15	0.38	0.17	(0.18)	0.50
Less distributions from:					
Net investment income	(0.12)	(0.12)	(0.12)	(0.10)	(0.10)
Net realized gains	—	—	—	(0.05)	—
Total distributions	(0.12)	(0.12)	(0.12)	(0.15)	(0.10)
Net asset value, end of year	\$2.53	\$2.50	\$2.24	\$2.19	\$2.52
Total return ^c	6.28%	17.43%	8.19%	(7.89)%	24.09%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.10%	1.11%	1.11%	1.12%	1.13%
Expenses net of waiver and payments by affiliates	1.10% ^d	1.10%	1.11% ^d	1.11% ^e	1.12% ^e
Net investment income	3.42%	3.65%	3.61%	2.63%	2.84%
Supplemental data					
Net assets, end of year (000's)	\$4,010,723	\$4,549,815	\$4,905,480	\$5,654,802	\$7,507,658
Portfolio turnover rate	62.14%	49.72%	56.23%	77.65%	68.93%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin Income Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$2.39	\$2.15	\$2.10	\$2.43	\$2.04
Income from investment operations ^a :					
Net investment income ^b	0.08	0.09	0.08	0.07	0.07
Net realized and unrealized gains (losses)	0.06	0.27	0.09	(0.24)	0.43
Total from investment operations	0.14	0.36	0.17	(0.17)	0.50
Less distributions from:					
Net investment income	(0.12)	(0.12)	(0.12)	(0.11)	(0.11)
Net realized gains	—	—	—	(0.05)	—
Total distributions	(0.12)	(0.12)	(0.12)	(0.16)	(0.11)
Net asset value, end of year	\$2.41	\$2.39	\$2.15	\$2.10	\$2.43
Total return	6.31%	17.41%	8.21%	(7.61)%	24.75%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.95%	0.96%	0.96%	0.97%	0.97%
Expenses net of waiver and payments by affiliates	0.95% ^c	0.95%	0.96% ^c	0.96% ^d	0.97% ^{c,d}
Net investment income	3.58%	3.80%	3.77%	2.84%	2.97%
Supplemental data					
Net assets, end of year (000's)	\$346,390	\$334,157	\$300,283	\$270,060	\$257,109
Portfolio turnover rate	62.14%	49.72%	56.23%	77.65%	68.93%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

Franklin Income Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$2.44	\$2.19	\$2.14	\$2.47	\$2.07
Income from investment operations ^a :					
Net investment income ^b	0.10	0.10	0.10	0.08	0.08
Net realized and unrealized gains (losses)	0.07	0.28	0.09	(0.24)	0.44
Total from investment operations	0.17	0.38	0.19	(0.16)	0.52
Less distributions from:					
Net investment income	(0.14)	(0.13)	(0.14)	(0.12)	(0.12)
Net realized gains	—	—	—	(0.05)	—
Total distributions	(0.14)	(0.13)	(0.14)	(0.17)	(0.12)
Net asset value, end of year	\$2.47	\$2.44	\$2.19	\$2.14	\$2.47
Total return	7.15%	18.18%	9.17%	(7.38)%	25.53%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.41%	0.41%	0.41%	0.42%	0.43%
Expenses net of waiver and payments by affiliates	0.40%	0.40%	0.40%	0.40% ^c	0.41% ^c
Net investment income	4.12%	4.35%	4.35%	3.43%	3.50%
Supplemental data					
Net assets, end of year (000's)	\$1,980,144	\$1,938,998	\$1,662,931	\$1,158,685	\$748,355
Portfolio turnover rate	62.14%	49.72%	56.23%	77.65%	68.93%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of expense reduction rounds to less than 0.01%.

Franklin Income Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$2.43	\$2.18	\$2.13	\$2.46	\$2.07
Income from investment operations ^a :					
Net investment income ^b	0.10	0.10	0.10	0.08	0.08
Net realized and unrealized gains (losses)	0.05	0.28	0.09	(0.24)	0.43
Total from investment operations	0.15	0.38	0.19	(0.16)	0.51
Less distributions from:					
Net investment income	(0.13)	(0.13)	(0.14)	(0.12)	(0.12)
Net realized gains	—	—	—	(0.05)	—
Total distributions	(0.13)	(0.13)	(0.14)	(0.17)	(0.12)
Net asset value, end of year	\$2.45	\$2.43	\$2.18	\$2.13	\$2.46
Total return	6.70%	18.20%	9.16%	(7.44)%	24.98%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.45%	0.46%	0.46%	0.47%	0.47%
Expenses net of waiver and payments by affiliates	0.45% ^c	0.45%	0.46% ^c	0.46% ^d	0.47% ^{c,d}
Net investment income	4.08%	4.30%	4.27%	3.32%	3.46%
Supplemental data					
Net assets, end of year (000's)	\$15,358,615	\$14,603,259	\$12,941,766	\$11,638,757	\$11,969,691
Portfolio turnover rate	62.14%	49.72%	56.23%	77.65%	68.93%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

Schedule of Investments, September 30, 2025

Franklin Income Fund

	Country	Shares	Value
Common Stocks 27.1%			
Aerospace & Defense 1.3%			
^Lockheed Martin Corp.	United States	1,000,000	\$499,210,000
Northrop Grumman Corp.	United States	250,000	152,330,000
^TransDigm Group, Inc.	United States	250,000	329,505,000
			<u>981,045,000</u>
Automobiles 0.2%			
Mercedes-Benz Group AG	Germany	2,500,000	<u>157,574,987</u>
Banks 1.0%			
^Bank of America Corp.	United States	500,000	25,795,000
^Citigroup, Inc.	United States	500,000	50,750,000
Fifth Third Bancorp	United States	5,000,000	222,750,000
PNC Financial Services Group, Inc. (The)	United States	750,000	150,697,500
US Bancorp	United States	6,500,000	314,145,000
			<u>764,137,500</u>
Beverages 1.7%			
^Coca-Cola Co. (The)	United States	5,000,000	331,600,000
^PepsiCo, Inc.	United States	7,000,000	983,080,000
			<u>1,314,680,000</u>
Biotechnology 1.3%			
^AbbVie, Inc.	United States	3,000,000	694,620,000
^Amgen, Inc.	United States	1,000,000	282,200,000
			<u>976,820,000</u>
Chemicals 1.2%			
^Air Products and Chemicals, Inc.	United States	2,250,000	613,620,000
^Albemarle Corp.	United States	2,500,000	202,700,000
BASF SE	Germany	2,500,000	124,910,624
			<u>941,230,624</u>
Communications Equipment 0.2%			
^Cisco Systems, Inc.	United States	2,500,000	<u>171,050,000</u>
Consumer Staples Distribution & Retail 0.2%			
Target Corp.	United States	1,500,000	<u>134,550,000</u>
Diversified Telecommunication Services 0.4%			
Verizon Communications, Inc.	United States	7,000,000	<u>307,650,000</u>
Electric Utilities 2.0%			
Duke Energy Corp.	United States	2,500,000	309,375,000
^NextEra Energy, Inc.	United States	4,414,625	333,260,041
Southern Co. (The)	United States	7,000,000	663,390,000
Xcel Energy, Inc.	United States	3,000,000	241,950,000
			<u>1,547,975,041</u>
Energy Equipment & Services 0.4%			
Halliburton Co.	United States	3,000,000	73,800,000
Schlumberger NV	United States	6,000,000	206,220,000
			<u>280,020,000</u>
Food Products 0.5%			
Mondelez International, Inc., A.	United States	500,000	31,235,000
Nestle SA, ADR	United States	4,000,000	367,080,000
			<u>398,315,000</u>
Ground Transportation 1.0%			
Norfolk Southern Corp.	United States	150,000	<u>45,061,500</u>

Franklin Income Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Ground Transportation (continued)			
^a Union Pacific Corp.	United States	3,000,000	\$709,110,000
			754,171,500
Health Care Equipment & Supplies 0.3%			
^a Abbott Laboratories.	United States	1,000,000	133,940,000
Medtronic plc	United States	1,340,000	127,621,600
			261,561,600
Health Care Providers & Services 0.4%			
^a Cigna Group (The)	United States	400,000	115,300,000
UnitedHealth Group, Inc.	United States	500,000	172,650,000
			287,950,000
Hotels, Restaurants & Leisure 0.4%			
^a McDonald's Corp.	United States	1,000,000	303,890,000
Household Products 1.5%			
Procter & Gamble Co. (The)	United States	7,500,000	1,152,375,000
Industrial Conglomerates 0.6%			
^a Honeywell International, Inc.	United States	2,000,000	421,000,000
IT Services 0.8%			
^a Accenture plc, A	Ireland	1,000,000	246,600,000
^a International Business Machines Corp.	United States	1,250,000	352,700,000
			599,300,000
Machinery 0.2%			
^a Illinois Tool Works, Inc.	United States	600,000	156,456,000
Media 0.4%			
Comcast Corp., A	United States	8,500,000	267,070,000
Metals & Mining 0.0%†			
^a Freeport-McMoRan, Inc.	United States	900,000	35,298,000
Multi-Utilities 1.1%			
Dominion Energy, Inc.	United States	5,856,900	358,266,573
^a Sempra, Inc.	United States	4,986,300	448,667,274
			806,933,847
Oil, Gas & Consumable Fuels 4.6%			
^a BP plc, ADR	United States	3,500,000	120,610,000
^a Chevron Corp.	United States	8,500,000	1,319,965,000
^a ConocoPhillips	United States	2,500,000	236,475,000
^a Exxon Mobil Corp.	United States	11,500,000	1,296,625,000
^a Shell plc, ADR.	United States	4,000,000	286,120,000
^a TotalEnergies SE, ADR	France	4,000,000	238,760,000
			3,498,555,000
Pharmaceuticals 3.3%			
^a Bristol-Myers Squibb Co.	United States	4,500,000	202,950,000
^a Johnson & Johnson	United States	6,883,466	1,276,332,266
^{b,c} Mallinckrodt ARD LLC	United States	1,154,712	119,512,692
^a Merck & Co., Inc.	United States	5,800,000	486,794,000
Pfizer, Inc.	United States	17,000,000	433,160,000
			2,518,748,958
Semiconductors & Semiconductor Equipment 0.6%			
^a Analog Devices, Inc.	United States	1,120,000	275,184,000
^a Marvell Technology, Inc.	United States	1,250,000	105,087,500

Franklin Income Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Semiconductors & Semiconductor Equipment (continued)			
^a Texas Instruments, Inc.	United States	500,000	\$91,865,000
			472,136,500
Specialty Retail 1.2%			
^a Home Depot, Inc. (The)	United States	2,000,000	810,380,000
^a Lowe's Cos., Inc.	United States	500,000	125,655,000
			936,035,000
Technology Hardware, Storage & Peripherals 0.3%			
^a Dell Technologies, Inc., C	United States	1,635,123	231,811,388
Total Common Stocks (Cost \$17,909,384,957)			20,678,340,945
Management Investment Companies 0.1%			
Capital Markets 0.1%			
^d Clarion Partners Real Estate Income Fund, Inc., Class I	United States	7,867,833	90,558,756
Total Management Investment Companies (Cost \$100,000,000)			90,558,756
Equity-Linked Securities 19.5%			
Aerospace & Defense 1.2%			
^f Citigroup Global Markets Holdings, Inc. into Boeing Co. (The), 144A, 8.5%, 12/08/25	United States	1,500,000	265,899,137
^f Goldman Sachs Bank USA into RTX Corp., 144A, 7.5%, 3/31/26	United States	1,560,000	221,512,752
^f JPMorgan Chase Bank NA into Boeing Co. (The), 144A, 10%, 1/22/26	United States	1,275,000	250,032,941
^f Wells Fargo Bank NA into Boeing Co. (The), 144A, 8%, 5/14/26	United States	865,000	174,366,122
			911,810,952
Air Freight & Logistics 0.2%			
^f Toronto-Dominion Bank (The) into United Parcel Service, Inc., 144A, 10%, 8/05/26	United States	1,380,000	122,258,690
Banks 1.0%			
^f JPMorgan Chase Bank NA into Truist Financial Corp., 144A, 9.5%, 3/02/26	United States	5,400,000	243,376,576
^f UBS AG into Bank of America Corp., 144A, 8%, 1/28/26	United States	5,000,000	250,612,627
^f Wells Fargo Bank NA into Citigroup, Inc., 144A, 8.5%, 2/25/26	United States	2,900,000	269,878,745
			763,867,948
Biotechnology 0.3%			
^f Mizuho Markets Cayman LP into Amgen, Inc., 144A, 10%, 6/15/26	United States	855,000	242,763,055
Broadline Retail 0.3%			
^f Barclays Bank plc into Amazon.com, Inc., 144A, 10%, 3/25/26 ..	United States	1,150,000	243,556,829
Chemicals 0.1%			
^f BofA Finance LLC into Albemarle Corp., 144A, 12.5%, 8/28/26 ..	United States	825,000	66,957,868
Communications Equipment 0.4%			
^f Royal Bank of Canada into Cisco Systems, Inc., 144A, 7.5%, 3/18/26 ..	United States	4,100,000	273,718,367
Consumer Staples Distribution & Retail 0.5%			
^f BNP Paribas Issuance BV into Target Corp., 144A, 11%, 10/07/26 ..	United States	3,000,000	266,163,150
^f Toronto-Dominion Bank (The) into Target Corp., 144A, 12%, 6/30/26 ..	United States	1,615,000	146,911,715
			413,074,865

Franklin Income Fund (continued)

	Country	Shares	Value
Equity-Linked Securities (continued)			
Containers & Packaging 0.3%			
'BNP Paribas SA into International Paper Co., 144A, 9%, 10/20/25	United States	5,100,000	\$242,243,901
Electric Utilities 0.3%			
'Citigroup Global Markets Holdings, Inc. into NextEra Energy, Inc., 144A, 9%, 10/05/26	United States	3,500,000	255,005,489
Energy Equipment & Services 0.6%			
'Merrill Lynch BV into Halliburton Co., 144A, 8.5%, 9/21/26	United States	7,650,000	178,107,634
'Wells Fargo Bank NA into Schlumberger NV, 144A, 9%, 10/02/26	United States	8,600,000	298,815,856
			476,923,490
Health Care Equipment & Supplies 0.2%			
'Toronto-Dominion Bank (The) into Medtronic plc, 144A, 8%, 4/13/26	United States	1,850,000	179,083,161
Health Care Providers & Services 1.3%			
'JPMorgan Chase Bank NA into CVS Health Corp., 144A, 9%, 11/25/25	United States	3,639,100	253,306,746
'Merrill Lynch BV into UnitedHealth Group, Inc., 144A, 9%, 9/25/26	United States	950,000	318,043,730
'Merrill Lynch BV into UnitedHealth Group, Inc., 144A, 10%, 7/01/26	United States	520,000	177,857,925
'Wells Fargo Bank NA into CVS Health Corp., 144A, 10%, 4/09/26	United States	3,500,000	259,490,312
			1,008,698,713
Hotels, Restaurants & Leisure 0.5%			
'Toronto-Dominion Bank (The) into Starbucks Corp., 144A, 9%, 1/12/26	United States	1,700,000	149,221,086
'Wells Fargo Bank NA into Starbucks Corp., 144A, 9%, 8/10/26	United States	2,250,000	200,530,259
			349,751,345
Interactive Media & Services 0.4%			
'Barclays Bank plc into Alphabet, Inc., 144A, 8.5%, 4/23/26	United States	1,750,000	320,598,304
IT Services 0.9%			
'Citigroup Global Markets Holdings, Inc. into International Business Machines Corp., 144A, 8.5%, 8/21/26	United States	975,000	258,558,411
'Morgan Stanley Finance LLC into International Business Machines Corp., 144A, 8%, 4/08/27	United States	850,000	238,983,113
'UBS AG into Accenture plc, 144A, 8%, 7/13/26	Ireland	805,000	210,120,841
			707,662,365
Machinery 0.3%			
'Toronto-Dominion Bank (The) into Caterpillar, Inc., 144A, 7.5%, 2/25/26	United States	480,000	192,862,125
Media 0.3%			
'Merrill Lynch BV into Comcast Corp., 144A, 8.5%, 6/22/26	United States	6,900,000	220,618,374
Metals & Mining 1.0%			
'BNP Paribas Issuance BV into Freeport-McMoRan, Inc., 144A, 10%, 8/28/26	United States	3,750,000	148,773,067
'Citigroup Global Markets Holdings, Inc. into Freeport-McMoRan, Inc., 144A, 12%, 6/09/26	United States	2,575,000	100,118,890
'Citigroup Global Markets Holdings, Inc. into Newmont Corp., 144A, 9.5%, 2/18/26	United States	5,600,000	280,378,690
'Mizuho Markets Cayman LP into Freeport-McMoRan, Inc., 144A, 10%, 12/24/25	United States	6,000,000	235,796,819
			765,067,466
Oil, Gas & Consumable Fuels 0.9%			
'JPMorgan Chase Bank NA into Exxon Mobil Corp., 144A, 8.5%, 11/03/25	United States	2,500,000	286,611,092

Franklin Income Fund (continued)

	Country	Shares	Value
Equity-Linked Securities (continued)			
Oil, Gas & Consumable Fuels (continued)			
'Mizuho Markets Cayman LP into Exxon Mobil Corp., 144A, 8.5%, 4/07/26	United States	2,225,000	\$257,470,303
'Royal Bank of Canada into BP plc, 144A, 10%, 10/07/26	United States	3,830,000	132,050,046
			676,131,441
Pharmaceuticals 0.4%			
'Barclays Bank plc into Merck & Co., Inc., 144A, 8.5%, 10/02/26	United States	3,100,000	262,096,360
Semiconductors & Semiconductor Equipment 5.2%			
'Bank of America NA into Microchip Technology, Inc., 144A, 11%, 9/03/26	United States	3,200,000	208,316,438
'Barclays Bank plc into Microchip Technology, Inc., 144A, 10%, 10/05/26	United States	3,100,000	199,541,150
'Barclays Bank plc into Micron Technology, Inc., 144A, 10%, 9/08/26	United States	2,050,000	281,093,545
'BNP Paribas Issuance BV into Advanced Micro Devices, Inc., 144A, 10%, 3/02/26	United States	1,650,000	222,304,257
'BNP Paribas Issuance BV into Applied Materials, Inc., 144A, 10%, 12/10/25	United States	1,300,000	253,737,849
'BNP Paribas SA into Texas Instruments, Inc., 144A, 9%, 7/01/26	United States	1,300,000	249,459,501
'Citigroup Global Markets Holdings, Inc. into Intel Corp., 144A, 10%, 3/03/26	United States	6,500,000	197,447,804
'Goldman Sachs International Bank into Texas Instruments, Inc., 144A, 9%, 11/10/25	United States	1,670,000	292,889,162
'J.P. Morgan Structured Products BV into Taiwan Semiconductor Manufacturing Co. Ltd., 144A, 10%, 4/15/26	Taiwan	615,000	132,190,001
'Mizuho Markets Cayman LP into Analog Devices, Inc., 144A, 8.5%, 5/18/26	United States	800,000	179,003,989
'Mizuho Markets Cayman LP into Intel Corp., 144A, 10%, 12/08/25	United States	11,200,000	331,205,908
'Mizuho Markets Cayman LP into Microchip Technology, Inc., 144A, 10%, 4/15/26	United States	3,010,000	186,787,284
'Royal Bank of Canada into Texas Instruments, Inc., 144A, 8.5%, 8/20/26	United States	1,560,000	288,091,769
'Royal Bank of Canada into Texas Instruments, Inc., 144A, 9%, 7/21/26	United States	674,000	131,839,359
'Toronto-Dominion Bank (The) into Intel Corp., 144A, 10.5%, 9/01/26	United States	8,450,000	240,021,272
'UBS AG into Marvell Technology, Inc., 144A, 12%, 5/14/26	United States	4,500,000	328,446,885
'Wells Fargo Bank NA into QUALCOMM, Inc., 144A, 10%, 10/22/25	United States	1,250,000	213,099,576
			3,935,475,749
Software 1.2%			
'Barclays Bank plc into Salesforce, Inc., 144A, 10%, 4/01/26	United States	450,000	113,511,566
'Merrill Lynch BV into Microsoft Corp., 144A, 7%, 3/09/26	United States	725,000	323,137,502
'Royal Bank of Canada into Oracle Corp., 144A, 10%, 5/13/26	United States	1,625,000	274,657,992
'Wells Fargo Bank NA into Salesforce, Inc., 144A, 9%, 6/15/26	United States	880,000	215,216,179
			926,523,239
Specialty Retail 1.2%			
'Goldman Sachs Bank USA into Home Depot, Inc. (The), 144A, 8%, 5/18/27	United States	850,000	334,617,605
'J.P. Morgan Structured Products BV into Home Depot, Inc. (The), 144A, 8%, 10/15/25	United States	735,000	299,858,219
'Toronto-Dominion Bank (The) into Lowe's Cos., Inc., 144A, 7.5%, 8/19/26	United States	1,255,000	307,440,899
			941,916,723

Franklin Income Fund (continued)

	Country	Shares	Value
Equity-Linked Securities (continued)			
Textiles, Apparel & Luxury Goods 0.5%			
[†] Goldman Sachs International Bank into NIKE, Inc., 144A, 9%, 3/31/26	United States	2,450,000	\$173,994,301
[†] Merrill Lynch BV into NIKE, Inc., 144A, 9%, 8/10/26	United States	2,400,000	175,811,315
			349,805,616
Total Equity-Linked Securities (Cost \$14,042,126,215)			14,848,472,435
Convertible Preferred Stocks 1.7%			
Aerospace & Defense 0.5%			
Boeing Co. (The), 6%	United States	5,580,000	388,200,600
Capital Markets 0.1%			
Ares Management Corp., B, 6.75%	United States	1,000,000	49,690,000
Chemicals 0.3%			
[†] Albemarle Corp., 7.25%	United States	5,500,000	208,340,000
Electric Utilities 0.5%			
NextEra Energy, Inc., 7.234%	United States	4,500,000	211,635,000
NextEra Energy, Inc., 7.299%	United States	3,500,000	174,545,000
			386,180,000
Financial Services 0.3%			
[†] FNMA, 5.375%	United States	4,220	232,100,000
Total Convertible Preferred Stocks (Cost \$1,254,115,474)			1,264,510,600
Preferred Stocks 0.1%			
Financial Services 0.1%			
[†] FNMA, 8.25%, S.	United States	4,000,000	66,400,000
Total Preferred Stocks (Cost \$93,801,501)			66,400,000
Principal Amount*			
Convertible Bonds 0.3%			
Electric Utilities 0.1%			
[†] Southern Co. (The), Senior Note, 144A, 3.25%, 6/15/28	United States	90,000,000	91,305,000
Multi-Utilities 0.1%			
[†] CenterPoint Energy, Inc., Senior Note, 144A, 3%, 8/01/28	United States	45,000,000	45,746,871
Pharmaceuticals 0.1%			
Jazz Investments I Ltd., Senior Note, 3.125%, 9/15/30	United States	40,000,000	47,560,000
Total Convertible Bonds (Cost \$175,000,000)			184,611,871
Corporate Bonds 33.5%			
Aerospace & Defense 1.4%			
Boeing Co. (The), Senior Bond, 3.625%, 2/01/31	United States	10,000,000	9,584,552
Senior Bond, 3.6%, 5/01/34	United States	25,000,000	22,625,214
Senior Bond, 3.25%, 2/01/35	United States	25,000,000	21,706,323
Senior Note, 5.04%, 5/01/27	United States	20,000,000	20,221,091
Senior Note, 5.15%, 5/01/30	United States	243,000,000	249,439,038
Senior Note, 6.388%, 5/01/31	United States	30,000,000	32,689,071
Senior Note, 6.528%, 5/01/34	United States	35,000,000	38,719,105
[†] Bombardier, Inc., Senior Note, 144A, 7.25%, 7/01/31	Canada	40,000,000	42,451,291
RTX Corp., Senior Bond, 6.1%, 3/15/34	United States	25,000,000	27,384,459
Textron, Inc., Senior Bond, 2.45%, 3/15/31	United States	40,000,000	36,033,798

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Corporate Bonds (continued)			
Aerospace & Defense (continued)			
'TransDigm, Inc.,			
Senior Note, 144A, 6.375%, 5/31/33	United States	30,000,000	\$30,412,288
Senior Secured Note, 144A, 6.75%, 8/15/28	United States	100,000,000	102,030,900
Senior Secured Note, 144A, 6.375%, 3/01/29	United States	100,000,000	102,365,100
Senior Secured Note, 144A, 6.875%, 12/15/30	United States	50,000,000	51,851,500
Senior Secured Note, 144A, 6.625%, 3/01/32	United States	100,000,000	103,079,500
Senior Secured Note, 144A, 6%, 1/15/33	United States	105,000,000	106,256,115
Senior Sub. Note, 144A, 6.75%, 1/31/34	United States	100,000,000	103,467,403
			1,100,316,748
Automobile Components 0.1%			
'Dornoch Debt Merger Sub, Inc., Senior Note, 144A, 6.625%, 10/15/29	United States	85,000,000	73,209,668
Goodyear Tire & Rubber Co. (The), Senior Bond, 4.875%, 3/15/27	United States	34,757,000	34,577,184
			107,786,852
Automobiles 0.7%			
Ford Motor Co.,			
Senior Bond, 4.346%, 12/08/26	United States	35,000,000	34,862,082
Senior Bond, 3.25%, 2/12/32	United States	120,000,000	105,026,219
Senior Bond, 6.1%, 8/19/32	United States	155,000,000	158,833,805
General Motors Co.,			
Senior Bond, 5.6%, 10/15/32	United States	25,000,000	25,973,082
Senior Bond, 5.15%, 4/01/38	United States	140,000,000	134,009,408
'Rivian Holdings LLC / Rivian LLC / Rivian Automotive LLC, Senior Secured Note, 144A, 10%, 1/15/31	United States	73,000,000	68,013,772
			526,718,368
Banks 2.7%			
Bank of America Corp.,			
Senior Bond, 3.419% to 12/19/27, FRN thereafter, 12/20/28	United States	45,000,000	44,321,167
Senior Bond, 4.571% to 4/26/32, FRN thereafter, 4/27/33	United States	120,000,000	120,018,718
Sub. Bond, 5.425% to 8/14/34, FRN thereafter, 8/15/35	United States	90,000,000	91,842,054
Barclays plc,			
^h Junior Sub. Bond, 7.625% to 9/14/35, FRN thereafter, Perpetual	United Kingdom	20,000,000	21,215,280
Senior Bond, 2.645% to 6/23/30, FRN thereafter, 6/24/31	United Kingdom	30,000,000	27,598,859
Senior Bond, 5.746% to 8/08/32, FRN thereafter, 8/09/33	United Kingdom	100,000,000	105,160,322
Senior Bond, 7.437% to 11/01/32, FRN thereafter, 11/02/33	United Kingdom	65,000,000	74,603,484
Senior Bond, 6.692% to 9/12/33, FRN thereafter, 9/13/34	United Kingdom	70,000,000	77,472,394
Senior Note, 5.501% to 8/08/27, FRN thereafter, 8/09/28	United Kingdom	80,000,000	81,736,186
Sub. Bond, 7.119% to 6/26/33, FRN thereafter, 6/27/34	United Kingdom	55,000,000	61,504,221
Citigroup, Inc.,			
^h GG, Junior Sub. Bond, 6.875% to 8/14/30, FRN thereafter, Perpetual	United States	75,000,000	77,373,525
Senior Bond, 6.27% to 11/16/32, FRN thereafter, 11/17/33	United States	75,000,000	81,876,114
Sub. Bond, 6.174% to 5/24/33, FRN thereafter, 5/25/34	United States	155,000,000	164,978,006
Sub. Bond, 6.02% to 1/23/35, FRN thereafter, 1/24/36	United States	85,000,000	89,085,675
Sub. Bond, 5.411% to 9/18/34, FRN thereafter, 9/19/39	United States	30,000,000	30,112,489
Fifth Third Bancorp, Senior Note, 6.339% to 7/26/28, FRN thereafter, 7/27/29	United States	20,000,000	21,077,296
JPMorgan Chase & Co.,			
^h NN, Junior Sub. Bond, 6.875% to 5/31/29, FRN thereafter, Perpetual	United States	50,000,000	52,731,100
^h OO, Junior Sub. Bond, 6.5% to 3/31/30, FRN thereafter, Perpetual	United States	100,000,000	103,624,400

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Corporate Bonds (continued)			
Banks (continued)			
JPMorgan Chase & Co., (continued)			
Senior Bond, 6.254% to 10/22/33, FRN thereafter, 10/23/34 . . .	United States	90,000,000	\$99,209,063
KeyBank NA,			
Senior Note, 5.85%, 11/15/27	United States	50,000,000	51,590,577
Sub. Bond, 4.9%, 8/08/32	United States	35,000,000	34,760,790
PNC Financial Services Group, Inc. (The), Senior Bond, 6.037% to 10/27/32, FRN thereafter, 10/28/33	United States	70,000,000	75,628,483
Truist Financial Corp.,			
Senior Note, 6.047% to 6/07/26, FRN thereafter, 6/08/27 . . .	United States	45,000,000	45,528,776
Sub. Bond, 4.916% to 7/27/32, FRN thereafter, 7/28/33 . . .	United States	95,000,000	94,721,965
US Bancorp,			
Senior Bond, 5.85% to 10/20/32, FRN thereafter, 10/21/33 . . .	United States	45,000,000	47,998,242
Senior Bond, 5.836% to 6/09/33, FRN thereafter, 6/12/34 . . .	United States	35,000,000	37,307,161
Senior Note, 5.775% to 6/11/28, FRN thereafter, 6/12/29 . . .	United States	40,000,000	41,635,762
Wells Fargo & Co.,			
Senior Bond, 4.897% to 7/24/32, FRN thereafter, 7/25/33 . . .	United States	50,000,000	50,818,649
Senior Bond, 5.557% to 7/24/33, FRN thereafter, 7/25/34 . . .	United States	70,000,000	73,552,772
Senior Bond, 6.491% to 10/22/33, FRN thereafter, 10/23/34 . . .	United States	60,000,000	66,686,730
			<u>2,045,770,260</u>
Building Products 0.2%			
'Camelot Return Merger Sub, Inc., Senior Secured Note, 144A, 8.75%, 8/01/28	United States	47,600,000	46,097,992
'EMRLD Borrower LP / Emerald Co-Issuer, Inc.,			
Senior Secured Note, 144A, 6.625%, 12/15/30	United States	50,000,000	51,459,950
Senior Secured Note, 144A, 6.75%, 7/15/31	United States	20,000,000	20,796,380
'Quikrete Holdings, Inc.,			
Senior Note, 144A, 6.75%, 3/01/33	United States	20,000,000	20,808,974
Senior Secured Note, 144A, 6.375%, 3/01/32	United States	30,000,000	31,098,720
			<u>170,262,016</u>
Capital Markets 1.0%			
Charles Schwab Corp. (The),			
Senior Bond, 5.853% to 5/18/33, FRN thereafter, 5/19/34 . . .	United States	30,000,000	32,119,119
Senior Note, 5.643% to 5/18/28, FRN thereafter, 5/19/29 . . .	United States	25,000,000	25,968,144
Senior Note, 6.196% to 11/16/28, FRN thereafter, 11/17/29 . . .	United States	40,000,000	42,485,262
Goldman Sachs Group, Inc. (The),			
^h Junior Sub. Bond, 6.85% to 2/09/30, FRN thereafter, Perpetual	United States	10,000,000	10,399,580
^{g,h} Y, Junior Sub. Bond, 6.125% to 11/09/34, FRN thereafter, Perpetual	United States	25,000,000	25,405,575
Senior Bond, 2.65% to 10/20/31, FRN thereafter, 10/21/32 . . .	United States	30,000,000	26,988,401
Senior Bond, 6.561% to 10/23/33, FRN thereafter, 10/24/34 . . .	United States	75,000,000	84,114,929
Senior Bond, 5.851% to 4/24/34, FRN thereafter, 4/25/35 . . .	United States	65,000,000	69,278,342
Sub. Bond, 6.75%, 10/01/37	United States	60,000,000	67,252,199
Morgan Stanley,			
Senior Bond, 6.342% to 10/17/32, FRN thereafter, 10/18/33 . . .	United States	35,000,000	38,477,466
Senior Bond, 5.25% to 4/20/33, FRN thereafter, 4/21/34 . . .	United States	220,000,000	226,939,669
Senior Bond, 6.627% to 10/31/33, FRN thereafter, 11/01/34 . . .	United States	30,000,000	33,586,709
Sub. Bond, 5.948% to 1/18/33, FRN thereafter, 1/19/38	United States	67,095,000	70,368,562
			<u>753,383,957</u>
Chemicals 0.9%			
Celanese US Holdings LLC,			
Senior Bond, 6.879%, 7/15/32	United States	105,000,000	107,365,230
Senior Note, 6.665%, 7/15/27	United States	40,000,000	41,059,436
Senior Note, 7.05%, 11/15/30	United States	30,000,000	30,990,690

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Corporate Bonds (continued)			
Chemicals (continued)			
'CVR Partners LP / CVR Nitrogen Finance Corp., Senior Secured Note, 144A, 6.125%, 6/15/28	United States	25,000,000	\$24,979,023
Dow Chemical Co. (The), Senior Bond, 6.3%, 3/15/33	United States	35,000,000	37,634,093
Huntsman International LLC, Senior Bond, 4.5%, 5/01/29	United States	25,000,000	23,935,353
'International Flavors & Fragrances, Inc., Senior Bond, 144A, 2.3%, 11/01/30	United States	24,549,000	21,974,145
Senior Note, 144A, 1.832%, 10/15/27	United States	5,206,000	4,954,075
'Qnity Electronics, Inc., Senior Note, 144A, 6.25%, 8/15/33	United States	20,000,000	20,448,720
Senior Secured Note, 144A, 5.75%, 8/15/32	United States	35,000,000	35,310,687
'Rain Carbon, Inc., Senior Secured Note, 144A, 12.25%, 9/01/29	United States	38,000,000	40,740,484
'SCIH Salt Holdings, Inc., Senior Note, 144A, 6.625%, 5/01/29	United States	100,000,000	98,128,953
Senior Secured Note, 144A, 4.875%, 5/01/28	United States	65,000,000	63,570,533
'Tronox, Inc., Senior Note, 144A, 4.625%, 3/15/29	United States	85,000,000	55,528,094
g Senior Secured Note, 144A, 9.125%, 9/30/30	United States	40,000,000	39,213,932
			645,833,448
Commercial Services & Supplies 0.1%			
'RR Donnelley & Sons Co., Senior Secured Note, 144A, 9.5%, 8/01/29	United States	50,000,000	51,289,500
Communications Equipment 1.1%			
'CommScope LLC, Senior Note, 144A, 8.25%, 3/01/27	United States	292,000,000	295,439,617
Senior Note, 144A, 7.125%, 7/01/28	United States	220,000,000	220,995,500
Senior Secured Note, 144A, 4.75%, 9/01/29	United States	150,000,000	149,224,500
g Senior Secured Note, 144A, 9.5%, 12/15/31	United States	155,000,000	160,537,530
			826,197,147
Consumer Finance 1.2%			
Capital One Financial Corp., Senior Bond, 5.268% to 5/09/32, FRN thereafter, 5/10/33	United States	50,000,000	51,145,838
Senior Bond, 5.817% to 1/31/33, FRN thereafter, 2/01/34	United States	85,000,000	89,167,224
Senior Note, 6.312% to 6/07/28, FRN thereafter, 6/08/29	United States	75,000,000	78,685,895
Senior Note, 5.247% to 7/25/29, FRN thereafter, 7/26/30	United States	40,000,000	41,123,805
Senior Note, 7.624% to 10/29/30, FRN thereafter, 10/30/31	United States	40,000,000	45,251,272
Ford Motor Credit Co. LLC, Senior Bond, 5.113%, 5/03/29	United States	45,000,000	44,677,808
Senior Bond, 6.125%, 3/08/34	United States	65,000,000	65,348,440
Senior Note, 6.95%, 6/10/26	United States	35,000,000	35,460,745
Senior Note, 4.95%, 5/28/27	United States	85,000,000	84,889,537
Senior Note, 6.8%, 5/12/28	United States	92,000,000	95,563,723
Senior Note, 7.35%, 3/06/30	United States	45,000,000	48,182,243
g Senior Note, 6.532%, 3/19/32	United States	80,000,000	83,281,131
General Motors Financial Co., Inc., Senior Bond, 6.4%, 1/09/33	United States	50,000,000	53,635,706
Senior Note, 5.8%, 6/23/28	United States	50,000,000	51,824,550
Senior Note, 5.8%, 1/07/29	United States	75,000,000	77,964,443
			946,202,360
Containers & Packaging 1.5%			
'Ardagh Metal Packaging Finance USA LLC / Ardagh Metal Packaging Finance plc, Senior Note, 144A, 4%, 9/01/29	United States	124,275,000	115,118,624
Senior Secured Note, 144A, 6%, 6/15/27	United States	20,115,000	20,127,146

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Corporate Bonds (continued)			
Containers & Packaging (continued)			
'Ardagh Packaging Finance plc / Ardagh Holdings USA, Inc., Senior Note, 144A, 5.25%, 8/15/27	United States	479,856,000	\$185,051,668
Senior Secured Note, 144A, 4.125%, 8/15/26	United States	260,000,000	250,887,000
'Clydesdale Acquisition Holdings, Inc., Senior Secured Note, 144A, 6.75%, 4/15/32	United States	40,000,000	41,063,800
'Mauser Packaging Solutions Holding Co., Secured Note, 144A, 9.25%, 4/15/27	United States	250,000,000	250,783,250
Senior Secured Note, 144A, 7.875%, 4/15/27	United States	250,000,000	252,763,250
			<u>1,115,794,738</u>
Diversified REITs 0.2%			
VICI Properties LP, Senior Bond, 5.125%, 5/15/32	United States	50,000,000	50,512,808
'VICI Properties LP / VICI Note Co., Inc., Senior Note, 144A, 4.25%, 12/01/26	United States	100,000,000	99,650,649
			<u>150,163,457</u>
Diversified Telecommunication Services 0.9%			
'CCO Holdings LLC / CCO Holdings Capital Corp., Senior Bond, 144A, 5.125%, 5/01/27	United States	207,600,000	206,370,946
Senior Bond, 144A, 5%, 2/01/28	United States	165,700,000	164,241,051
Senior Bond, 144A, 4.75%, 3/01/30	United States	82,500,000	79,228,627
Senior Note, 144A, 6.375%, 9/01/29	United States	102,000,000	103,485,222
'Connect Holding II LLC, Senior Secured Note, 144A, 10.5%, 4/03/31	United States	135,000,000	135,001,688
			<u>688,327,534</u>
Electric Utilities 2.4%			
American Electric Power Co., Inc., Senior Bond, 5.95%, 11/01/32	United States	30,000,000	32,190,409
NextEra Energy Capital Holdings, Inc., Senior Bond, 5.25%, 3/15/34	United States	60,000,000	61,643,889
'NRG Energy, Inc., Senior Bond, 144A, 3.625%, 2/15/31	United States	65,000,000	60,148,367
Senior Bond, 144A, 6.25%, 11/01/34	United States	75,000,000	76,928,700
' Senior Bond, 144A, 6%, 1/15/36	United States	150,000,000	150,115,294
Senior Note, 144A, 3.375%, 2/15/29	United States	48,300,000	45,696,524
Senior Note, 144A, 5.75%, 7/15/29	United States	100,000,000	100,619,643
Senior Note, 144A, 6%, 2/01/33	United States	125,000,000	127,040,750
Senior Secured Bond, 144A, 7%, 3/15/33	United States	30,000,000	33,189,690
Senior Secured Note, 144A, 2.45%, 12/02/27	United States	30,000,000	28,765,815
Pacific Gas and Electric Co., Senior Bond, 4.55%, 7/01/30	United States	116,500,000	115,737,714
Senior Bond, 6.15%, 1/15/33	United States	50,000,000	52,958,089
Senior Bond, 6.4%, 6/15/33	United States	30,000,000	32,262,333
Senior Note, 6.1%, 1/15/29	United States	49,000,000	51,276,209
PG&E Corp., Senior Secured Note, 5%, 7/01/28	United States	107,284,000	106,372,513
Southern Co. (The), 2025, Junior Sub. Bond, 6.375% to 3/14/35, FRN thereafter, 3/15/55	United States	100,000,000	106,632,700
Senior Bond, 5.7%, 10/15/32	United States	45,000,000	47,693,709
Senior Bond, 5.2%, 6/15/33	United States	40,000,000	41,191,123
'Vistra Operations Co. LLC, Senior Note, 144A, 5.5%, 9/01/26	United States	109,160,000	109,156,730
Senior Note, 144A, 4.375%, 5/01/29	United States	137,000,000	134,232,038
Senior Note, 144A, 7.75%, 10/15/31	United States	79,000,000	83,654,443
Senior Note, 144A, 6.875%, 4/15/32	United States	100,000,000	104,660,677
Senior Secured Bond, 144A, 4.3%, 7/15/29	United States	35,000,000	34,745,046
Senior Secured Bond, 144A, 6.95%, 10/15/33	United States	75,000,000	83,707,500

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Corporate Bonds (continued)			
Electric Utilities (continued)			
'Vistra Operations Co. LLC, (continued)			
Senior Secured Note, 144A, 3.7%, 1/30/27	United States	28,500,000	\$28,245,171
			1,848,865,076
Electrical Equipment 0.1%			
Regal Rexnord Corp.,			
Senior Note, 6.3%, 2/15/30	United States	25,000,000	26,518,575
Senior Note, 6.4%, 4/15/33	United States	60,000,000	64,441,380
			90,959,955
Energy Equipment & Services 0.5%			
'USA Compression Partners LP / USA Compression Finance Corp., Senior Note, 144A, 7.125%, 3/15/29	United States	40,000,000	41,280,960
'Weatherford International Ltd.,			
Senior Note, 144A, 8.625%, 4/30/30	United States	245,000,000	250,624,220
Senior Note, 144A, 6.75%, 10/15/33	United States	55,000,000	55,072,633
			346,977,813
Entertainment 0.2%			
Netflix, Inc.,			
Senior Bond, 4.375%, 11/15/26	United States	43,000,000	43,208,630
Senior Bond, 4.875%, 4/15/28	United States	70,000,000	71,549,509
			114,758,139
Food Products 0.3%			
JBS USA Holding Lux SARL / JBS USA Food Co. / JBS Lux Co. SARL, Senior Note, 5.75%, 4/01/33	United States	85,000,000	88,821,175
Pilgrim's Pride Corp.,			
Senior Bond, 6.25%, 7/01/33	United States	68,000,000	72,670,920
Senior Bond, 6.875%, 5/15/34	United States	40,000,000	44,213,600
'Post Holdings, Inc., Senior Secured Note, 144A, 6.25%, 2/15/32	United States	45,000,000	46,319,771
			252,025,466
Ground Transportation 0.1%			
'Ashtead Capital, Inc.,			
Senior Bond, 144A, 5.55%, 5/30/33	United Kingdom	55,000,000	56,764,788
Senior Bond, 144A, 5.95%, 10/15/33	United Kingdom	35,000,000	37,017,860
			93,782,648
Health Care Equipment & Supplies 0.5%			
GE HealthCare Technologies, Inc., Senior Note, 5.905%, 11/22/32	United States	105,000,000	113,027,194
'Medline Borrower LP,			
Senior Note, 144A, 5.25%, 10/01/29	United States	90,000,000	89,288,388
Senior Secured Note, 144A, 3.875%, 4/01/29	United States	110,000,000	106,169,688
'Medline Borrower LP / Medline Co-Issuer, Inc., Senior Secured Note, 144A, 6.25%, 4/01/29	United States	75,000,000	76,999,100
			385,484,370
Health Care Providers & Services 6.2%			
Centene Corp.,			
Senior Note, 4.25%, 12/15/27	United States	52,000,000	51,106,503
Senior Note, 4.625%, 12/15/29	United States	141,100,000	136,899,625
Senior Note, 3.375%, 2/15/30	United States	47,000,000	43,266,411
'CHS/Community Health Systems, Inc.,			
144A, 10.75%, 6/15/33	United States	600,000,000	620,238,000
Secured Note, 144A, 6.875%, 4/15/29	United States	518,000,000	412,286,560
Secured Note, 144A, 6.125%, 4/01/30	United States	600,000,000	435,725,532

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Corporate Bonds (continued)			
Health Care Providers & Services (continued)			
'CHS/Community Health Systems, Inc., (continued)			
Senior Secured Note, 144A, 10.875%, 1/15/32	United States	575,000,000	\$609,699,525
Senior Secured Note, 144A, 9.75%, 1/15/34	United States	200,000,000	205,150,000
CVS Health Corp.,			
Senior Bond, 5.25%, 2/21/33	United States	95,000,000	97,227,615
Senior Bond, 4.78%, 3/25/38	United States	61,925,000	58,065,060
'DaVita, Inc.,			
Senior Note, 144A, 4.625%, 6/01/30	United States	200,000,000	191,839,778
Senior Note, 144A, 6.875%, 9/01/32	United States	70,000,000	72,367,820
Senior Note, 144A, 6.75%, 7/15/33	United States	40,000,000	41,281,520
HCA, Inc.,			
Senior Bond, 5.625%, 9/01/28	United States	115,000,000	118,675,800
Senior Bond, 5.5%, 6/01/33	United States	90,000,000	93,537,756
Humana, Inc., Senior Bond, 5.875%, 3/01/33	United States	35,000,000	36,838,033
'Kedrion SpA, Senior Secured Note, 144A, 6.5%, 9/01/29	Italy	50,000,000	49,409,502
MPH Acquisition Holdings LLC, Senior Secured Note, 144A, PIK, 11.5%, 12/31/30	United States	49,792,145	51,703,416
Tenet Healthcare Corp.,			
Secured Note, 6.25%, 2/01/27	United States	133,000,000	133,067,803
Senior Bond, 6.875%, 11/15/31	United States	55,258,000	60,115,068
Senior Note, 6.125%, 10/01/28	United States	510,000,000	510,728,775
Senior Secured Note, 4.25%, 6/01/29	United States	95,000,000	92,857,778
Senior Secured Note, 6.125%, 6/15/30	United States	425,000,000	430,952,907
Senior Secured Note, 6.75%, 5/15/31	United States	159,775,000	165,538,687
			<u>4,718,579,474</u>
Health Care Technology 0.0%†			
'Claritev Corp., Senior Secured Note, 144A, PIK, 6.75%, 3/31/31	United States	27,072,269	<u>21,013,157</u>
Hotels, Restaurants & Leisure 1.9%			
'Caesars Entertainment, Inc.,			
Senior Note, 144A, 4.625%, 10/15/29	United States	124,000,000	118,650,677
Senior Note, 144A, 6%, 10/15/32	United States	145,000,000	142,909,796
Senior Secured Note, 144A, 7%, 2/15/30	United States	95,000,000	97,778,029
Senior Secured Note, 144A, 6.5%, 2/15/32	United States	142,500,000	145,437,353
'Carnival Corp.,			
Senior Note, 144A, 5.75%, 8/01/32	United States	85,000,000	86,608,880
Senior Note, 144A, 6.125%, 2/15/33	United States	115,000,000	117,951,590
Expedia Group, Inc.,			
Senior Bond, 3.8%, 2/15/28	United States	36,500,000	36,191,040
Senior Note, 3.25%, 2/15/30	United States	60,000,000	57,348,479
'Fertitta Entertainment LLC / Fertitta Entertainment Finance Co., Inc.,			
Senior Note, 144A, 6.75%, 1/15/30	United States	82,500,000	77,476,396
Senior Secured Note, 144A, 4.625%, 1/15/29	United States	95,000,000	90,492,544
'Hilton Domestic Operating Co., Inc., Senior Note, 144A, 6.125%, 4/01/32	United States	40,000,000	41,149,040
'NCL Corp. Ltd., Senior Note, 144A, 6.75%, 2/01/32	United States	35,000,000	36,016,981
'Royal Caribbean Cruises Ltd., Senior Note, 144A, 5.5%, 4/01/28	United States	50,000,000	50,983,196
'Wynn Las Vegas LLC / Wynn Las Vegas Capital Corp., Senior Bond, 144A, 5.25%, 5/15/27	United States	125,000,000	124,952,347
'Wynn Macau Ltd., Senior Bond, 144A, 5.5%, 10/01/27	Macau	51,457,000	51,491,720
'Wynn Resorts Finance LLC / Wynn Resorts Capital Corp., Senior Note, 144A, 7.125%, 2/15/31	United States	75,000,000	80,787,805
Senior Note, 144A, 6.25%, 3/15/33	United States	110,000,000	111,779,250
			<u>1,468,005,123</u>

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Corporate Bonds (continued)			
Household Durables 0.2%			
KB Home, Senior Note, 7.25%, 7/15/30	United States	20,000,000	\$20,648,840
'Newell Brands, Inc., Senior Note, 144A, 8.5%, 6/01/28	United States	35,000,000	37,108,260
Shea Homes LP / Shea Homes Funding Corp., Senior Note, 4.75%, 2/15/28	United States	25,000,000	24,702,958
Senior Note, 4.75%, 4/01/29	United States	40,000,000	39,268,588
			<u>121,728,646</u>
Independent Power and Renewable Electricity Producers 0.4%			
'Calpine Corp., Senior Note, 144A, 5.125%, 3/15/28	United States	135,000,000	135,168,750
Senior Secured Note, 144A, 4.5%, 2/15/28	United States	85,175,000	84,872,322
f,hVistra Corp., Junior Sub. Bond, 144A, 8% to 10/14/26, FRN thereafter, Perpetual	United States	10,000,000	10,236,130
Junior Sub. Bond, 144A, 7% to 12/14/26, FRN thereafter, Perpetual	United States	97,750,000	99,314,000
			<u>329,591,202</u>
Insurance 0.1%			
'Five Corners Funding Trust III, Senior Note, 144A, 5.791%, 2/15/33	United States	30,000,000	31,746,402
Prudential Financial, Inc., Junior Sub. Bond, 5.7% to 9/14/28, FRN thereafter, 9/15/48	United States	65,000,000	66,298,505
			<u>98,044,907</u>
Media 0.3%			
'Clear Channel Outdoor Holdings, Inc., Senior Note, 144A, 7.75%, 4/15/28	United States	125,000,000	124,883,950
'Stagwell Global LLC, Senior Note, 144A, 5.625%, 8/15/29	United States	55,000,000	53,473,959
'Univision Communications, Inc., Senior Secured Note, 144A, 9.375%, 8/01/32	United States	45,000,000	47,992,815
			<u>226,350,724</u>
Metals & Mining 1.1%			
'Alcoa Nederland Holding BV, Senior Note, 144A, 4.125%, 3/31/29	United States	101,547,000	98,279,756
ArcelorMittal SA, Senior Bond, 6.8%, 11/29/32	Luxembourg	55,000,000	61,215,311
'Cleveland-Cliffs, Inc., Senior Bond, 144A, 4.875%, 3/01/31	United States	25,000,000	23,420,750
Senior Note, 144A, 6.875%, 11/01/29	United States	59,265,000	60,445,618
Senior Note, 144A, 7%, 3/15/32	United States	97,000,000	98,087,855
Senior Note, 144A, 7.375%, 5/01/33	United States	55,000,000	56,191,850
Senior Note, 144A, 7.625%, 1/15/34	United States	55,000,000	56,708,301
'Fortescue Treasury Pty. Ltd., Senior Bond, 144A, 4.375%, 4/01/31	Australia	155,500,000	148,569,754
Senior Bond, 144A, 6.125%, 4/15/32	Australia	75,000,000	77,558,100
Senior Note, 144A, 5.875%, 4/15/30	Australia	62,035,000	63,625,205
Freeport-McMoRan, Inc., Senior Bond, 5.25%, 9/01/29	United States	40,000,000	40,531,862
'Mineral Resources Ltd., Senior Note, 144A, 8%, 11/01/27	Australia	20,000,000	20,402,781
Senior Note, 144A, 8.5%, 5/01/30	Australia	25,000,000	26,024,750
			<u>831,061,893</u>
Multi-Utilities 0.0%†			
Sempra, Inc., Senior Bond, 5.5%, 8/01/33	United States	20,000,000	20,859,942
Oil, Gas & Consumable Fuels 2.9%			
'Calumet Specialty Products Partners LP / Calumet Finance Corp., Senior Note, 144A, 11%, 4/15/26	United States	72,624,000	72,887,814

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Corporate Bonds (continued)			
Oil, Gas & Consumable Fuels (continued)			
'Calumet Specialty Products Partners LP / Calumet Finance Corp., (continued)			
Senior Note, 144A, 8.125%, 1/15/27	United States	125,000,000	\$124,020,987
Senior Note, 144A, 9.75%, 7/15/28	United States	83,565,000	83,135,058
Senior Secured Note, 144A, 9.25%, 7/15/29	United States	140,000,000	143,500,000
Cheniere Energy Partners LP, Senior Note, 5.95%, 6/30/33	United States	30,000,000	31,771,582
Cheniere Energy, Inc., Senior Note, 5.65%, 4/15/34	United States	40,000,000	41,252,310
'CITGO Petroleum Corp., Senior Secured Note, 144A, 6.375%, 6/15/26	United States	77,000,000	77,053,014
Energy Transfer LP,			
Senior Bond, 5.75%, 2/15/33	United States	30,000,000	31,457,888
Senior Bond, 6.55%, 12/01/33	United States	25,000,000	27,356,037
Senior Bond, 5.6%, 9/01/34	United States	24,400,000	25,054,129
'Hilcorp Energy I LP / Hilcorp Finance Co.,			
Senior Bond, 144A, 7.25%, 2/15/35	United States	107,000,000	104,641,902
Senior Note, 144A, 6%, 4/15/30	United States	27,000,000	26,634,077
Kinder Morgan, Inc.,			
Senior Bond, 5.2%, 6/01/33	United States	67,000,000	68,631,874
Senior Bond, 5.4%, 2/01/34	United States	30,000,000	30,941,693
'Matador Resources Co.,			
Senior Note, 144A, 6.875%, 4/15/28	United States	30,000,000	30,637,470
Senior Note, 144A, 6.5%, 4/15/32	United States	35,000,000	35,359,415
Senior Note, 144A, 6.25%, 4/15/33	United States	40,000,000	40,287,960
Occidental Petroleum Corp.,			
Senior Bond, 6.625%, 9/01/30	United States	80,000,000	85,774,640
Senior Bond, 6.125%, 1/01/31	United States	52,000,000	54,815,070
Senior Note, 6.375%, 9/01/28	United States	60,000,000	62,789,280
'Rockies Express Pipeline LLC, Senior Note, 144A, 6.75%, 3/15/33	United States	20,000,000	20,901,300
'Venture Global Calcasieu Pass LLC, Senior Secured Note, 144A, 6.25%, 1/15/30	United States	46,445,000	48,468,609
'Venture Global LNG, Inc.,			
^h Junior Sub. Bond, 144A, 9% to 9/29/29, FRN thereafter, Perpetual	United States	340,000,000	337,205,064
Senior Secured Note, 144A, 8.125%, 6/01/28	United States	160,000,000	165,723,200
^g Senior Secured Note, 144A, 7%, 1/15/30	United States	105,000,000	108,726,471
Senior Secured Note, 144A, 8.375%, 6/01/31	United States	135,000,000	141,841,167
'Venture Global Plaquemines LNG LLC,			
Senior Secured Bond, 144A, 7.75%, 5/01/35	United States	25,000,000	28,233,332
Senior Secured Note, 144A, 7.5%, 5/01/33	United States	50,000,000	55,281,750
Williams Cos., Inc. (The),			
Senior Bond, 3.5%, 11/15/30	United States	90,000,000	86,052,300
Senior Bond, 5.65%, 3/15/33	United States	40,000,000	42,039,131
			2,232,474,524
Passenger Airlines 1.5%			
^f American Airlines Group, Inc., Senior Secured Note, 144A, PIK, 10.75%, 2/15/26	United States	145,000,000	145,480,559
^g American Airlines, Inc., Senior Secured Note, 144A, 8.5%, 5/15/29	United States	150,000,000	156,566,700
'American Airlines, Inc. / AAdvantage Loyalty IP Ltd.,			
Senior Secured Note, 144A, 5.5%, 4/20/26	United States	62,125,000	62,205,203
Senior Secured Note, 144A, 5.75%, 4/20/29	United States	255,000,000	256,166,719
'Avianca Midco 2 plc, Senior Secured Note, 144A, 9%, 12/01/28	United States	27,500,000	27,568,750
'Delta Air Lines, Inc. / SkyMiles IP Ltd., Senior Secured Note, 144A, 4.75%, 10/20/28	United States	125,000,000	125,754,909

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Corporate Bonds (continued)			
Passenger Airlines (continued)			
‘ ^g JetBlue Airways Corp. / JetBlue Loyalty LP, Senior Secured Note, 144A, 9.875%, 9/20/31	United States	100,000,000	\$101,512,700
‘United Airlines, Inc., Senior Secured Note, 144A, 4.375%, 4/15/26	United States	107,762,000	107,689,165
‘Senior Secured Note, 144A, 4.625%, 4/15/29	United States	161,643,000	159,290,084
			1,142,234,789
Personal Care Products 0.1%			
‘BellRing Brands, Inc., Senior Note, 144A, 7%, 3/15/30	United States	30,000,000	31,014,180
‘Opal Bidco SAS, Senior Secured Note, 144A, 6.5%, 3/31/32	France	65,000,000	66,665,690
			97,679,870
Pharmaceuticals 0.5%			
‘1261229 BC Ltd., Senior Secured Note, 144A, 10%, 4/15/32	United States	32,000,000	32,826,945
‘Bausch Health Cos., Inc., Senior Secured Note, 144A, 11%, 9/30/28	United States	150,000,000	156,140,876
‘Endo Finance Holdings, Inc., Senior Secured Note, 144A, 8.5%, 4/15/31	United States	50,000,000	53,705,950
Teva Pharmaceutical Finance Netherlands III BV,			
‘ Senior Note, 6.75%, 3/01/28	Israel	26,000,000	27,011,608
‘ Senior Note, 7.875%, 9/15/29	Israel	25,000,000	27,313,625
‘ Senior Note, 8.125%, 9/15/31	Israel	30,000,000	34,338,540
Viatris, Inc., Senior Note, 2.7%, 6/22/30	United States	40,000,000	36,025,561
			367,363,105
Semiconductors & Semiconductor Equipment 0.3%			
Broadcom, Inc., Senior Bond, 4.3%, 11/15/32	United States	80,000,000	78,994,778
‘ Senior Bond, 144A, 3.469%, 4/15/34	United States	35,000,000	31,955,355
‘ Senior Note, 144A, 4%, 4/15/29	United States	20,000,000	19,914,171
Micron Technology, Inc., Senior Bond, 5.875%, 2/09/33	United States	40,000,000	42,502,022
Senior Note, 6.75%, 11/01/29	United States	55,000,000	59,801,143
			233,167,469
Software 0.2%			
‘McAfee Corp., Senior Note, 144A, 7.375%, 2/15/30	United States	50,000,000	46,437,820
Oracle Corp., Senior Bond, 6.25%, 11/09/32	United States	95,000,000	103,271,215
			149,709,035
Specialized REITs 0.3%			
American Tower Corp., Senior Bond, 5.65%, 3/15/33	United States	80,000,000	84,475,491
Crown Castle, Inc., Senior Bond, 5.1%, 5/01/33	United States	60,000,000	60,747,520
‘Millrose Properties, Inc., Senior Note, 144A, 6.375%, 8/01/30	United States	50,000,000	50,888,000
			196,111,011
Specialty Retail 0.2%			
Home Depot, Inc. (The), Senior Bond, 5.875%, 12/16/36	United States	20,000,000	21,788,266
Lowe’s Cos., Inc., Senior Bond, 2.625%, 4/01/31	United States	40,000,000	36,518,596
Senior Bond, 3.75%, 4/01/32	United States	48,000,000	45,930,682
Senior Bond, 5%, 4/15/33	United States	17,000,000	17,400,202
			121,637,746
Technology Hardware, Storage & Peripherals 0.2%			
Dell International LLC / EMC Corp., Senior Bond, 5.75%, 2/01/33	United States	40,000,000	42,322,145

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Corporate Bonds (continued)			
Technology Hardware, Storage & Peripherals (continued)			
Dell International LLC / EMC Corp., (continued)			
Senior Note, 5.3%, 10/01/29	United States	55,000,000	\$56,806,790
HP, Inc.,			
Senior Bond, 5.5%, 1/15/33	United States	35,000,000	36,269,717
Senior Note, 4%, 4/15/29	United States	20,000,000	19,799,092
			<u>155,197,744</u>
Textiles, Apparel & Luxury Goods 0.3%			
†Beach Acquisition Bidco LLC, Senior Note, 144A, PIK, 10%, 7/15/33	United States	210,000,000	227,044,020
Tobacco 0.2%			
BAT Capital Corp.,			
Senior Bond, 2.726%, 3/25/31	United Kingdom	25,000,000	22,851,773
Senior Bond, 6.421%, 8/02/33	United Kingdom	53,500,000	58,754,170
Senior Note, 2.259%, 3/25/28	United Kingdom	37,812,000	36,140,664
Philip Morris International, Inc.,			
Senior Bond, 5.75%, 11/17/32	United States	41,000,000	43,711,412
Senior Bond, 5.375%, 2/15/33	United States	25,000,000	26,115,743
			<u>187,573,762</u>
Trading Companies & Distributors 0.5%			
†Herc Holdings, Inc.,			
Senior Note, 144A, 7%, 6/15/30	United States	35,000,000	36,383,935
Senior Note, 144A, 7.25%, 6/15/33	United States	30,000,000	31,340,910
United Rentals North America, Inc.,			
Senior Bond, 4.875%, 1/15/28	United States	140,000,000	139,693,733
Senior Bond, 3.875%, 2/15/31	United States	30,000,000	28,402,800
Senior Bond, 3.75%, 1/15/32	United States	31,000,000	28,740,758
† Senior Secured Note, 144A, 6%, 12/15/29	United States	73,800,000	76,052,302
			<u>340,614,438</u>
Total Corporate Bonds (Cost \$24,866,019,829)			25,546,942,433
Senior Floating Rate Interests 0.9%			
Aerospace & Defense 0.0%†			
†TransDigm, Inc., First Lien, CME Term Loan, J, 6.502%, (3-month SOFR + 2.5%), 2/28/31	United States	19,849,246	19,861,851
Building Products 0.1%			
EMRLD Borrower LP, First Lien, Second Amendment Incremental CME Term Loan, 6.122%, (6-month SOFR + 2.25%), 8/04/31.	United States	54,637,249	54,459,678
Quikrete Holdings, Inc., First Lien, CME Term Loan, B3, 6.413%, (1-month SOFR + 2.25%), 2/10/32	United States	39,900,000	39,920,349
			<u>94,380,027</u>
Chemicals 0.0%†			
†SCI Salt Holdings, Inc., First Lien, Incremental CME Term Loan, B1, 7.197%, (6-month SOFR + 3%), 1/31/29	United States	19,850,000	19,893,372
Communications Equipment 0.0%†			
†CommScope, Inc., First Lien, Initial CME Term Loan, 8.913%, (1-month SOFR + 4.75%), 12/18/29	United States	20,000,000	20,270,500
Containers & Packaging 0.2%			
Clydesdale Acquisition Holdings, Inc., First Lien, 2025 Incremental Closing Date CME Term Loan, B, 7.413%, (1-month SOFR + 3.25%), 4/01/32	United States	90,193,196	90,156,217

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
^kSenior Floating Rate Interests (continued)			
^lContainers & Packaging (continued)			
^{i,m} Clydesdale Acquisition Holdings, Inc., First Lien, 2025 Incremental Delayed Draw CME Term Loan, B, 7.413%, (1-month SOFR + 3.25%), 4/01/32	United States	47,423	\$47,403
Mauser Packaging Solutions Holding Co., First Lien, Initial CME Term Loan, 7.28%, (1-month SOFR + 3%), 4/15/27	United States	19,898,219	19,926,176
			110,129,796
Health Care Equipment & Supplies 0.0%[†]			
^l Medline Borrower LP, First Lien, 2030 Refinancing CME Term Loan, 6.163%, (1-month SOFR + 2%), 10/23/30	United States	19,850,000	19,860,918
Health Care Providers & Services 0.1%			
^l MPH Acquisition Holdings LLC, First Lien, Exchange First Out CME Term Loan, 8.058%, (3-month SOFR + 3.75%), 12/31/30	United States	30,300,462	30,300,462
IT Services 0.2%			
^l X Corp., First Lien, CME Term Loan, B1, 10.958%, (3-month SOFR + 6.5%), 10/26/29	United States	178,622,449	175,471,549
Media 0.0%[†]			
^l Charter Communications Operating LLC, First Lien, CME Term Loan B5, 6.541%, (3-month SOFR + 2.25%), 12/15/31	United States	19,900,000	19,914,328
Personal Care Products 0.2%			
^l OPAL US LLC, First Lien, CME Term Loan, B2, 7.252%, (3-month SOFR + 3.25%), 4/23/32	United States	140,000,000	140,542,500
Textiles, Apparel & Luxury Goods 0.1%			
^l Beach Acquisition Bidco LLC, First Lien, CME Term Loan, B1, 7.308%, (3-month SOFR + 3.25%), 9/13/32	United States	45,000,000	45,272,025
Total Senior Floating Rate Interests (Cost \$692,569,349)			
U.S. Government and Agency Securities 6.9%			
U.S. Treasury Bonds,			
4.125%, 8/15/53	United States	750,000,000	678,134,767
4.625%, 5/15/54	United States	600,000,000	589,664,064
ⁿ 4.85%, 11/15/54	United States	1,000,000,000	251,409,470
4.5%, 11/15/54	United States	250,000,000	240,781,250
4.75%, 5/15/55	United States	750,000,000	752,578,125
U.S. Treasury Notes,			
3.875%, 8/15/33	United States	1,500,000,000	1,487,958,990
4.25%, 5/15/35	United States	1,250,000,000	1,261,718,750
Total U.S. Government and Agency Securities (Cost \$5,110,746,992)			
Asset-Backed Securities 0.1%			
Passenger Airlines 0.1%			
United Airlines Pass-Through Trust,			
2020-1, A, 5.875%, 10/15/27	United States	36,877,708	37,934,292
2023-1, A, 5.8%, 1/15/36	United States	46,648,550	48,411,688
			86,345,980
Total Asset-Backed Securities (Cost \$83,406,406)			
Mortgage-Backed Securities 6.3%			
Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate 2.9%			
FHLMC Pool, 30 Year, 5%, 11/01/54	United States	563,990,515	559,919,558
FHLMC Pool, 30 Year, 5%, 5/01/53 - 12/01/54	United States	403,904,101	401,193,303
FHLMC Pool, 30 Year, 5.5%, 6/01/53 - 2/01/55	United States	1,110,942,279	1,121,816,629

Franklin Income Fund (continued)

	Country	Principal Amount*	Value
Mortgage-Backed Securities (continued)			
Federal Home Loan Mortgage Corp. (FHLMC) Fixed Rate (continued)			
FHLMC Pool, 30 Year, 6%, 2/01/55	United States	108,752,423	\$111,268,506
			2,194,197,996
Federal National Mortgage Association (FNMA) Fixed Rate 1.2%			
FNMA, 30 Year, 4%, 8/01/49	United States	21,115,754	20,306,216
FNMA, 30 Year, 5%, 5/01/53 - 11/01/53	United States	337,580,892	336,352,658
FNMA, 30 Year, 5.5%, 7/01/53 - 11/01/54	United States	291,547,122	294,357,450
FNMA, 30 Year, 6%, 8/01/55	United States	269,550,974	275,558,093
			926,574,417
Government National Mortgage Association (GNMA) Fixed Rate 2.2%			
GNMA II, Single-family, 30 Year, 5.5%, 5/20/53 - 7/20/55	United States	662,745,660	668,771,483
GNMA II, Single-family, 30 Year, 6%, 3/20/55 - 7/20/55	United States	590,814,987	601,382,981
GNMA II, Single-family, 30 Year, 6%, 8/20/55	United States	363,938,602	370,708,806
			1,640,863,270
Total Mortgage-Backed Securities (Cost \$4,685,078,444)			4,761,635,683
Shares			
Escrows and Litigation Trusts 0.0%			
^{b,c} Endo, Inc., Escrow Account	United States	307,256,000	—
Total Escrows and Litigation Trusts (Cost \$—)			—
Total Long Term Investments (Cost \$69,012,249,167)			73,485,961,447
Short Term Investments 3.5%			
	Country	Principal Amount*	Value
U.S. Government and Agency Securities 3.3%			
"U.S. Treasury Bills,			
3.75%, 10/14/25	United States	250,000,000	249,635,775
3.86%, 10/21/25	United States	250,000,000	249,439,028
3.86%, 10/23/25	United States	250,000,000	249,385,453
3.91%, 10/28/25	United States	250,000,000	249,242,575
3.92%, 10/30/25	United States	250,000,000	249,185,672
3.9%, 11/04/25	United States	250,000,000	249,054,745
3.92%, 11/06/25	United States	250,000,000	248,995,625
3.93%, 11/13/25	United States	250,000,000	248,804,093
3.92%, 11/18/25	United States	250,000,000	248,671,667
3.94%, 11/25/25	United States	250,000,000	248,476,042
			2,490,890,675
Total U.S. Government and Agency Securities (Cost \$2,490,980,152)			2,490,890,675
Shares			
Money Market Funds 0.1%			
^{d,e} Franklin Institutional U.S. Government Money Market Fund,			
4.094%	United States	50,647,897	50,647,897
Total Money Market Funds (Cost \$50,647,897)			50,647,897

Franklin Income Fund (continued)

Short Term Investments (continued)

	Country	Shares	Value
P Investments from Cash Collateral Received for Loaned Securities 0.1%			
Money Market Funds 0.1%			
^a Franklin Institutional U.S. Government Money Market Fund, 4.094%			
	United States	111,490,000	\$111,490,000
Total Investments from Cash Collateral Received for Loaned Securities (Cost \$111,490,000)			
			\$111,490,000
Total Short Term Investments (Cost \$2,653,118,049)			
			2,653,028,572
Total Investments (Cost \$71,665,367,216) 100.0%			
Options Written (0.3%)			
Other Assets, less Liabilities 0.3%			
Net Assets 100.0%			
	Number of Contracts	Notional Amount [#]	
Options Written (0.3%)			
Calls - Exchange-Traded			
Equity Options (0.2%)			
Abbott Laboratories, November Strike Price \$145.00, Expires 11/21/25	5,000	66,970,000	(595,000)
Abbott Laboratories, January Strike Price \$145.00, Expires 1/16/26	5,000	66,970,000	(1,220,000)
AbbVie, Inc., November Strike Price \$210.00, Expires 11/21/25	5,000	115,770,000	(11,835,000)
AbbVie, Inc., November Strike Price \$220.00, Expires 11/21/25	5,000	115,770,000	(7,700,000)
AbbVie, Inc., December Strike Price \$220.00, Expires 12/19/25	5,000	115,770,000	(8,690,000)
AbbVie, Inc., November Strike Price \$230.00, Expires 11/21/25	5,000	115,770,000	(4,540,000)
AbbVie, Inc., December Strike Price \$240.00, Expires 12/19/25	10,000	231,540,000	(6,450,000)
Accenture plc, November Strike Price \$325.00, Expires 11/21/25	5,000	123,300,000	(337,500)
Air Products and Chemicals, Inc., December Strike Price \$330.00, Expires 12/19/25	5,000	136,360,000	—
Albemarle Corp., December Strike Price \$110.00, Expires 12/19/25	10,000	81,080,000	(1,830,000)
Amgen, Inc., December Strike Price \$300.00, Expires 12/19/25	10,000	282,200,000	(7,200,000)
Analog Devices, Inc., November Strike Price \$270.00, Expires 11/21/25	5,000	122,850,000	(1,500,000)
Analog Devices, Inc., December Strike Price \$270.00, Expires 12/19/25	6,200	152,334,000	(3,100,000)
Bank of America Corp., November Strike Price \$55.00, Expires 11/21/25	5,000	25,795,000	(440,000)
BP plc, November Strike Price \$35.00, Expires 11/21/25	15,000	51,690,000	(1,725,000)
BP plc, November Strike Price \$37.00, Expires 11/21/25	20,000	68,920,000	(1,000,000)
Bristol-Myers Squibb Co., November Strike Price \$52.50, Expires 11/21/25	10,000	45,100,000	(300,000)
Chevron Corp., November Strike Price \$165.00, Expires 11/21/25	20,000	310,580,000	(3,600,000)
Chevron Corp., November Strike Price \$170.00, Expires 11/21/25	10,000	155,290,000	(890,000)
Chevron Corp., December Strike Price \$170.00, Expires 12/19/25	15,000	232,935,000	(2,220,000)
Chevron Corp., January Strike Price \$170.00, Expires 1/16/26	10,000	155,290,000	(2,200,000)
Chevron Corp., December Strike Price \$175.00, Expires 12/19/25	10,000	155,290,000	(850,000)
Cigna Group (The), December Strike Price \$340.00, Expires 12/19/25	4,000	115,300,000	(980,000)
Cisco Systems, Inc., December Strike Price \$75.00, Expires 12/19/25	20,000	136,840,000	(2,180,000)

Franklin Income Fund (continued)

	Number of Contracts	Notional Amount[#]	Value
Options Written (continued)			
Calls - Exchange-Traded (continued)			
Equity Options (0.2)% (continued)			
Citigroup, Inc., December Strike Price \$105.00, Expires 12/19/25	5,000	50,750,000	\$(2,165,000)
Coca-Cola Co. (The), November Strike Price \$75.00, Expires 11/21/25	10,000	66,320,000	(120,000)
ConocoPhillips, November Strike Price \$110.00, Expires 11/21/25	4,000	37,836,000	(164,000)
Dell Technologies, Inc., December Strike Price \$150.00, Expires 12/19/25	5,000	70,885,000	(4,410,000)
Dell Technologies, Inc., December Strike Price \$160.00, Expires 12/19/25	10,000	141,770,000	(5,490,000)
Exxon Mobil Corp., November Strike Price \$120.00, Expires 11/21/25	20,000	225,500,000	(2,460,000)
Exxon Mobil Corp., December Strike Price \$120.00, Expires 12/19/25	20,000	225,500,000	(3,560,000)
Exxon Mobil Corp., January Strike Price \$125.00, Expires 1/16/26	20,000	225,500,000	(2,820,000)
Freeport-McMoRan, Inc., December Strike Price \$50.00, Expires 12/19/25	5,000	19,610,000	(255,000)
Home Depot, Inc. (The), November Strike Price \$420.00, Expires 11/21/25	10,000	405,190,000	(8,720,000)
Home Depot, Inc. (The), November Strike Price \$440.00, Expires 11/21/25	5,000	202,595,000	(1,505,000)
Home Depot, Inc. (The), November Strike Price \$450.00, Expires 11/21/25	5,000	202,595,000	(810,000)
Honeywell International, Inc., December Strike Price \$230.00, Expires 12/19/25	5,000	105,250,000	(1,335,000)
Honeywell International, Inc., November Strike Price \$240.00, Expires 11/21/25	5,000	105,250,000	(325,000)
Honeywell International, Inc., December Strike Price \$240.00, Expires 12/19/25	5,000	105,250,000	(550,000)
Illinois Tool Works, Inc., December Strike Price \$280.00, Expires 12/19/25	6,000	156,456,000	(1,710,000)
International Business Machines Corp., November Strike Price \$295.00, Expires 11/21/25	10,000	282,160,000	(10,250,000)
Johnson & Johnson, November Strike Price \$190.00, Expires 11/21/25	10,000	185,420,000	(3,380,000)
Lockheed Martin Corp., December Strike Price \$500.00, Expires 12/19/25	2,500	124,802,500	(5,687,500)
Lockheed Martin Corp., December Strike Price \$550.00, Expires 12/19/25	2,500	124,802,500	(1,450,000)
Lowe's Cos., Inc., November Strike Price \$270.00, Expires 11/21/25	5,000	125,655,000	(1,600,000)
Marvell Technology, Inc., November Strike Price \$95.00, Expires 11/21/25	12,500	105,087,500	(3,675,000)
McDonald's Corp., October Strike Price \$320.00, Expires 10/17/25	5,000	151,945,000	(205,000)
McDonald's Corp., December Strike Price \$320.00, Expires 12/19/25	5,000	151,945,000	(2,500,000)
Merck & Co., Inc., November Strike Price \$100.00, Expires 11/21/25	10,000	83,930,000	(290,000)
Merck & Co., Inc., December Strike Price \$100.00, Expires 12/19/25	10,000	83,930,000	(580,000)
NextEra Energy, Inc., December Strike Price \$77.50, Expires 12/19/25	10,000	75,490,000	(2,770,000)
NextEra Energy, Inc., November Strike Price \$80.00, Expires 11/21/25	10,000	75,490,000	(1,340,000)
NextEra Energy, Inc., December Strike Price \$80.00, Expires 12/19/25	10,000	75,490,000	(1,760,000)
PepsiCo, Inc., January Strike Price \$150.00, Expires 1/16/26	5,000	70,220,000	(1,695,000)

Franklin Income Fund (continued)

	Number of Contracts	Notional Amount[#]	Value
Options Written (continued)			
Calls - Exchange-Traded (continued)			
Equity Options (0.2)% (continued)			
PepsiCo, Inc., November Strike Price \$160.00, Expires 11/21/25	10,000	140,440,000	\$(570,000)
Sempra, Inc., October Strike Price \$85.00, Expires 10/17/25	4,863	43,757,274	(2,446,089)
Shell plc, November Strike Price \$75.00, Expires 11/21/25	10,000	71,530,000	(820,000)
Texas Instruments, Inc., November Strike Price \$195.00, Expires 11/21/25	5,000	91,865,000	(2,455,000)
TotalEnergies SE, January Strike Price \$67.50, Expires 1/16/26	10,000	59,690,000	(460,000)
TransDigm Group, Inc., November Strike Price \$1,390.00, Expires 11/21/25	1,250	164,752,500	(1,950,000)
Union Pacific Corp., December Strike Price \$240.00, Expires 12/19/25	5,000	118,185,000	(4,000,000)
			<u>(157,665,089)</u>
Puts - Exchange-Traded			
Equity Options (0.1)%			
Abbott Laboratories, November Strike Price \$125.00, Expires 11/21/25	5,000	66,970,000	(940,000)
AbbVie, Inc., December Strike Price \$185.00, Expires 12/19/25	10,000	231,540,000	(780,000)
AbbVie, Inc., November Strike Price \$190.00, Expires 11/21/25	5,000	115,770,000	(270,000)
Accenture plc, November Strike Price \$225.00, Expires 11/21/25	5,000	123,300,000	(1,950,000)
Albemarle Corp., December Strike Price \$60.00, Expires 12/19/25	10,000	81,080,000	(1,380,000)
Amazon.com, Inc., December Strike Price \$200.00, Expires 12/19/25	10,000	219,570,000	(5,270,000)
Amgen, Inc., December Strike Price \$250.00, Expires 12/19/25	5,000	141,100,000	(2,100,000)
Analog Devices, Inc., November Strike Price \$210.00, Expires 11/21/25	5,000	122,850,000	(900,000)
Apple, Inc., November Strike Price \$180.00, Expires 11/21/25	10,000	254,630,000	(230,000)
BlackRock, Inc., November Strike Price \$1,030.00, Expires 11/21/25	2,000	233,174,000	(1,340,000)
Broadcom, Inc., December Strike Price \$275.00, Expires 12/19/25	5,000	164,955,000	(4,165,000)
Cisco Systems, Inc., November Strike Price \$62.50, Expires 11/21/25	20,000	136,840,000	(1,580,000)
Coca-Cola Co. (The), November Strike Price \$65.00, Expires 11/21/25	10,000	66,320,000	(1,120,000)
ConocoPhillips, November Strike Price \$85.00, Expires 11/21/25	5,000	47,295,000	(625,000)
Delta Air Lines, Inc., November Strike Price \$50.00, Expires 11/21/25	10,000	56,750,000	(1,370,000)
Exxon Mobil Corp., January Strike Price \$105.00, Expires 1/16/26	20,000	225,500,000	(4,720,000)
Honeywell International, Inc., November Strike Price \$200.00, Expires 11/21/25	5,000	105,250,000	(1,800,000)
Honeywell International, Inc., December Strike Price \$200.00, Expires 12/19/25	5,000	105,250,000	(2,300,000)
International Business Machines Corp., November Strike Price \$225.00, Expires 11/21/25	10,000	282,160,000	(1,000,000)
International Business Machines Corp., November Strike Price \$235.00, Expires 11/21/25	4,000	112,864,000	(692,000)
Lockheed Martin Corp., December Strike Price \$350.00, Expires 12/19/25	2,500	124,802,500	(167,500)
Lowe's Cos., Inc., November Strike Price \$230.00, Expires 11/21/25	5,000	125,655,000	(1,515,000)
Marvell Technology, Inc., November Strike Price \$60.00, Expires 11/21/25	10,000	84,070,000	(370,000)
McDonald's Corp., November Strike Price \$275.00, Expires 11/21/25	5,000	151,945,000	(695,000)
Merck & Co., Inc., November Strike Price \$75.00, Expires 11/21/25	10,000	83,930,000	(900,000)

Franklin Income Fund (continued)

	Number of Contracts	Notional Amount [#]	Value
Options Written (continued)			
Puts - Exchange-Traded (continued)			
Equity Options (0.1)% (continued)			
Microsoft Corp., December Strike Price \$440.00, Expires 12/19/25			
12/19/25	2,500	129,487,500	\$(800,000)
NVIDIA Corp., November Strike Price \$135.00, Expires 11/21/25	10,000	186,580,000	(830,000)
Sempra, Inc., October Strike Price \$70.00, Expires 10/17/25	5,000	44,990,000	(40,000)
Synopsys, Inc., November Strike Price \$380.00, Expires 11/21/25	2,500	123,347,500	(487,500)
Texas Instruments, Inc., December Strike Price \$145.00, Expires 12/19/25	10,000	183,730,000	(1,450,000)
Texas Instruments, Inc., January Strike Price \$160.00, Expires 1/16/26	10,000	183,730,000	(4,170,000)
UnitedHealth Group, Inc., November Strike Price \$250.00, Expires 11/21/25	5,000	172,650,000	(345,000)
			<u>(46,302,000)</u>
Total Options Written (Premiums received \$200,658,270)			<u>\$(203,967,089)</u>

See Abbreviations on page 100.

[#]Notional amount is the number of contracts multiplied by contract size, and may be multiplied by the underlying price. May include currency units, bushels, shares, pounds, barrels or other units. Currency units are stated in U.S. dollars unless otherwise indicated.

[†]The principal amount is stated in U.S. dollars unless otherwise indicated.

[‡]Rounds to less than 0.1% of net assets.

[§]A portion or all of the security is held in connection with written option contracts open at year end.

[¶]Fair valued using significant unobservable inputs. See Note 12 regarding fair value measurements.

[¤]Non-income producing.

[¤]See Note 3(f) regarding investments in affiliated management investment companies.

[¤]See Note 1(e) regarding equity-linked securities.

[¤]Security was purchased pursuant to Rule 144A or Regulation S under the Securities Act of 1933. 144A securities may be sold in transactions exempt from registration only to qualified institutional buyers or in a public offering registered under the Securities Act of 1933. Regulation S securities cannot be sold in the United States without either an effective registration statement filed pursuant to the Securities Act of 1933, or pursuant to an exemption from registration. At September 30, 2025, the aggregate value of these securities was \$30,171,911,124, representing 39.6% of net assets.

[¤]A portion or all of the security is on loan at September 30, 2025. See Note 1(f).

[¤]Perpetual security with no stated maturity date.

[¤]A portion or all of the security purchased on a delayed delivery basis. See Note 1(c).

[¤]Income may be received in additional securities and/or cash.

[¤]See Note 1(g) regarding senior floating rate interests.

[¤]The coupon rate shown represents the rate inclusive of any caps or floors, if applicable, in effect at period end.

[¤]See Note 8 regarding unfunded loan commitments.

[¤]The rate shown represents the yield at period end.

[¤]The rate shown is the annualized seven-day effective yield at period end.

[¤]See Note 1(f) regarding securities on loan.

[¤]See Note 1(d) regarding written options.

Financial Highlights

Franklin U.S. Government Securities Fund

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$5.19	\$4.86	\$5.03	\$5.89	\$6.09
Income from investment operations ^a :					
Net investment income ^b	0.15	0.14	0.12	0.08	0.05
Net realized and unrealized gains (losses)	(0.03)	0.35	(0.14)	(0.81)	(0.12)
Total from investment operations	0.12	0.49	(0.02)	(0.73)	(0.07)
Less distributions from:					
Net investment income	(0.17)	(0.16)	(0.15)	(0.13)	(0.13)
Net asset value, end of year	\$5.14	\$5.19	\$4.86	\$5.03	\$5.89
Total return ^c	2.42%	10.25%	(0.49)%	(12.50)%	(1.15)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.86%	0.85%	0.81%	0.87%	0.87%
Expenses net of waiver and payments by affiliates	0.85%	0.84%	0.80%	0.86% ^d	0.87% ^{d,e}
Net investment income	2.93%	2.79%	2.45%	1.44%	0.79%
Supplemental data					
Net assets, end of year (000's)	\$535,302	\$592,336	\$607,527	\$687,607	\$1,020,574
Portfolio turnover rate	30.83%	30.97%	2.81%	53.63%	89.16%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of expense reduction rounds to less than 0.01%.

^eBenefit of waiver and payments by affiliates rounds to less than 0.01%.

Franklin U.S. Government Securities Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class A1					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$5.20	\$4.86	\$5.03	\$5.90	\$6.09
Income from investment operations ^a :					
Net investment income ^b	0.15	0.15	0.13	0.09	0.05
Net realized and unrealized gains (losses)	(0.03)	0.36	(0.14)	(0.82)	(0.10)
Total from investment operations	0.12	0.51	(0.01)	(0.73)	(0.05)
Less distributions from:					
Net investment income	(0.18)	(0.17)	(0.16)	(0.14)	(0.14)
Net asset value, end of year	\$5.14	\$5.20	\$4.86	\$5.03	\$5.90
Total return ^c	2.34%	10.58%	(0.38)%	(12.55)%	(0.89)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.75%	0.74%	0.70%	0.76%	0.77%
Expenses net of waiver and payments by affiliates	0.74%	0.74% ^d	0.69%	0.76% ^{d,e}	0.76% ^e
Net investment income	3.03%	2.90%	2.55%	1.56%	0.90%
Supplemental data					
Net assets, end of year (000's)	\$1,147,655	\$1,293,199	\$1,362,598	\$1,592,268	\$2,104,978
Portfolio turnover rate	30.83%	30.97%	2.81%	53.63%	89.16%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin U.S. Government Securities Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$5.15	\$4.82	\$5.00	\$5.85	\$6.04
Income from investment operations ^a :					
Net investment income ^b	0.13	0.12	0.10	0.06	0.02
Net realized and unrealized gains (losses)	(0.03)	0.35	(0.15)	(0.80)	(0.10)
Total from investment operations	0.10	0.47	(0.05)	(0.74)	(0.08)
Less distributions from:					
Net investment income	(0.15)	(0.14)	(0.13)	(0.11)	(0.11)
Net asset value, end of year	\$5.10	\$5.15	\$4.82	\$5.00	\$5.85
Total return ^c	2.02%	9.88%	(1.12)%	(12.77)%	(1.41)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.26%	1.25%	1.21%	1.27%	1.27%
Expenses net of waiver and payments by affiliates	1.25%	1.24%	1.20%	1.26% ^d	1.27% ^{d,e}
Net investment income	2.52%	2.39%	2.04%	1.04%	0.39%
Supplemental data					
Net assets, end of year (000's)	\$29,487	\$43,646	\$60,693	\$116,145	\$196,643
Portfolio turnover rate	30.83%	30.97%	2.81%	53.63%	89.16%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of expense reduction rounds to less than 0.01%.

^eBenefit of waiver and payments by affiliates rounds to less than 0.01%.

Franklin U.S. Government Securities Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$5.19	\$4.86	\$5.03	\$5.89	\$6.09
Income from investment operations ^a :					
Net investment income ^b	0.14	0.13	0.11	0.07	0.03
Net realized and unrealized gains (losses)	(0.03)	0.35	(0.14)	(0.81)	(0.11)
Total from investment operations	0.11	0.48	(0.03)	(0.74)	(0.08)
Less distributions from:					
Net investment income	(0.16)	(0.15)	(0.14)	(0.12)	(0.12)
Net asset value, end of year	\$5.14	\$5.19	\$4.86	\$5.03	\$5.89
Total return	2.16%	9.97%	(0.74)%	(12.72)%	(1.41)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	1.11%	1.10%	1.05%	1.12%	1.11%
Expenses net of waiver and payments by affiliates	1.10%	1.09%	1.05% ^c	1.11% ^d	1.11% ^{c,d}
Net investment income	2.68%	2.54%	2.20%	1.20%	0.55%
Supplemental data					
Net assets, end of year (000's)	\$12,562	\$13,803	\$14,078	\$15,476	\$19,513
Portfolio turnover rate	30.83%	30.97%	2.81%	53.63%	89.16%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

Franklin U.S. Government Securities Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$5.22	\$4.88	\$5.06	\$5.92	\$6.12
Income from investment operations ^a :					
Net investment income ^b	0.17	0.16	0.14	0.10	0.07
Net realized and unrealized gains (losses)	(0.03)	0.36	(0.15)	(0.81)	(0.12)
Total from investment operations	0.14	0.52	(0.01)	(0.71)	(0.05)
Less distributions from:					
Net investment income	(0.19)	(0.18)	(0.17)	(0.15)	(0.15)
Net asset value, end of year	\$5.17	\$5.22	\$4.88	\$5.06	\$5.92
Total return	2.76%	10.81%	(0.34)%	(12.11)%	(0.80)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.52%	0.51%	0.46%	0.50%	0.53%
Expenses net of waiver and payments by affiliates	0.51%	0.50%	0.45%	0.50% ^{c,d}	0.51% ^e
Net investment income	3.27%	3.14%	2.80%	1.81%	1.15%
Supplemental data					
Net assets, end of year (000's)	\$175,752	\$186,048	\$204,317	\$202,611	\$304,650
Portfolio turnover rate	30.83%	30.97%	2.81%	53.63%	89.16%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of expense reduction rounds to less than 0.01%.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

Franklin U.S. Government Securities Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$5.21	\$4.88	\$5.05	\$5.92	\$6.11
Income from investment operations ^a :					
Net investment income ^b	0.16	0.15	0.14	0.09	0.06
Net realized and unrealized gains (losses)	(0.03)	0.35	(0.15)	(0.81)	(0.10)
Total from investment operations	0.13	0.50	(0.01)	(0.72)	(0.04)
Less distributions from:					
Net investment income	(0.18)	(0.17)	(0.16)	(0.15)	(0.15)
Net asset value, end of year	\$5.16	\$5.21	\$4.88	\$5.05	\$5.92
Total return	2.66%	10.48%	(0.24)%	(12.39)%	(0.74)%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.61%	0.60%	0.55%	0.62%	0.62%
Expenses net of waiver and payments by affiliates	0.60%	0.59%	0.55% ^c	0.61% ^d	0.62% ^{c,d}
Net investment income	3.17%	3.04%	2.70%	1.67%	1.04%
Supplemental data					
Net assets, end of year (000's)	\$217,865	\$255,448	\$262,569	\$300,303	\$692,010
Portfolio turnover rate	30.83%	30.97%	2.81%	53.63%	89.16%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

Schedule of Investments, September 30, 2025

Franklin U.S. Government Securities Fund

	Principal Amount	Value
U.S. Government and Agency Securities 2.5%		
U.S. Treasury Bonds,		
4.75%, 2/15/37	\$13,500,000	\$14,181,856
4.5%, 2/15/44	33,400,000	32,675,898
4.625%, 5/15/54.....	6,000,000	5,896,641
Total U.S. Government and Agency Securities (Cost \$55,178,974)		\$52,754,395
Mortgage-Backed Securities 95.4%		
Government National Mortgage Association (GNMA) Fixed Rate 95.4%		
GNMA I, 30 Year, 4.5%, 4/15/40	2,713,937	2,707,668
GNMA I, 30 Year, 5%, 9/15/40.....	90,787,530	92,306,481
GNMA I, 30 Year, 5.5%, 2/15/40	37,797,256	39,270,933
GNMA I, 30 Year, 6%, 12/15/39.....	34,791,251	36,676,501
GNMA I, 30 Year, 6.5%, 8/15/37	7,135,039	7,394,790
GNMA I, 30 Year, 7%, 9/15/32.....	4,182,865	4,386,251
GNMA I, 30 Year, 7.5%, 7/15/26 - 8/15/33	208,852	217,480
GNMA I, 30 Year, 8%, 10/15/29.....	504	520
GNMA I, Single-family, 30 Year, 3.5%, 4/15/43 - 5/15/43	8,644,429	8,094,030
GNMA I, Single-family, 30 Year, 4%, 10/15/40 - 8/15/46	26,418,685	25,390,700
GNMA I, Single-family, 30 Year, 4.5%, 2/15/39 - 6/15/41	49,480,164	49,267,718
GNMA I, Single-family, 30 Year, 5.5%, 10/15/48	532,038	540,658
GNMA I, Single-family, 30 Year, 7.25%, 12/15/25	1,222	1,220
GNMA I, Single-family, 30 Year, 7.5%, 1/15/26 - 7/15/31	452,479	459,778
GNMA I, Single-family, 30 Year, 8%, 1/15/26 - 9/15/30	145,351	146,702
GNMA II, 30 Year, 4.5%, 5/20/34 - 6/20/41	2,244,250	2,258,376
GNMA II, 30 Year, 6%, 3/20/34 - 9/20/34	670,183	680,892
GNMA II, 30 Year, 6%, 7/20/39	15,764,749	16,526,066
GNMA II, 30 Year, 6.5%, 9/20/31 - 9/20/32	554,012	573,761
GNMA II, 30 Year, 7%, 7/20/32	155,771	163,051
GNMA II, 30 Year, 8%, 12/20/28	4,262	4,279
GNMA II, Single-family, 30 Year, 2%, 8/20/51	135,725,945	112,303,504
GNMA II, Single-family, 30 Year, 2%, 8/20/50 - 6/20/51	32,379,183	26,805,138
GNMA II, Single-family, 30 Year, 2.5%, 11/20/50	13,061,278	11,056,149
GNMA II, Single-family, 30 Year, 2.5%, 7/20/51	58,872,977	50,763,814
GNMA II, Single-family, 30 Year, 2.5%, 8/20/51	175,098,911	150,980,388
GNMA II, Single-family, 30 Year, 2.5%, 9/20/51	70,795,729	61,022,321
GNMA II, Single-family, 30 Year, 2.5%, 10/20/51	44,558,635	38,420,898
GNMA II, Single-family, 30 Year, 2.5%, 12/20/51	71,134,615	61,314,061
GNMA II, Single-family, 30 Year, 2.5%, 1/20/52	29,009,383	25,004,579
GNMA II, Single-family, 30 Year, 3%, 10/20/44	15,123,635	13,860,401
GNMA II, Single-family, 30 Year, 3%, 5/20/45	10,909,329	9,915,586
GNMA II, Single-family, 30 Year, 3%, 4/20/46	14,706,442	13,354,517
GNMA II, Single-family, 30 Year, 3%, 9/20/47	11,815,208	10,706,244
GNMA II, Single-family, 30 Year, 3%, 10/20/47	19,101,416	17,316,112
GNMA II, Single-family, 30 Year, 3%, 8/20/51	83,554,054	74,713,290
GNMA II, Single-family, 30 Year, 3%, 9/20/51	22,362,900	19,996,735
GNMA II, Single-family, 30 Year, 3%, 12/20/44 - 10/20/50	73,722,053	65,174,023
GNMA II, Single-family, 30 Year, 3.5%, 7/20/42	23,295,171	22,113,476
GNMA II, Single-family, 30 Year, 3.5%, 9/20/42	29,378,168	27,899,916
GNMA II, Single-family, 30 Year, 3.5%, 5/20/43	8,805,294	8,336,861
GNMA II, Single-family, 30 Year, 3.5%, 6/20/43	10,207,320	9,627,514
GNMA II, Single-family, 30 Year, 3.5%, 9/20/47	105,658,303	97,789,799
GNMA II, Single-family, 30 Year, 3.5%, 10/20/40 - 1/20/49	38,442,780	36,269,443
GNMA II, Single-family, 30 Year, 4%, 10/20/41	9,321,489	9,027,271
GNMA II, Single-family, 30 Year, 4%, 11/20/41	8,877,519	8,597,301
GNMA II, Single-family, 30 Year, 4%, 5/20/47	25,316,755	24,235,374
GNMA II, Single-family, 30 Year, 4%, 6/20/47	19,358,004	18,531,131
GNMA II, Single-family, 30 Year, 4%, 7/20/47	12,331,445	11,804,693
GNMA II, Single-family, 30 Year, 4%, 5/20/40 - 12/20/49	51,970,407	49,940,453

Franklin U.S. Government Securities Fund (continued)

	Principal Amount	Value
Mortgage-Backed Securities (continued)		
Government National Mortgage Association (GNMA) Fixed Rate (continued)		
GNMA II, Single-family, 30 Year, 4.5%, 6/20/41	\$8,644,626	\$8,652,777
GNMA II, Single-family, 30 Year, 4.5%, 7/20/41	9,545,783	9,607,544
GNMA II, Single-family, 30 Year, 4.5%, 9/20/41	13,814,226	13,903,606
GNMA II, Single-family, 30 Year, 4.5%, 10/20/41	9,890,702	9,954,699
GNMA II, Single-family, 30 Year, 4.5%, 5/20/52	31,104,346	30,421,587
GNMA II, Single-family, 30 Year, 4.5%, 5/20/33 - 2/20/44	28,631,289	28,743,376
GNMA II, Single-family, 30 Year, 5%, 7/20/53	22,498,722	22,451,880
GNMA II, Single-family, 30 Year, 5%, 8/20/53	26,561,059	26,494,812
GNMA II, Single-family, 30 Year, 5%, 9/20/53	21,327,242	21,265,258
GNMA II, Single-family, 30 Year, 5%, 7/20/33 - 9/20/41	23,238,480	23,759,644
GNMA II, Single-family, 30 Year, 5%, 12/20/54	21,417,430	21,339,727
GNMA II, Single-family, 30 Year, 5.5%, 7/20/53	20,171,164	20,456,361
GNMA II, Single-family, 30 Year, 5.5%, 1/20/54	40,892,810	41,345,689
GNMA II, Single-family, 30 Year, 5.5%, 5/20/54	43,171,413	43,598,327
GNMA II, Single-family, 30 Year, 5.5%, 6/20/34 - 6/20/55	32,314,571	33,218,047
GNMA II, Single-family, 30 Year, 5.5%, 8/20/55	90,965,927	91,813,351
GNMA II, Single-family, 30 Year, 6%, 3/20/55	36,168,830	36,786,098
GNMA II, Single-family, 30 Year, 6%, 6/20/34 - 6/20/55	6,231,092	6,348,183
GNMA II, Single-family, 30 Year, 6%, 7/20/55	91,707,084	93,363,653
GNMA II, Single-family, 30 Year, 6%, 9/20/55	11,580,000	11,807,385
GNMA II, Single-family, 30 Year, 6.5%, 3/20/55	34,322,360	35,302,262
GNMA II, Single-family, 30 Year, 6.5%, 12/20/25 - 5/20/55	4,884,238	5,157,892
GNMA II, Single-family, 30 Year, 6.5%, 6/20/55	9,636,080	9,921,309
GNMA II, Single-family, 30 Year, 7%, 2/20/28 - 7/20/33	1,091,991	1,132,544
GNMA II, Single-family, 30 Year, 7.5%, 12/20/25 - 4/20/32	84,309	86,982
GNMA II, Single-family, 30 Year, 8%, 5/20/26 - 6/20/30	33,651	34,721
		2,020,916,561
Total Mortgage-Backed Securities (Cost \$2,212,173,805)		2,020,916,561
Total Long Term Investments (Cost \$2,267,352,779)		2,073,670,956
Short Term Investments 1.9%		
Money Market Funds 1.9%		
^{a,b} Franklin Institutional U.S. Government Money Market Fund, 4.094%	40,759,933	40,759,933
Total Money Market Funds (Cost \$40,759,933)		40,759,933
Total Short Term Investments (Cost \$40,759,933)		40,759,933
Total Investments (Cost \$2,308,112,712) 99.8%		\$2,114,430,889
Other Assets, less Liabilities 0.2%		4,193,365
Net Assets 100.0%		\$2,118,624,254

See Abbreviations on page 100.

^a See Note 3(f) regarding investments in affiliated management investment companies.

^b The rate shown is the annualized seven-day effective yield at period end.

Financial Highlights

Franklin Utilities Fund

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class A					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$24.67	\$18.64	\$20.26	\$20.20	\$19.76
Income from investment operations ^a :					
Net investment income ^b	0.53	0.52	0.49	0.46	0.43
Net realized and unrealized gains (losses)	2.62	6.74	(1.33)	0.67	1.94
Total from investment operations	3.15	7.26	(0.84)	1.13	2.37
Less distributions from:					
Net investment income	(0.56)	(0.49)	(0.47)	(0.47)	(0.52)
Net realized gains	(1.47)	(0.74)	(0.31)	(0.60)	(1.41)
Total distributions	(2.03)	(1.23)	(0.78)	(1.07)	(1.93)
Net asset value, end of year	\$25.79	\$24.67	\$18.64	\$20.26	\$20.20
Total return ^c	13.99%	40.74%	(4.55)%	5.56%	12.29%
Ratios to average net assets					
Expenses ^d	0.80%	0.81%	0.81% ^e	0.82% ^e	0.82% ^e
Net investment income	2.20%	2.54%	2.34%	2.08%	2.10%
Supplemental data					
Net assets, end of year (000's)	\$1,641,721	\$1,386,488	\$1,116,740	\$1,200,671	\$982,201
Portfolio turnover rate	10.80%	6.80%	4.43%	5.66%	5.18%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin Utilities Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class A1					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$24.68	\$18.65	\$20.27	\$20.21	\$19.77
Income from investment operations ^a :					
Net investment income ^b	0.55	0.54	0.50	0.47	0.45
Net realized and unrealized gains (losses)	2.62	6.74	(1.31)	0.68	1.94
Total from investment operations	3.17	7.28	(0.81)	1.15	2.39
Less distributions from:					
Net investment income	(0.58)	(0.51)	(0.50)	(0.49)	(0.54)
Net realized gains	(1.47)	(0.74)	(0.31)	(0.60)	(1.41)
Total distributions	(2.05)	(1.25)	(0.81)	(1.09)	(1.95)
Net asset value, end of year	\$25.80	\$24.68	\$18.65	\$20.27	\$20.21
Total return ^c	14.10%	40.85%	(4.45)%	5.67%	12.40%
Ratios to average net assets					
Expenses ^d	0.70%	0.71%	0.71% ^e	0.72% ^e	0.72% ^e
Net investment income	2.29%	2.65%	2.42%	2.16%	2.20%
Supplemental data					
Net assets, end of year (000's)	\$3,453,500	\$3,373,642	\$2,752,653	\$3,230,150	\$3,321,370
Portfolio turnover rate	10.80%	6.80%	4.43%	5.66%	5.18%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin Utilities Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class C					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$24.51	\$18.53	\$20.14	\$20.09	\$19.65
Income from investment operations ^a :					
Net investment income ^b	0.42	0.43	0.39	0.36	0.34
Net realized and unrealized gains (losses)	2.60	6.70	(1.30)	0.67	1.95
Total from investment operations	3.02	7.13	(0.91)	1.03	2.29
Less distributions from:					
Net investment income	(0.46)	(0.41)	(0.39)	(0.38)	(0.44)
Net realized gains	(1.47)	(0.74)	(0.31)	(0.60)	(1.41)
Total distributions	(1.93)	(1.15)	(0.70)	(0.98)	(1.85)
Net asset value, end of year	\$25.60	\$24.51	\$18.53	\$20.14	\$20.09
Total return ^c	13.51%	40.18%	(4.91)%	5.11%	11.91%
Ratios to average net assets					
Expenses ^d	1.20%	1.21%	1.21% ^e	1.22% ^e	1.22% ^e
Net investment income	1.79%	2.13%	1.90%	1.66%	1.69%
Supplemental data					
Net assets, end of year (000's)	\$196,416	\$214,725	\$218,134	\$302,959	\$350,553
Portfolio turnover rate	10.80%	6.80%	4.43%	5.66%	5.18%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cTotal return does not reflect sales commissions or contingent deferred sales charges, if applicable.

^dBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^eBenefit of expense reduction rounds to less than 0.01%.

Franklin Utilities Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class R					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$24.55	\$18.56	\$20.17	\$20.12	\$19.68
Income from investment operations ^a :					
Net investment income ^b	0.46	0.47	0.43	0.40	0.38
Net realized and unrealized gains (losses)	2.61	6.70	(1.31)	0.67	1.94
Total from investment operations	3.07	7.17	(0.88)	1.07	2.32
Less distributions from:					
Net investment income	(0.50)	(0.44)	(0.42)	(0.42)	(0.47)
Net realized gains	(1.47)	(0.74)	(0.31)	(0.60)	(1.41)
Total distributions	(1.97)	(1.18)	(0.73)	(1.02)	(1.88)
Net asset value, end of year	\$25.65	\$24.55	\$18.56	\$20.17	\$20.12
Total return	13.70%	40.36%	(4.76)%	5.26%	12.06%
Ratios to average net assets					
Expenses ^c	1.05%	1.06%	1.06% ^d	1.07% ^d	1.07% ^d
Net investment income	1.94%	2.29%	2.08%	1.83%	1.85%
Supplemental data					
Net assets, end of year (000's)	\$117,107	\$105,849	\$89,085	\$103,579	\$83,441
Portfolio turnover rate	10.80%	6.80%	4.43%	5.66%	5.18%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

Franklin Utilities Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Class R6					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$24.95	\$18.84	\$20.47	\$20.40	\$19.93
Income from investment operations ^a :					
Net investment income ^b	0.61	0.59	0.56	0.54	0.50
Net realized and unrealized gains (losses)	2.65	6.81	(1.34)	0.67	1.96
Total from investment operations	3.26	7.40	(0.78)	1.21	2.46
Less distributions from:					
Net investment income	(0.63)	(0.55)	(0.54)	(0.54)	(0.58)
Net realized gains	(1.47)	(0.74)	(0.31)	(0.60)	(1.41)
Total distributions	(2.10)	(1.29)	(0.85)	(1.14)	(1.99)
Net asset value, end of year	\$26.11	\$24.95	\$18.84	\$20.47	\$20.40
Total return	14.34%	41.15%	(4.24)%	5.90%	12.71%
Ratios to average net assets					
Expenses before waiver and payments by affiliates	0.51%	0.52%	0.52%	0.54%	0.58%
Expenses net of waiver and payments by affiliates	0.50%	0.50%	0.49% ^c	0.50% ^c	0.50% ^c
Net investment income	2.50%	2.85%	2.64%	2.41%	2.42%
Supplemental data					
Net assets, end of year (000's)	\$331,069	\$271,797	\$187,585	\$223,710	\$153,969
Portfolio turnover rate	10.80%	6.80%	4.43%	5.66%	5.18%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of expense reduction rounds to less than 0.01%.

Franklin Utilities Fund (continued)

	Year Ended September 30,				
	2025	2024	2023	2022	2021
Advisor Class					
Per share operating performance					
(for a share outstanding throughout the year)					
Net asset value, beginning of year	\$24.96	\$18.84	\$20.47	\$20.40	\$19.93
Income from investment operations ^a :					
Net investment income ^b	0.59	0.58	0.54	0.52	0.48
Net realized and unrealized gains (losses)	2.65	6.82	(1.33)	0.68	1.97
Total from investment operations	3.24	7.40	(0.79)	1.20	2.45
Less distributions from:					
Net investment income	(0.62)	(0.54)	(0.53)	(0.53)	(0.57)
Net realized gains	(1.47)	(0.74)	(0.31)	(0.60)	(1.41)
Total distributions	(2.09)	(1.28)	(0.84)	(1.13)	(1.98)
Net asset value, end of year	\$26.11	\$24.96	\$18.84	\$20.47	\$20.40
Total return	14.23%	41.12%	(4.31)%	5.82%	12.62%
Ratios to average net assets					
Expenses ^c	0.55%	0.56%	0.56% ^d	0.57% ^d	0.57% ^d
Net investment income	2.45%	2.79%	2.57%	2.32%	2.35%
Supplemental data					
Net assets, end of year (000's)	\$1,560,848	\$1,366,364	\$1,134,602	\$1,383,667	\$1,200,859
Portfolio turnover rate	10.80%	6.80%	4.43%	5.66%	5.18%

^aThe amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales and repurchases of the Fund's shares in relation to income earned and/or fluctuating fair value of the investments of the Fund.

^bBased on average daily shares outstanding.

^cBenefit of waiver and payments by affiliates rounds to less than 0.01%.

^dBenefit of expense reduction rounds to less than 0.01%.

Schedule of Investments, September 30, 2025

Franklin Utilities Fund

	Country	Shares	Value
Common Stocks 99.4%			
Electric Utilities 59.0%			
Alliant Energy Corp.	United States	3,500,000	\$235,935,000
American Electric Power Co., Inc.	United States	600,000	67,500,000
Constellation Energy Corp.	United States	800,000	263,256,000
Duke Energy Corp.	United States	2,550,000	315,562,500
Edison International	United States	2,850,000	157,548,000
Entergy Corp.	United States	4,350,000	405,376,500
Evergy, Inc.	United States	4,150,000	315,483,000
Eversource Energy	United States	1,000,000	71,140,000
Exelon Corp.	United States	5,100,000	229,551,000
FirstEnergy Corp.	United States	3,200,000	146,624,000
^a Hawaiian Electric Industries, Inc.	United States	2,702,702	29,837,830
NextEra Energy, Inc.	United States	8,300,000	626,567,000
NRG Energy, Inc.	United States	800,000	129,560,000
OGE Energy Corp.	United States	1,600,000	74,032,000
PG&E Corp.	United States	15,800,000	238,264,000
Pinnacle West Capital Corp.	United States	850,000	76,211,000
PPL Corp.	United States	7,000,000	260,120,000
Southern Co. (The)	United States	4,000,000	379,080,000
SSE plc	United Kingdom	465,698	10,923,275
TXNM Energy, Inc.	United States	1,300,000	73,515,000
Xcel Energy, Inc.	United States	2,500,000	201,625,000
			4,307,711,105
Gas Utilities 0.8%			
ONE Gas, Inc.	United States	700,000	56,658,000
Independent Power and Renewable Electricity Producers 8.0%			
Clearway Energy, Inc., C.	United States	1,400,000	39,550,000
Drax Group plc	United Kingdom	12,000,000	113,172,953
^a Talen Energy Corp.	United States	100,000	42,538,000
Vistra Corp.	United States	2,000,000	391,840,000
			587,100,953
Multi-Utilities 26.5%			
Ameren Corp.	United States	2,119,148	221,196,668
CenterPoint Energy, Inc.	United States	4,800,000	186,240,000
CMS Energy Corp.	United States	1,500,000	109,890,000
Dominion Energy, Inc.	United States	1,800,000	110,106,000
DTE Energy Co.	United States	1,300,000	183,859,000
E.ON SE	Germany	5,000,000	94,177,327
National Grid plc	United Kingdom	7,000,000	100,580,694
NiSource, Inc.	United States	6,000,000	259,800,000
Northwestern Energy Group, Inc.	United States	1,300,000	76,193,000
Public Service Enterprise Group, Inc.	United States	2,000,000	166,920,000
Sempra, Inc.	United States	3,650,000	328,427,000
WEC Energy Group, Inc.	United States	850,000	97,401,500
			1,934,791,189
Oil, Gas & Consumable Fuels 3.8%			
Cheniere Energy, Inc.	United States	200,000	46,996,000
DT Midstream, Inc.	United States	750,000	84,795,000
Targa Resources Corp.	United States	400,000	67,016,000
Williams Cos., Inc. (The)	United States	1,200,000	76,020,000
			274,827,000
Water Utilities 1.3%			
Essential Utilities, Inc.	United States	1,050,000	41,895,000

FRANKLIN CUSTODIAN FUNDS
SCHEDULE OF INVESTMENTS

Franklin Utilities Fund (continued)

	Country	Shares	Value
Common Stocks (continued)			
Water Utilities (continued)			
United Utilities Group plc.	United Kingdom	3,500,000	\$54,070,499
			95,965,499
Total Common Stocks (Cost \$3,048,159,767)			7,257,053,746
 Short Term Investments 0.3%			
 Money Market Funds 0.3%			
^{b,c} Franklin Institutional U.S. Government Money Market Fund, 4.094%	United States	18,834,175	18,834,175
Total Money Market Funds (Cost \$18,834,175)			18,834,175
Total Short Term Investments (Cost \$18,834,175)			18,834,175
Total Investments (Cost \$3,066,993,942) 99.7%			\$7,275,887,921
Other Assets, less Liabilities 0.3%			24,773,467
Net Assets 100.0%			\$7,300,661,388

^aNon-income producing.

^bSee Note 3(f) regarding investments in affiliated management investment companies.

^cThe rate shown is the annualized seven-day effective yield at period end.

Statements of Assets and Liabilities

September 30, 2025

	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Assets:			
Investments in securities:			
Cost - Unaffiliated issuers	\$10,589,795,244	\$4,790,192,328	\$71,403,229,319
Cost - Non-controlled affiliates (Note 3f and 10)	102,704,591	55,039,504	262,137,897
Value - Unaffiliated issuers (Includes securities loaned of \$49,623,392, \$2,461,024 and \$126,744,415, respectively)	\$29,401,749,880	\$18,363,264,808	\$75,886,293,366
Value - Non-controlled affiliates (Note 3f and 10)	102,704,591	55,039,504	252,696,653
Cash	2,671,577	2,544,610	221,923,779
Receivables:			
Investment securities sold (Includes securities loaned of \$6,809,145, \$- and \$-, respectively)	26,529,112	—	184,009,928
Capital shares sold	13,447,641	4,078,399	31,587,228
Dividends and interest	2,879,928	5,187,350	585,218,070
European Union tax reclaims (Note 1h)	—	—	8,698,951
Total assets	29,549,982,729	18,430,114,671	77,170,427,975
Liabilities:			
Payables:			
Investment securities purchased	—	—	606,070,039
Capital shares redeemed	26,731,295	34,095,022	38,397,138
Management fees	9,877,331	6,589,527	23,539,131
Distribution fees	3,883,715	3,018,944	11,010,395
Transfer agent fees	3,671,543	3,243,398	10,091,302
Trustees' fees and expenses	18,426	17,051	74,007
Options written, at value (premiums received \$-, \$- and \$200,658,270, respectively)	—	—	203,967,089
Payable upon return of securities loaned (Note 1f)	55,963,000	2,570,000	111,490,000
Unrealized depreciation on unfunded loan commitments (Note 8)	—	—	629
Accrued expenses and other liabilities	814,846	371,163	1,650,350
Total liabilities	100,960,156	49,905,105	1,006,290,080
Net assets, at value	\$29,449,022,573	\$18,380,209,566	\$76,164,137,895
Net assets consist of:			
Paid-in capital	\$8,278,218,138	\$2,695,646,768	\$71,991,327,001
Total distributable earnings (losses)	21,170,804,435	15,684,562,798	4,172,810,894
Net assets, at value	\$29,449,022,573	\$18,380,209,566	\$76,164,137,895

Statements of Assets and Liabilities (continued)

September 30, 2025

	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Class A:			
Net assets, at value	\$14,514,166,747	\$13,029,086,790	\$24,950,811,661
Shares outstanding	69,651,518	85,981,313	10,095,257,062
Net asset value per share ^{a,b}	\$208.38	\$151.53	\$2.47
Maximum offering price per share (net asset value per share ÷ 94.50%, 94.50% and 96.25%, respectively) ^b	\$220.51	\$160.35	\$2.57
Class A1:			
Net assets, at value	\$—	\$—	\$29,517,453,615
Shares outstanding	—	—	11,914,943,326
Net asset value per share ^{a,b}	\$—	\$—	\$2.48
Maximum offering price per share (net asset value per share ÷ —%, —% and 96.25%) ^b	\$—	\$—	\$2.58
Class C:			
Net assets, at value	\$1,014,886,195	\$311,475,287	\$4,010,722,948
Shares outstanding	6,182,362	2,509,571	1,585,098,641
Net asset value and maximum offering price per share ^{a,b}	\$164.16	\$124.11	\$2.53
Class R:			
Net assets, at value	\$299,989,409	\$285,538,399	\$346,390,429
Shares outstanding	1,509,696	1,918,048	143,508,279
Net asset value and maximum offering price per share ^b	\$198.71	\$148.87	\$2.41
Class R6:			
Net assets, at value	\$9,653,041,380	\$2,369,467,457	\$1,980,143,957
Shares outstanding	43,426,748	15,468,988	802,753,120
Net asset value and maximum offering price per share ^b	\$222.28	\$153.18	\$2.47
Advisor Class:			
Net assets, at value	\$3,966,938,842	\$2,384,641,633	\$15,358,615,285
Shares outstanding	18,140,186	15,555,749	6,261,815,159
Net asset value and maximum offering price per share ^b	\$218.68	\$153.30	\$2.45

^aRedemption price is equal to net asset value less contingent deferred sales charges, if applicable.

^bNet asset value per share may not recalculate due to rounding.

Statements of Assets and Liabilities (continued)

September 30, 2025

	Franklin U.S. Government Securities Fund	Franklin Utilities Fund
Assets:		
Investments in securities:		
Cost - Unaffiliated issuers	\$2,267,352,779	\$3,048,159,767
Cost - Non-controlled affiliates (Note 3f)	40,759,933	18,834,175
Value - Unaffiliated issuers	\$2,073,670,956	\$7,257,053,746
Value - Non-controlled affiliates (Note 3f)	40,759,933	18,834,175
Cash	—	2,384,640
Receivables:		
Investment securities sold	—	21,207,993
Capital shares sold	333,974	3,530,424
Dividends and interest	7,400,990	9,305,028
Total assets	2,122,165,853	7,312,316,006
Liabilities:		
Payables:		
Investment securities purchased	—	1,738,563
Capital shares redeemed	1,254,299	4,862,407
Management fees	819,293	2,832,310
Distribution fees	268,622	888,622
Transfer agent fees	515,766	1,119,633
Trustees' fees and expenses	2,978	5,041
Funds advanced by custodian	488,690	—
Accrued expenses and other liabilities	191,951	208,042
Total liabilities	3,541,599	11,654,618
Net assets, at value	\$2,118,624,254	\$7,300,661,388
Net assets consist of:		
Paid-in capital	\$3,225,132,405	\$2,716,191,721
Total distributable earnings (losses)	(1,106,508,151)	4,584,469,667
Net assets, at value	\$2,118,624,254	\$7,300,661,388

Statements of Assets and Liabilities (continued)

September 30, 2025

	Franklin U.S. Government Securities Fund	Franklin Utilities Fund
Class A:		
Net assets, at value	\$535,302,485	\$1,641,720,937
Shares outstanding.....	104,096,982	63,660,783
Net asset value per share ^{a,b}	\$5.14	\$25.79
Maximum offering price per share (net asset value per share ÷ 96.25%) ^b	\$5.34	\$26.79
Class A1:		
Net assets, at value	\$1,147,655,366	\$3,453,500,155
Shares outstanding.....	223,083,001	133,858,109
Net asset value per share ^{a,b}	\$5.14	\$25.80
Maximum offering price per share (net asset value per share ÷ 96.25%) ^b	\$5.34	\$26.81
Class C:		
Net assets, at value	\$29,487,278	\$196,415,672
Shares outstanding.....	5,778,233	7,673,503
Net asset value and maximum offering price per share ^{a,b}	\$5.10	\$25.60
Class R:		
Net assets, at value	\$12,561,662	\$117,106,978
Shares outstanding.....	2,442,180	4,565,732
Net asset value and maximum offering price per share ^b	\$5.14	\$25.65
Class R6:		
Net assets, at value	\$175,751,989	\$331,069,240
Shares outstanding.....	33,996,052	12,681,684
Net asset value and maximum offering price per share ^b	\$5.17	\$26.11
Advisor Class:		
Net assets, at value	\$217,865,474	\$1,560,848,406
Shares outstanding.....	42,183,631	59,779,913
Net asset value and maximum offering price per share ^b	\$5.16	\$26.11

^aRedemption price is equal to net asset value less contingent deferred sales charges, if applicable.

^bNet asset value per share may not recalculate due to rounding.

Statements of Operations

for the year ended September 30, 2025

	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Investment income:			
Dividends: (net of foreign taxes of \$1,278,550, \$796,383 and \$10,800,914, respectively)			
Unaffiliated issuers	\$75,042,416	\$139,249,865	\$738,320,728
Non-controlled affiliates (Note 3f and 10)	4,831,908	4,630,036	64,818,695
Interest:			
Unaffiliated issuers	—	—	2,538,535,806
Income from securities loaned:			
Unaffiliated entities (net of fees and rebates)	2,526,403	(79,426)	(1,951,866)
Non-controlled affiliates (Note 3f)	1,681,810	99,548	2,939,193
Total investment income	84,082,537	143,900,023	3,342,662,556
Expenses:			
Management fees (Note 3a)	108,135,907	77,543,883	277,032,909
Distribution fees: (Note 3c)			
Class A	31,427,766	30,735,622	58,789,155
Class A1	—	—	44,128,932
Class C	9,424,169	3,202,504	27,002,772
Class R	1,362,164	1,439,238	1,657,364
Transfer agent fees: (Note 3e)			
Class A	12,189,362	10,357,809	16,442,519
Class A1	—	—	20,583,836
Class C	912,796	269,167	2,908,463
Class R	263,966	242,226	231,822
Class R6	1,249,291	419,166	430,175
Advisor Class	3,346,180	2,104,884	10,174,994
Custodian fees	196,180	111,726	489,623
Reports to shareholders fees	1,624,813	581,486	2,220,517
Registration and filing fees	357,236	193,883	529,773
Professional fees	122,018	116,583	831,636
Trustees' fees and expenses	281,624	200,038	815,839
Other	534,145	381,803	1,752,432
Total expenses	171,427,617	127,900,018	466,022,761
Expenses waived/paid by affiliates (Note 3f and 3g)	(475,105)	(335,500)	(2,279,137)
Net expenses	170,952,512	127,564,518	463,743,624
Net investment income (loss)	(86,869,975)	16,335,505	2,878,918,932
Realized and unrealized gains (losses):			
Net realized gain (loss) from:			
Investments:			
Unaffiliated issuers	3,073,457,353	2,969,064,316	1,372,076,235
Non-controlled affiliates (Note 3f and 10)	—	—	33,866,739
Written options	—	—	373,829,779
Foreign currency transactions	(328,945)	(600)	(413,745)
Net realized gain (loss)	3,073,128,408	2,969,063,716	1,779,359,008
Net change in unrealized appreciation (depreciation) on:			
Investments:			
Unaffiliated issuers	3,188,272,921	(873,180,862)	133,434,977
Non-controlled affiliates (Note 3f and 10)	—	—	(41,030,279)
Translation of other assets and liabilities denominated in foreign currencies	(1,428)	2,485	1,665,328
Unfunded loan commitments (Note 8)	—	—	(629)
Written options	—	—	8,960,038
Net change in unrealized appreciation (depreciation)	3,188,271,493	(873,178,377)	103,029,435
Net realized and unrealized gain (loss)	6,261,399,901	2,095,885,339	1,882,388,443
Net increase (decrease) in net assets resulting from operations	\$6,174,529,926	\$2,112,220,844	\$4,761,307,375

Statements of Operations (continued)

for the year ended September 30, 2025

	Franklin U.S. Government Securities Fund	Franklin Utilities Fund
Investment income:		
Dividends: (net of foreign taxes of \$— and \$551,900, respectively)		
Unaffiliated issuers	\$—	\$200,472,771
Non-controlled affiliates (Note 3f)	1,704,252	863,528
Interest:		
Unaffiliated issuers:		
Paydown gain (loss)	(6,981,164)	—
Paid in cash ^a	88,301,071	—
Income from securities loaned:		
Unaffiliated entities (net of fees and rebates)	—	92
Total investment income	83,024,159	201,336,391
Expenses:		
Management fees (Note 3a)	10,109,668	30,811,235
Distribution fees: (Note 3c)		
Class A	1,386,994	3,648,990
Class A1	1,712,300	4,914,945
Class C	226,499	1,279,593
Class R	61,986	534,357
Transfer agent fees: (Note 3e)		
Class A	684,368	1,217,431
Class A1	1,466,990	2,734,110
Class C	43,071	164,331
Class R	15,282	89,118
Class R6	58,611	126,176
Advisor Class	283,388	1,159,051
Custodian fees	17,978	43,692
Reports to shareholders fees	155,926	230,436
Registration and filing fees	92,282	145,111
Professional fees	99,432	72,295
Trustees' fees and expenses	24,757	70,777
Other	111,130	150,109
Total expenses	16,550,662	47,391,757
Expenses waived/paid by affiliates (Note 3f and 3g)	(124,075)	(102,849)
Net expenses	16,426,587	47,288,908
Net investment income	66,597,572	154,047,483
Realized and unrealized gains (losses):		
Net realized gain (loss) from:		
Investments:		
Unaffiliated issuers	(14,554,664)	423,893,967
Foreign currency transactions	—	(110,851)
Net realized gain (loss)	(14,554,664)	423,783,116
Net change in unrealized appreciation (depreciation) on:		
Investments:		
Unaffiliated issuers	(3,916,869)	325,698,910
Translation of other assets and liabilities denominated in foreign currencies	—	64,408
Net change in unrealized appreciation (depreciation)	(3,916,869)	325,763,318
Net realized and unrealized gain (loss)	(18,471,533)	749,546,434
Net increase (decrease) in net assets resulting from operations	\$48,126,039	\$903,593,917

^aIncludes gains from redemption in-kind. See Note 3(h).

^aIncludes amortization of premium and accretion of discount.

Statements of Changes in Net Assets

	Franklin DynaTech Fund		Franklin Growth Fund	
	Year Ended September 30, 2025	Year Ended September 30, 2024	Year Ended September 30, 2025	Year Ended September 30, 2024
Increase (decrease) in net assets:				
Operations:				
Net investment income (loss)	\$(86,869,975)	\$(66,107,234)	\$16,335,505	\$24,769,049
Net realized gain (loss)	3,073,128,408	1,135,249,461	2,969,063,716	1,430,885,300
Net change in unrealized appreciation (depreciation)	3,188,271,493	6,965,821,199	(873,178,377)	3,820,880,427
Net increase (decrease) in net assets resulting from operations.	6,174,529,926	8,034,963,426	2,112,220,844	5,276,534,776
Distributions to shareholders:				
Class A	—	—	(949,453,356)	(661,586,794)
Class C	—	—	(30,614,082)	(23,849,244)
Class R	—	—	(22,949,548)	(16,322,231)
Class R6	—	—	(207,509,079)	(154,945,909)
Advisor Class	—	—	(199,986,133)	(189,159,041)
Total distributions to shareholders	—	—	(1,410,512,198)	(1,045,863,219)
Capital share transactions: (Note 2)				
Class A	(378,905,607)	(369,330,890)	(101,382,552)	(177,186,610)
Class C	(142,431,550)	(129,077,207)	(46,666,359)	(56,298,623)
Class R	(31,252,009)	(28,342,862)	(29,326,003)	(18,812,341)
Class R6	(1,441,095,247)	(1,527,348,189)	(444,310,199)	13,294,459
Advisor Class	(129,444,812)	(253,787,168)	(1,070,201,913)	(259,760,424)
Total capital share transactions	(2,123,129,225)	(2,307,886,316)	(1,691,887,026)	(498,763,539)
Net increase (decrease) in net assets	4,051,400,701	5,727,077,110	(990,178,380)	3,731,908,018
Net assets:				
Beginning of year	25,397,621,872	19,670,544,762	19,370,387,946	15,638,479,928
End of year	\$29,449,022,573	\$25,397,621,872	\$18,380,209,566	\$19,370,387,946

Statements of Changes in Net Assets (continued)

	Franklin Income Fund		Franklin U.S. Government Securities Fund	
	Year Ended September 30, 2025	Year Ended September 30, 2024	Year Ended September 30, 2025	Year Ended September 30, 2024
Increase (decrease) in net assets:				
Operations:				
Net investment income	\$2,878,918,932	\$2,955,633,839	\$66,597,572	\$70,889,997
Net realized gain (loss)	1,779,359,008	957,324,875	(14,554,664)	(70,876,389)
Net change in unrealized appreciation (depreciation)	103,029,435	8,076,618,254	(3,916,869)	244,830,263
Net increase (decrease) in net assets resulting from operations.	4,761,307,375	11,989,576,968	48,126,039	244,843,871
Distributions to shareholders:				
Class A	(1,271,119,950)	(1,190,149,394)	(18,552,964)	(19,138,516)
Class A1	(1,622,901,034)	(1,712,071,733)	(41,049,701)	(43,307,752)
Class C	(204,717,280)	(236,965,690)	(1,020,296)	(1,414,959)
Class R	(17,493,546)	(17,206,302)	(385,027)	(410,373)
Class R6	(108,238,757)	(104,069,107)	(6,520,721)	(7,036,685)
Advisor Class	(822,375,326)	(793,509,862)	(8,171,660)	(8,738,727)
Total distributions to shareholders	(4,046,845,893)	(4,053,972,088)	(75,700,369)	(80,047,012)
Capital share transactions: (Note 2)				
Class A	1,350,736,450	1,254,763,903	(50,425,566)	(55,099,580)
Class A1	(1,705,608,672)	(1,968,610,500)	(130,543,905)	(158,843,724)
Class C	(564,524,250)	(868,715,435)	(13,479,133)	(20,460,137)
Class R	9,088,279	(722,250)	(1,076,979)	(1,204,497)
Class R6	22,023,526	77,775,374	(8,301,897)	(31,811,163)
Advisor Class	598,777,917	160,288,613	(34,453,452)	(24,679,808)
Total capital share transactions	(289,506,750)	(1,345,220,295)	(238,280,932)	(292,098,909)
Net increase (decrease) in net assets	424,954,732	6,590,384,585	(265,855,262)	(127,302,050)
Net assets:				
Beginning of year	75,739,183,163	69,148,798,578	2,384,479,516	2,511,781,566
End of year	\$76,164,137,895	\$75,739,183,163	\$2,118,624,254	\$2,384,479,516

Statements of Changes in Net Assets (continued)

	Franklin Utilities Fund	
	Year Ended September 30, 2025	Year Ended September 30, 2024
Increase (decrease) in net assets:		
Operations:		
Net investment income	\$154,047,483	\$151,772,831
Net realized gain (loss)	423,783,116	429,411,041
Net change in unrealized appreciation (depreciation)	325,763,318	1,439,079,275
Net increase (decrease) in net assets resulting from operations	903,593,917	2,020,263,147
Distributions to shareholders:		
Class A	(117,227,996)	(70,125,563)
Class A1	(274,729,016)	(176,666,126)
Class C	(15,941,987)	(12,011,262)
Class R	(8,464,322)	(5,206,975)
Class R6	(23,315,691)	(12,523,037)
Advisor Class	(114,682,075)	(72,177,774)
Total distributions to shareholders	(554,361,087)	(348,710,737)
Capital share transactions: (Note 2)		
Class A	172,052,963	(73,462,609)
Class A1	(78,715,660)	(225,366,785)
Class C	(26,458,050)	(61,134,193)
Class R	5,725,717	(9,431,911)
Class R6	41,802,930	20,052,851
Advisor Class	118,156,367	(102,143,870)
Total capital share transactions	232,564,267	(451,486,517)
Net increase (decrease) in net assets	581,797,097	1,220,065,893
Net assets:		
Beginning of year	6,718,864,291	5,498,798,398
End of year	\$7,300,661,388	\$6,718,864,291

Notes to Financial Statements

1. Organization and Significant Accounting Policies

Franklin Custodian Funds (Trust) is registered under the Investment Company Act of 1940 (1940 Act) as an open-end management investment company, consisting of five separate funds (Funds). The Funds follow the accounting and reporting guidance in Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 946, Financial Services – Investment Companies (ASC 946) and apply the specialized accounting and reporting guidance in U.S. Generally Accepted Accounting Principles (U.S. GAAP), including, but not limited to, ASC 946. The classes of shares offered within each of the Funds are indicated below. Class C shares automatically convert to Class A shares on a monthly basis, after they have been held for 8 years. Each class of shares may differ by its initial sales load, contingent deferred sales charges, voting rights on matters affecting a single class, its exchange privilege and fees due to differing arrangements for distribution and transfer agent fees.

Class A, Class C, Class R, Class R6, & Advisor Class

Franklin DynaTech Fund
Franklin Growth Fund

Class A, Class A1, Class C, Class R, Class R6, & Advisor Class

Franklin Income Fund
Franklin U.S. Government Securities Fund
Franklin Utilities Fund

The following summarizes the Funds' significant accounting policies.

a. Financial Instrument Valuation

The Funds' investments in financial instruments are carried at fair value daily. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. The Funds calculate the net asset value (NAV) per share each business day as of 4 p.m. Eastern time or the regularly scheduled close of the New York Stock Exchange (NYSE), whichever is earlier. Under compliance policies and procedures approved by the Trust's Board of Trustees (the Board), the Board has designated the Funds' investment manager as the valuation designee and has responsibility for oversight of valuation. The investment manager is assisted by the Funds' administrator in performing this responsibility, including leading the cross-functional Valuation Committee (VC). The Funds may utilize

independent pricing services, quotations from securities and financial instrument dealers, and other market sources to determine fair value.

Equity securities and derivative financial instruments listed on an exchange or on the NASDAQ National Market System are valued at the last quoted sale price or the official closing price of the day, respectively. Foreign equity securities are valued as of the close of trading on the foreign stock exchange on which the security is primarily traded, or as of 4 p.m. Eastern time. The value is then converted into its U.S. dollar equivalent at the foreign exchange rate in effect at 4 p.m. Eastern time on the day that the value of the security is determined. Over-the-counter (OTC) securities are valued within the range of the most recent quoted bid and ask prices. Securities that trade in multiple markets or on multiple exchanges are valued according to the broadest and most representative market. Certain equity securities are valued based upon fundamental characteristics or relationships to similar securities.

Debt securities generally trade in the OTC market rather than on a securities exchange. The Funds' pricing services use multiple valuation techniques to determine fair value. In instances where sufficient market activity exists, the pricing services may utilize a market-based approach through which quotes from market makers are used to determine fair value. In instances where sufficient market activity may not exist or is limited, the pricing services also utilize proprietary valuation models which may consider market characteristics such as benchmark yield curves, credit spreads, estimated default rates, anticipated market interest rate volatility, coupon rates, anticipated timing of principal repayments, underlying collateral, and other unique security features in order to estimate the relevant cash flows, which are then discounted to calculate the fair value. Securities denominated in a foreign currency are converted into their U.S. dollar equivalent at the foreign exchange rate in effect at 4 p.m. Eastern time on the date that the values of the foreign debt securities are determined.

Investments in open-end mutual funds are valued at the closing NAV.

The Funds have procedures to determine the fair value of financial instruments for which market prices are not reliable or readily available. Under these procedures, the Funds primarily employ a market-based approach which may use related or comparable assets or liabilities, recent transactions, market multiples, and other relevant

1. Organization and Significant Accounting Policies

(continued)

a. Financial Instrument Valuation (continued)

information for the investment to determine the fair value of the investment. An income-based valuation approach may also be used in which the anticipated future cash flows of the investment are discounted to calculate fair value. Discounts may also be applied due to the nature or duration of any restrictions on the disposition of the investments. Due to the inherent uncertainty of valuations of such investments, the fair values may differ significantly from the values that would have been used had an active market existed.

Trading in securities on foreign securities stock exchanges and OTC markets may be completed before 4 p.m. Eastern time. In addition, trading in certain foreign markets may not take place on every Funds' business day. Events can occur between the time at which trading in a foreign security is completed and 4 p.m. Eastern time that might call into question the reliability of the value of a portfolio security held by the Fund. As a result, differences may arise between the value of the Funds' portfolio securities as determined at the foreign market close and the latest indications of value at 4 p.m. Eastern time. In order to minimize the potential for these differences, an independent pricing service may be used to adjust the value of the Funds' portfolio securities to the latest indications of fair value at 4 p.m. Eastern time. At September 30, 2025, certain securities may have been fair valued using these procedures, in which case the securities were categorized as Level 2 within the fair value hierarchy (referred to as "market level fair value"). See the Fair Value Measurements note for more information.

When the last day of the reporting period is a non-business day, certain foreign markets may be open on those days that the Funds' NAV is not calculated, which could result in differences between the value of the Funds' portfolio securities on the last business day and the last calendar day of the reporting period. Any security valuation changes due to an open foreign market are adjusted and reflected by the Funds for financial reporting purposes.

b. Foreign Currency Translation

Portfolio securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars based on the exchange rate of such currencies against U.S. dollars on the date of valuation. The Funds may enter into foreign currency exchange contracts to facilitate

transactions denominated in a foreign currency. Purchases and sales of securities, income and expense items denominated in foreign currencies are translated into U.S. dollars at the exchange rate in effect on the transaction date. Portfolio securities and assets and liabilities denominated in foreign currencies contain risks that those currencies will decline in value relative to the U.S. dollar. Occasionally, events may impact the availability or reliability of foreign exchange rates used to convert the U.S. dollar equivalent value. If such an event occurs, the foreign exchange rate will be valued at fair value using procedures established and approved by the Board.

The Funds do not separately report the effect of changes in foreign exchange rates from changes in market prices on securities held. Such changes are included in net realized and unrealized gain or loss from investments in the Statements of Operations.

Realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions and the difference between the recorded amounts of dividends, interest, and foreign withholding taxes and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in foreign exchange rates on foreign denominated assets and liabilities other than investments in securities held at the end of the reporting period.

c. Securities Purchased on a When-Issued, Forward Commitment or Delayed Delivery Basis

Certain or all Funds may purchase securities on a when-issued, forward commitment or delayed delivery and to-be-announced (TBA) basis, with payment and delivery scheduled for a future date. These transactions are subject to market fluctuations and are subject to the risk that the value at delivery may be more or less than the trade date purchase price. Although the Funds will generally purchase these securities with the intention of holding the securities, they may sell the securities before the settlement date.

d. Derivative Financial Instruments

Certain or all Funds invested in derivative financial instruments in order to manage risk or gain exposure to various other investments or markets. Derivatives are

1. Organization and Significant Accounting Policies

(continued)

d. Derivative Financial Instruments (continued)

financial contracts based on an underlying or notional amount, require no initial investment or an initial net investment that is smaller than would normally be required to have a similar response to changes in market factors, and require or permit net settlement. Derivatives contain various risks including the potential inability of the counterparty to fulfill their obligations under the terms of the contract, the potential for an illiquid secondary market, and/or the potential for market movements which expose the Fund to gains or losses in excess of the amounts shown in the Statements of Assets and Liabilities. Realized gain and loss and unrealized appreciation and depreciation on these contracts for the period are included in the Statements of Operations.

Collateral requirements differ by type of derivative. Collateral or initial margin requirements are set by the broker or exchange clearing house for exchange traded and centrally cleared derivatives. Initial margin deposited is held at the exchange and can be in the form of cash and/or securities.

Certain or all Funds purchased or wrote exchange traded option contracts primarily to manage and/or gain exposure to equity price risk. An option is a contract entitling the holder to purchase or sell a specific amount of shares or units of an asset or notional amount of a swap (swaption), at a specified price. When an option is purchased or written, an amount equal to the premium paid or received is recorded as an asset or liability, respectively. Upon exercise of an option, the acquisition cost or sales proceeds of the underlying investment is adjusted by any premium received or paid. Upon expiration of an option, any premium received or paid is recorded as a realized gain or loss. Upon closing an option other than through expiration or exercise, the difference between the premium received or paid and the cost to close the position is recorded as a realized gain or loss. Option contracts outstanding at period end, if any, are listed in the Funds' Schedules of Investments.

See Note 9 regarding other derivative information.

e. Equity-Linked Securities

Certain or all Funds invest in equity-linked securities. Equity-linked securities are hybrid financial instruments that generally combine both debt and equity characteristics into a single note form. Income received from equity-linked

securities is recorded as realized gains in the Statements of Operations and may be based on the performance of an underlying equity security, an equity index, or an option position. The risks of investing in equity-linked securities include unfavorable price movements in the underlying security and the credit risk of the issuing financial institution. There may be no guarantee of a return of principal with equity-linked securities and the appreciation potential may be limited. Equity-linked securities may be more volatile and less liquid than other investments held by the Funds.

f. Securities Lending

Certain or all Funds participate in an agency based securities lending program to earn additional income. The Fund receives collateral in the form of cash and/or U.S. Government and Agency securities against the loaned securities in an amount equal to at least 102% of the fair value of the loaned securities. Collateral is maintained over the life of the loan in an amount not less than 100% of the fair value of loaned securities, as determined at the close of Fund business each day; any additional collateral required due to changes in security values is delivered to the Fund on the next business day. Any cash collateral received is deposited into a joint cash account with other funds and is used to invest in a money market fund managed by Franklin Advisers, Inc., an affiliate of the Funds. Additionally, at September 30, 2025, Franklin DynaTech Fund and Franklin Income Fund held \$413,689 and \$21,092,456, respectively, in U.S. Government and Agency securities as collateral. These securities are held as collateral in segregated accounts with the Funds' custodian. The Fund cannot repledge or resell these securities held as collateral. As such, the non-cash collateral is excluded from the Statements of Assets and Liabilities. The Fund may receive income from the investment of cash collateral, in addition to lending fees paid by the borrower. Income from securities loaned, net of fees paid to the securities lending agent and/or third-party vendor, is reported separately in the Statements of Operations. The Fund bears the market risk with respect to any cash collateral investment, securities loaned, and the risk that the agent may default on its obligations to the Fund. If the borrower defaults on its obligation to return the securities loaned, the Fund has the right to repurchase the securities in the open market using the collateral received. The securities lending agent has agreed to indemnify the Fund in the event of default by a

1. Organization and Significant Accounting Policies

(continued)

f. Securities Lending (continued)

third party borrower. At September 30, 2025, Franklin U.S. Government Securities Fund and Franklin Utilities Fund had no securities on loan.

g. Senior Floating Rate Interests

Certain or all Funds invest in senior secured corporate loans that pay interest at rates which are periodically reset by reference to a base lending rate plus a spread. These base lending rates are generally the prime rate offered by a designated U.S. bank or the Secured Overnight Financing Rate (SOFR). Senior secured corporate loans often require prepayment of principal from excess cash flows or at the discretion of the borrower. As a result, actual maturity may be substantially less than the stated maturity. Senior secured corporate loans in which the Funds invest are generally readily marketable, but may be subject to certain restrictions on resale.

h. Income and Deferred Taxes

It is each Fund's policy to qualify as a regulated investment company under the Internal Revenue Code. Each Fund intends to distribute to shareholders substantially all of its taxable income and net realized gains to relieve it from federal income and excise taxes. As a result, no provision for U.S. federal income taxes is required.

The Funds may be subject to foreign taxation related to income received, capital gains on the sale of securities and certain foreign currency transactions in the foreign jurisdictions in which the Funds invest. Foreign taxes, if any, are recorded based on the tax regulations and rates that exist in the foreign markets in which the Funds invest. When a capital gain tax is determined to apply, certain or all Funds record an estimated deferred tax liability in an amount that would be payable if the securities were disposed of on the valuation date.

As a result of several court cases, in certain countries across the European Union, certain or all Funds filed additional tax claims for previously withheld taxes on dividends earned in those countries (EU reclaims). Income recognized, if any, for EU reclaims is reflected as other income in the Statements of Operations and any related receivable, if any, is reflected as European Union tax reclaims in the Statements of Assets

and Liabilities. Any fees associated with these filings are reflected in other expenses in the Statements of Operations. When uncertainty exists as to the ultimate resolution of these proceedings, the likelihood of receipt of these EU reclaims, and the potential timing of payment, no amounts are reflected in the financial statements. For U.S. income tax purposes, EU reclaims received by the Funds, if any, reduce the amount of foreign taxes Fund shareholders can use as tax deductions or credits on their income tax returns.

Each Fund may recognize an income tax liability related to its uncertain tax positions under U.S. GAAP when the uncertain tax position has a less than 50% probability that it will be sustained upon examination by the tax authorities based on its technical merits. As of September 30, 2025, each Fund has determined that no tax liability is required in its financial statements related to uncertain tax positions for any open tax years (or expected to be taken in future tax years). Open tax years are those that remain subject to examination and are based on the statute of limitations in each jurisdiction in which the Fund invests.

i. Security Transactions, Investment Income, Expenses and Distributions

Security transactions are accounted for on trade date. Realized gains and losses on security transactions are determined on a specific identification basis. Interest income (including interest income from payment-in-kind securities, if any) and estimated expenses are accrued daily. Amortization of premium and accretion of discount on debt securities are included in interest income. Paydown gains and losses are recorded separately in the Statements of Operations. Certain or all Funds may receive other income from investments in senior secured corporate loans or unfunded commitments, including amendment fees, consent fees or commitment fees. These fees are recorded as income when received by the Funds. Facility fees are recognized as income over the expected term of the loan. Dividend income is recorded on the ex-dividend date except for certain dividends from securities where the dividend rate is not available. In such cases, the dividend is recorded as soon as the information is received by the Funds. Distributions to shareholders are recorded on the ex-dividend date. Distributable earnings are determined according to income tax regulations (tax basis) and may differ from earnings recorded in accordance with U.S. GAAP. These differences may be permanent or temporary. Permanent differences are reclassified among capital accounts to reflect their tax character. These

1. Organization and Significant Accounting Policies

(continued)

i. Security Transactions, Investment Income, Expenses and Distributions

(continued)

reclassifications have no impact on net assets or the results of operations. Temporary differences are not reclassified, as they may reverse in subsequent periods.

Common expenses incurred by the Trust are allocated among the Funds based on the ratio of net assets of each Fund to the combined net assets of the Trust or based on the ratio of number of shareholders of each Fund to the combined number of shareholders of the Trust. Fund specific expenses are charged directly to the Fund that incurred the expense.

Realized and unrealized gains and losses and net investment income, excluding class specific expenses, are allocated daily to each class of shares based upon the relative proportion of net assets of each class. Differences in per share distributions by class are generally due to differences in class specific expenses.

2. Shares of Beneficial Interest

At September 30, 2025, there were an unlimited number of shares authorized (without par value). Transactions in the Funds' shares were as follows:

	Franklin DynaTech Fund		Franklin Growth Fund	
	Shares	Amount	Shares	Amount
Class A Shares:				
Year ended September 30, 2025				
Shares sold ^a	9,539,233	\$1,686,587,564	5,974,715	\$829,206,031
Shares issued in reinvestment of distributions	—	—	6,752,403	913,802,666
Shares redeemed	(11,753,492)	(2,065,493,171)	(13,333,325)	(1,844,391,249)
Net increase (decrease)	(2,214,259)	(\$378,905,607)	(606,207)	(\$101,382,552)
Year ended September 30, 2024				
Shares sold ^a	9,905,250	\$1,449,356,442	6,605,253	\$863,939,603
Shares issued in reinvestment of distributions	—	—	5,277,042	636,411,290
Shares redeemed	(12,507,008)	(1,818,687,332)	(12,820,200)	(1,677,537,503)
Net increase (decrease)	(2,601,758)	(\$369,330,890)	(937,905)	(\$177,186,610)

j. Accounting Estimates

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

k. Guarantees and Indemnifications

Under the Trust's organizational documents, its officers and trustees are indemnified by the Trust against certain liabilities arising out of the performance of their duties to the Trust. Additionally, in the normal course of business, the Trust, on behalf of the Funds, enters into contracts with service providers that contain general indemnification clauses. The Trust's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Trust that have not yet occurred. Currently, the Trust expects the risk of loss to be remote.

2. Shares of Beneficial Interest (continued)

	Franklin DynaTech Fund		Franklin Growth Fund	
	Shares	Amount	Shares	Amount
Class C Shares:				
Year ended September 30, 2025				
Shares sold	742,557	\$103,526,167	322,386	\$36,831,556
Shares issued in reinvestment of distributions	—	—	271,757	30,295,415
Shares redeemed ^a	(1,757,575)	(245,957,717)	(993,817)	(113,793,330)
Net increase (decrease)	(1,015,018)	\$(142,431,550)	(399,674)	\$(46,666,359)
Year ended September 30, 2024				
Shares sold	840,150	\$96,976,781	388,405	\$42,780,022
Shares issued in reinvestment of distributions	—	—	231,563	23,547,385
Shares redeemed ^a	(1,958,630)	(226,053,988)	(1,115,757)	(122,626,030)
Net increase (decrease)	(1,118,480)	\$(129,077,207)	(495,789)	\$(56,298,623)
Class R Shares:				
Year ended September 30, 2025				
Shares sold	160,616	\$26,776,470	233,829	\$31,921,682
Shares issued in reinvestment of distributions	—	—	172,281	22,947,787
Shares redeemed	(343,086)	(58,028,479)	(616,656)	(84,195,472)
Net increase (decrease)	(182,470)	\$(31,252,009)	(210,546)	\$(29,326,003)
Year ended September 30, 2024				
Shares sold	186,994	\$26,603,709	306,228	\$39,484,635
Shares issued in reinvestment of distributions	—	—	136,869	16,301,129
Shares redeemed	(395,633)	(54,946,571)	(575,757)	(74,598,105)
Net increase (decrease)	(208,639)	\$(28,342,862)	(132,660)	\$(18,812,341)
Class R6 Shares:				
Year ended September 30, 2025				
Shares sold	5,612,736	\$1,038,684,259	2,172,400	\$303,432,029
Shares issued in reinvestment of distributions	—	—	1,293,937	176,570,684
Shares redeemed	(13,113,148)	(2,479,779,506)	(6,581,231)	(924,312,912)
Net increase (decrease)	(7,500,412)	\$(1,441,095,247)	(3,114,894)	\$(444,310,199)
Year ended September 30, 2024				
Shares sold	7,497,219	\$1,151,513,477	3,793,287	\$479,174,104
Shares issued in reinvestment of distributions	—	—	1,096,546	133,241,291
Shares redeemed	(17,501,439)	(2,678,861,666)	(4,505,619)	(599,120,936)
Net increase (decrease)	(10,004,220)	\$(1,527,348,189)	384,214	\$13,294,459

2. Shares of Beneficial Interest (continued)

	Franklin DynaTech Fund		Franklin Growth Fund	
	Shares	Amount	Shares	Amount
Advisor Class Shares:				
Year ended September 30, 2025				
Shares sold	3,539,499	\$655,586,486	2,022,680	\$283,957,451
Shares issued in reinvestment of distributions	—	—	1,274,454	174,141,414
Shares redeemed in-kind (Note 3h)	—	—	(5,161,739)	(776,893,462)
Shares redeemed	(4,293,157)	(785,031,298)	(5,351,855)	(751,407,316)
Net increase (decrease)	(753,658)	\$(129,444,812)	(7,216,460)	\$(1,070,201,913)
Year ended September 30, 2024				
Shares sold	3,923,751	\$592,603,452	2,701,328	\$351,970,430
Shares issued in reinvestment of distributions	—	—	1,402,113	170,553,032
Shares redeemed	(5,591,300)	(846,390,620)	(5,949,779)	(782,283,886)
Net increase (decrease)	(1,667,549)	\$(253,787,168)	(1,846,338)	\$(259,760,424)
	Franklin Income Fund		Franklin U.S. Government Securities Fund	
	Shares	Amount	Shares	Amount
Class A Shares:				
Year ended September 30, 2025				
Shares sold ^a	1,645,099,692	\$3,929,078,555	16,330,435	\$82,477,833
Shares issued in reinvestment of distributions	495,677,505	1,183,095,582	3,517,650	17,751,233
Shares redeemed	(1,575,906,333)	(3,761,437,687)	(29,818,359)	(150,654,632)
Net increase (decrease)	564,870,864	\$1,350,736,450	(9,970,274)	\$(50,425,566)
Year ended September 30, 2024				
Shares sold ^a	1,623,025,090	\$3,729,668,863	19,956,121	\$100,138,639
Shares issued in reinvestment of distributions	483,215,602	1,105,781,882	3,642,161	18,259,923
Shares redeemed	(1,559,664,856)	(3,580,686,842)	(34,652,630)	(173,498,142)
Net increase (decrease)	546,575,836	\$1,254,763,903	(11,054,348)	\$(55,099,580)
Class A1 Shares:				
Year ended September 30, 2025				
Shares sold	348,040,057	\$832,820,207	6,022,635	\$30,443,697
Shares issued in reinvestment of distributions	623,324,781	1,492,001,947	7,389,047	37,299,046
Shares redeemed	(1,683,949,803)	(4,030,430,826)	(39,243,815)	(198,286,648)
Net increase (decrease)	(712,584,965)	\$(1,705,608,672)	(25,832,133)	\$(130,543,905)
Year ended September 30, 2024				
Shares sold	338,496,229	\$779,919,152	11,161,551	\$54,955,522
Shares issued in reinvestment of distributions	686,846,136	1,572,895,912	7,843,198	39,340,251
Shares redeemed	(1,878,624,541)	(4,321,425,564)	(50,593,513)	(253,139,497)
Net increase (decrease)	(853,282,176)	\$(1,968,610,500)	(31,588,764)	\$(158,843,724)

2. Shares of Beneficial Interest (continued)

	Franklin Income Fund		Franklin U.S. Government Securities Fund	
	Shares	Amount	Shares	Amount
Class C Shares:				
Year ended September 30, 2025				
Shares sold	249,603,975	\$611,178,390	624,629	\$3,129,158
Shares issued in reinvestment of distributions	80,468,974	196,631,107	201,119	1,006,916
Shares redeemed ^a	(562,467,075)	(1,372,333,747)	(3,516,366)	(17,615,207)
Net increase (decrease)	(232,394,126)	\$(564,524,250)	(2,690,618)	\$(13,479,133)
Year ended September 30, 2024				
Shares sold	226,946,469	\$534,790,625	809,891	\$4,024,731
Shares issued in reinvestment of distributions	97,204,118	226,818,090	280,683	1,395,322
Shares redeemed ^a	(696,565,075)	(1,630,324,150)	(5,215,216)	(25,880,190)
Net increase (decrease)	(372,414,488)	\$(868,715,435)	(4,124,642)	\$(20,460,137)
Class R Shares:				
Year ended September 30, 2025				
Shares sold	20,948,721	\$48,834,245	707,509	\$3,574,573
Shares issued in reinvestment of distributions	7,437,597	17,356,086	76,190	384,647
Shares redeemed	(24,478,917)	(57,102,052)	(998,872)	(5,036,199)
Net increase (decrease)	3,907,401	\$9,088,279	(215,173)	\$(1,076,979)
Year ended September 30, 2024				
Shares sold	21,555,768	\$48,554,144	516,633	\$2,601,567
Shares issued in reinvestment of distributions	7,645,419	17,104,999	81,592	409,389
Shares redeemed	(29,467,571)	(66,381,393)	(839,623)	(4,215,453)
Net increase (decrease)	(266,384)	\$(722,250)	(241,398)	\$(1,204,497)
Class R6 Shares:				
Year ended September 30, 2025				
Shares sold	145,093,976	\$345,896,629	8,133,248	\$41,329,227
Shares issued in reinvestment of distributions	41,399,571	98,577,215	1,260,173	6,394,401
Shares redeemed	(177,590,485)	(422,450,318)	(11,041,506)	(56,025,525)
Net increase (decrease)	8,903,062	\$22,023,526	(1,648,085)	\$(8,301,897)
Year ended September 30, 2024				
Shares sold	155,231,833	\$356,689,747	8,866,106	\$44,796,960
Shares issued in reinvestment of distributions	41,510,339	94,701,337	1,372,278	6,911,076
Shares redeemed	(162,944,248)	(373,615,710)	(16,459,413)	(83,519,199)
Net increase (decrease)	33,797,924	\$77,775,374	(6,221,029)	\$(31,811,163)

2. Shares of Beneficial Interest (continued)

	Franklin Income Fund		Franklin U.S. Government Securities Fund	
	Shares	Amount	Shares	Amount
Advisor Class Shares:				
Year ended September 30, 2025				
Shares sold	1,130,778,460	\$2,682,616,741	10,592,078	\$53,760,640
Shares issued in reinvestment of distributions	321,283,412	760,714,289	1,396,091	7,072,797
Shares redeemed	(1,201,400,518)	(2,844,553,113)	(18,791,112)	(95,286,889)
Net increase (decrease)	250,661,354	\$598,777,917	(6,802,943)	\$(34,453,452)
Year ended September 30, 2024				
Shares sold	1,116,282,538	\$2,547,389,010	11,637,393	\$58,704,481
Shares issued in reinvestment of distributions	323,285,841	733,871,342	1,535,297	7,727,882
Shares redeemed	(1,373,831,348)	(3,120,971,739)	(18,044,125)	(91,112,171)
Net increase (decrease)	65,737,031	\$160,288,613	(4,871,435)	\$(24,679,808)
Franklin Utilities Fund				
	Shares	Amount		
Class A Shares:				
Year ended September 30, 2025				
Shares sold ^a	15,661,722	\$373,561,872		
Shares issued in reinvestment of distributions	4,623,100	104,922,300		
Shares redeemed	(12,816,887)	(306,431,209)		
Net increase (decrease)	7,467,935	\$172,052,963		
Year ended September 30, 2024				
Shares sold ^a	10,336,313	\$213,412,790		
Shares issued in reinvestment of distributions	3,182,719	62,334,936		
Shares redeemed	(17,235,021)	(349,210,335)		
Net increase (decrease)	(3,715,989)	\$(73,462,609)		
Class A1 Shares:				
Year ended September 30, 2025				
Shares sold	3,884,232	\$92,619,529		
Shares issued in reinvestment of distributions	11,143,925	252,927,664		
Shares redeemed	(17,842,514)	(424,262,853)		
Net increase (decrease)	(2,814,357)	\$(78,715,660)		
Year ended September 30, 2024				
Shares sold	4,090,487	\$84,381,109		
Shares issued in reinvestment of distributions	8,286,967	162,390,657		
Shares redeemed	(23,320,953)	(472,138,551)		
Net increase (decrease)	(10,943,499)	\$(225,366,785)		

2. Shares of Beneficial Interest (continued)

Franklin Utilities Fund		
	Shares	Amount
Class C Shares:		
Year ended September 30, 2025		
Shares sold	1,253,719	\$29,838,211
Shares issued in reinvestment of distributions	692,595	15,557,621
Shares redeemed ^a	(3,034,801)	(71,853,882)
Net increase (decrease)	(1,088,487)	\$(26,458,050)
Year ended September 30, 2024		
Shares sold	933,552	\$19,051,482
Shares issued in reinvestment of distributions	605,981	11,698,798
Shares redeemed ^a	(4,552,107)	(91,884,473)
Net increase (decrease)	(3,012,574)	\$(61,134,193)
Class R Shares:		
Year ended September 30, 2025		
Shares sold	842,794	\$20,119,893
Shares issued in reinvestment of distributions	375,446	8,463,615
Shares redeemed	(963,665)	(22,857,791)
Net increase (decrease)	254,575	\$5,725,717
Year ended September 30, 2024		
Shares sold	789,729	\$16,254,215
Shares issued in reinvestment of distributions	267,885	5,206,585
Shares redeemed	(1,547,130)	(30,892,711)
Net increase (decrease)	(489,516)	\$(9,431,911)
Class R6 Shares:		
Year ended September 30, 2025		
Shares sold	5,270,627	\$126,990,339
Shares issued in reinvestment of distributions	1,010,633	23,261,134
Shares redeemed	(4,491,923)	(108,448,543)
Net increase (decrease)	1,789,337	\$41,802,930
Year ended September 30, 2024		
Shares sold	3,872,115	\$80,683,727
Shares issued in reinvestment of distributions	626,051	12,481,125
Shares redeemed	(3,564,289)	(73,112,001)
Net increase (decrease)	933,877	\$20,052,851

2. Shares of Beneficial Interest (continued)

Franklin Utilities Fund		
	Shares	Amount
Advisor Class Shares:		
Year ended September 30, 2025		
Shares sold	11,901,087	\$288,335,268
Shares issued in reinvestment of distributions	4,718,892	108,516,065
Shares redeemed	(11,591,826)	(278,694,966)
Net increase (decrease)	5,028,153	\$118,156,367
Year ended September 30, 2024		
Shares sold	10,492,073	\$221,066,535
Shares issued in reinvestment of distributions	3,442,832	68,273,041
Shares redeemed	(19,411,319)	(391,483,446)
Net increase (decrease)	(5,476,414)	\$(102,143,870)

^aMay include a portion of Class C shares that were automatically converted to Class A.

3. Transactions with Affiliates

Franklin Resources, Inc. is the holding company for various subsidiaries that together are referred to as Franklin Templeton. Certain officers and trustees of the Trust are also officers and/or directors of the following subsidiaries:

Subsidiary	Affiliation
Franklin Advisers, Inc. (Advisers)	Investment manager
Franklin Templeton Services, LLC (FT Services)	Administrative manager
Franklin Distributors, LLC (Distributors)	Principal underwriter
Franklin Templeton Investor Services, LLC (Investor Services)	Transfer agent

3. Transactions with Affiliates (continued)

a. Management Fees

Franklin Income Fund and Franklin Utilities Fund pay an investment management fee, calculated daily and paid monthly, to Advisers based on the month-end net assets of each of the Funds as follows:

Annualized Fee Rate	Net Assets
0.625%	Up to and including \$100 million
0.500%	Over \$100 million, up to and including \$250 million
0.450%	Over \$250 million, up to and including \$7.5 billion
0.440%	Over \$7.5 billion, up to and including \$10 billion
0.430%	Over \$10 billion, up to and including \$12.5 billion
0.420%	Over \$12.5 billion, up to and including \$15 billion
0.400%	Over \$15 billion, up to and including \$17.5 billion
0.380%	Over \$17.5 billion, up to and including \$20 billion
0.360%	Over \$20 billion, up to and including \$35 billion
0.355%	Over \$35 billion, up to and including \$50 billion
0.350%	Over \$50 billion, up to and including \$65 billion
0.345%	Over \$65 billion, up to and including \$80 billion
0.340%	In excess of \$80 billion

Franklin DynaTech Fund, Franklin Growth Fund and Franklin U.S. Government Securities Fund pay an investment management fee, calculated daily and paid monthly, to Advisers based on the month-end net assets of each of the Funds as follows:

Annualized Fee Rate	Net Assets
0.625%	Up to and including \$100 million
0.500%	Over \$100 million, up to and including \$250 million
0.450%	Over \$250 million, up to and including \$7.5 billion
0.440%	Over \$7.5 billion, up to and including \$10 billion
0.430%	Over \$10 billion, up to and including \$12.5 billion
0.420%	Over \$12.5 billion, up to and including \$15 billion
0.400%	Over \$15 billion, up to and including \$17.5 billion
0.380%	Over \$17.5 billion, up to and including \$20 billion
0.360%	Over \$20 billion, up to and including \$35 billion
0.355%	Over \$35 billion, up to and including \$50 billion
0.350%	In excess of \$50 billion

For the year ended September 30, 2025, each Fund's gross effective investment management fee rate based on average daily net assets was as follows:

	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Gross effective investment management fee rate.	0.414%	0.433%	0.375%

3. Transactions with Affiliates (continued)

a. Management Fees (continued)

	Franklin U.S. Government Securities Fund	Franklin Utilities Fund
Gross effective investment management fee rate	0.460%	0.459%

b. Administrative Fees

Under an agreement with Advisers, FT Services provides administrative services to the Funds. The fee is paid by Advisers based on each of the Funds' average daily net assets, and is not an additional expense of the Funds.

c. Distribution Fees

The Board has adopted distribution plans for each share class, with the exception of Class R6 and Advisor Class shares, pursuant to Rule 12b-1 under the 1940 Act. Under the Funds' Class A and A1 reimbursement distribution plans, the Funds reimburse Distributors for costs incurred in connection with the servicing, sale and distribution of each Fund's shares up to the maximum annual plan rate for each class. Under the Class A and A1 reimbursement distribution plans, costs exceeding the maximum for the current plan year cannot be reimbursed in subsequent periods. In addition, under the Funds' Class C and R compensation distribution plans, the Funds pay Distributors for costs incurred in connection with the servicing, sale and distribution of each Fund's shares up to the maximum annual plan rate for each class. The plan year, for purposes of monitoring compliance with the maximum annual plan rates, is February 1 through January 31 for each Fund.

The maximum annual plan rates, based on the average daily net assets, for each class, are as follows:

	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Class A	0.25%	0.25%	0.25%
Class A1	—%	—%	0.15%
Class C	1.00%	1.00%	0.65%
Class R	0.50%	0.50%	0.50%
	Franklin U.S. Government Securities Fund	Franklin Utilities Fund	
Class A	0.25%	0.25%	
Class A1	0.15%	0.15%	
Class C	0.65%	0.65%	
Class R	0.50%	0.50%	

d. Sales Charges/Underwriting Agreements

Front-end sales charges and contingent deferred sales charges (CDSC) do not represent expenses of the Funds. These charges are deducted from the proceeds of sales of fund shares prior to investment or from redemption proceeds prior to remittance, as applicable. Distributors has advised the Funds of the following commission transactions related to the sales and redemptions of the Funds' shares for the year:

3. Transactions with Affiliates (continued)

d. Sales Charges/Underwriting Agreements (continued)

	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Sales charges retained net of commissions paid to unaffiliated brokers/dealers	\$2,786,107	\$1,126,295	\$1,972,382
CDSC retained	\$138,341	\$52,641	\$962,619
	Franklin U.S. Government Securities Fund	Franklin Utilities Fund	
Sales charges retained net of commissions paid to unaffiliated brokers/dealers	\$16,115	\$110,076	
CDSC retained	\$15,087	\$26,999	

e. Transfer Agent Fees

Each class of shares pays transfer agent fees, calculated monthly and paid monthly, to Investor Services for its performance of shareholder servicing obligations. The fees are based on a fixed margin earned by Investor Services and are allocated to the Funds based upon relative assets and relative transactions. In addition, each class reimburses Investor Services for out of pocket expenses incurred and, except for Class R6, reimburses shareholder servicing fees paid to third parties. These fees paid to third parties are accrued and allocated daily based upon their relative proportion of such classes' aggregate net assets. Class R6 pays Investor Services transfer agent fees allocated specifically to that class based upon its relative assets and relative transactions.

For the year ended September 30, 2025, the Funds paid transfer agent fees as noted in the Statements of Operations of which the following amounts were retained by Investor Services:

	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Transfer agent fees	\$5,161,048	\$3,931,273	\$15,746,236
	Franklin U.S. Government Securities Fund	Franklin Utilities Fund	
Transfer agent fees	\$1,080,362	\$1,746,071	

f. Investments in Affiliated Management Investment Companies

Certain or all Funds invest in one or more affiliated management investment companies. As defined in the 1940 Act, an investment is deemed to be a "Controlled Affiliate" of a fund when a fund owns, either directly or indirectly, 25% or more of the affiliated fund's outstanding shares or has the power to exercise control over management or policies of such fund. The Funds do not invest for purposes of exercising a controlling influence over the management or policies. Management fees paid by the Funds are waived on assets invested in the affiliated management investment companies, as noted in the Statements of Operations, in an amount not to exceed the management and administrative fees, if applicable, paid directly or indirectly by each affiliate. During the year ended September 30, 2025, investments in affiliated management investment companies were as follows:

3. Transactions with Affiliates (continued)

f. Investments in Affiliated Management Investment Companies (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Investment Income
Franklin DynaTech Fund								
Non-Controlled Affiliates								
								Dividends
Franklin Institutional U.S. Government Money Market Fund, 4.094%	\$220,607,622	\$2,845,670,267	\$(3,019,536,298)	\$—	\$—	\$46,741,591	46,741,591	\$4,831,908
Non-Controlled Affiliates								
								Income from securities loaned
Franklin Institutional U.S. Government Money Market Fund, 4.094%	\$19,487,000	\$904,805,000	\$(868,329,000)	\$—	\$—	\$55,963,000	55,963,000	\$1,681,810
Total Affiliated Securities . . .	\$240,094,622	\$3,750,475,267	\$(3,887,865,298)	\$—	\$—	\$102,704,591		\$6,513,718
Franklin Growth Fund								
Non-Controlled Affiliates								
								Dividends
Franklin Institutional U.S. Government Money Market Fund, 4.094%	\$132,381,860	\$1,809,017,252	\$(1,888,929,608)	\$—	\$—	\$52,469,504	52,469,504	\$4,630,036
Non-Controlled Affiliates								
								Income from securities loaned
Franklin Institutional U.S. Government Money Market Fund, 4.094%	\$3,085,000	\$167,439,000	\$(167,954,000)	\$—	\$—	\$2,570,000	2,570,000	\$99,548
Total Affiliated Securities . . .	\$135,466,860	\$1,976,456,252	\$(2,056,883,608)	\$—	\$—	\$55,039,504		\$4,729,584
Franklin Income Fund								
Non-Controlled Affiliates								
								Dividends
Clarion Partners Real Estate Income Fund, Inc., Class I. . . .	\$91,974,965	\$—	\$—	\$—	\$(1,416,209)	\$90,558,756	7,867,833	\$6,325,738
Franklin BSP Real Estate Debt BDC	\$265,381,931	\$237,169,751	\$(505,306,101)	\$6,977,756	\$(4,223,337)	\$—	—	\$38,188,928
Franklin Institutional U.S. Government Money Market Fund, 4.094%	298,170,275	14,707,314,727	(14,954,837,105)	—	—	50,647,897	50,647,897	20,304,029
Total Non-Controlled Affiliates	\$655,527,171	\$14,944,484,478	\$(15,460,143,206)	\$6,977,756	\$(5,639,546)	\$141,206,653		\$64,818,695

3. Transactions with Affiliates (continued)

f. Investments in Affiliated Management Investment Companies (continued)

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Investment Income
Franklin Income Fund (continued)								
Non-Controlled Affiliates								
Franklin Institutional U.S. Government Money Market Fund, 4.094%	\$177,261,000	\$755,412,000	\$(821,183,000)	\$—	\$—	\$111,490,000	111,490,000	\$2,939,193
Total Affiliated Securities	\$832,788,171	\$15,699,896,478	\$(16,281,326,206)	\$6,977,756	\$(5,639,546)	\$252,696,653		\$67,757,888
Franklin U.S. Government Securities Fund								
Non-Controlled Affiliates								
Franklin Institutional U.S. Government Money Market Fund, 4.094%	\$36,624,604	\$338,402,307	\$(334,266,978)	\$—	\$—	\$40,759,933	40,759,933	\$1,704,252
Total Affiliated Securities	\$36,624,604	\$338,402,307	\$(334,266,978)	\$—	\$—	\$40,759,933		\$1,704,252
Franklin Utilities Fund								
Non-Controlled Affiliates								
Franklin Institutional U.S. Government Money Market Fund, 4.094%	\$31,088,886	\$559,051,837	\$(571,306,548)	\$—	\$—	\$18,834,175	18,834,175	\$863,528
Non-Controlled Affiliates								
Franklin Institutional U.S. Government Money Market Fund, 4.094%	\$—	\$13,106,225	\$(13,106,225)	\$—	\$—	\$—	—	\$—
Total Affiliated Securities	\$31,088,886	\$572,158,062	\$(584,412,773)	\$—	\$—	\$18,834,175		\$863,528

g. Waiver and Expense Reimbursements

Transfer agent fees on Class R6 shares of the Funds have been capped so that transfer agent fees for that class do not exceed 0.03% based on the average net assets of the class until January 31, 2026.

3. Transactions with Affiliates (continued)

h. Other Affiliated Transactions

During the year ended September 30, 2025, the New Jersey Better Educational Savings Trust Program – Franklin Templeton Managed Investments Options (529 Portfolios) redeemed out of Franklin Growth Fund. As a result, on November 22, 2024, the Fund delivered portfolio securities and cash that were transferred in-kind to the 529 Portfolios, which included \$576,845,046 of net realized gains. Subsequent to the year end, Putnam Large Cap Growth Fund redeemed out of Franklin Growth Fund. As a result, on October 17, 2025, the Fund delivered portfolio securities and cash that were transferred in-kind to the Putnam Large Cap Growth Fund, which included \$115,202,788 of net realized gains. As such gains are not taxable to the Fund and are not distributed to remaining shareholders, they are reclassified from accumulated net realized gains to paid-in capital.

4. Income Taxes

For tax purposes, capital losses may be carried over to offset future capital gains.

At September 30, 2025, the capital loss carryforwards were as follows:

	Franklin Income Fund	Franklin U.S. Government Securities Fund
Capital loss carryforwards not subject to expiration:		
Short term	\$—	\$349,522,267
Long term	58,195,211	561,762,093
Total capital loss carryforwards	\$58,195,211	\$911,284,360

During the year ended September 30, 2025, the utilized capital loss carryforwards were as follows:

	Franklin DynaTech Fund	Franklin Income Fund	Franklin U.S. Government Securities Fund
Capital loss utilized carryforwards	\$373,948,999	\$648,176,674	\$308,410

For tax purposes, the Funds may elect to defer any portion of a post-October capital loss or late-year ordinary loss to the first day of the following fiscal year. At September 30, 2025, the deferred losses were as follows:

	Franklin Dynatech Fund
Late-year ordinary loss	\$69,691,855

The tax character of distributions paid during the years ended September 30, 2025 and 2024, was as follows:

	Franklin Growth Fund		Franklin Income Fund	
	2025	2024	2025	2024
Distributions paid from:				
Ordinary income	\$20,381,490	\$43,048,616	\$4,046,845,893	\$4,053,972,088
Long term capital gain	1,390,130,708	1,002,814,603	—	—
	\$1,410,512,198	\$1,045,863,219	\$4,046,845,893	\$4,053,972,088

4. Income Taxes (continued)

	Franklin U.S. Government Securities Fund		Franklin Utilities Fund	
	2025	2024	2025	2024
Distributions paid from:				
Ordinary income	\$75,700,369	\$80,047,012	\$160,798,827	\$139,816,446
Long term capital gain	—	—	393,562,260	208,894,291
	\$75,700,369	\$80,047,012	\$554,361,087	\$348,710,737

At September 30, 2025, the cost of investments, net unrealized appreciation (depreciation), undistributed ordinary income and undistributed long term capital gains for income tax purposes were as follows:

	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Cost of investments	\$10,692,515,991	\$4,845,729,658	\$71,776,028,373
Unrealized appreciation.....	\$18,826,156,706	\$13,763,264,150	\$5,611,272,409
Unrealized depreciation.....	(14,218,226)	(190,689,496)	(1,452,277,852)
Net unrealized appreciation (depreciation).....	\$18,811,938,480	\$13,572,574,654	\$4,158,994,557
Distributable earnings:			
Undistributed ordinary income.....	\$—	\$10,567,843	\$59,763,729
Undistributed long term capital gains.....	2,428,535,564	2,101,416,807	—
Total distributable earnings	\$2,428,535,564	\$2,111,984,650	\$59,763,729

	Franklin U.S. Government Securities Fund	Franklin Utilities Fund
Cost of investments	\$2,309,841,911	\$3,065,900,221
Unrealized appreciation.....	\$6,916,649	\$4,216,427,884
Unrealized depreciation.....	(202,327,671)	(6,440,184)
Net unrealized appreciation (depreciation).....	\$195,411,022	\$4,209,987,700
Distributable earnings:		
Undistributed ordinary income.....	\$187,321	\$40,753,130
Undistributed long term capital gains.....	—	333,700,692
Total distributable earnings	\$187,321	\$374,453,822

Differences between income and/or capital gains as determined on a book basis and a tax basis are primarily due to differing treatments of wash sales, paydown losses, bond discounts and premiums, equity-linked securities, net operating losses and in-kind transactions.

The Funds, except for Franklin Income Fund and Franklin U.S. Government Securities Fund, utilized a tax accounting practice to treat a portion of the proceeds from capital shares redeemed as a distribution from net investment income and realized capital gains.

5. Investment Transactions

Purchases and sales of investments (excluding short term securities and in-kind transactions) for the year ended September 30, 2025, were as follows:

	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Purchases	\$7,705,448,779	\$1,477,807,179	\$45,092,766,342
Sales	\$9,752,551,671	\$3,699,142,271 ^a	\$46,794,666,838
	Franklin U.S. Government Securities Fund	Franklin Utilities Fund	
Purchases	\$665,207,631	\$729,469,851	
Sales	\$908,961,926	\$898,210,059	

^aSales of investments excludes in-kind transactions of \$757,798,984.

At September 30, 2025, in connection with securities lending transactions, certain or all Funds loaned investments and received cash collateral as follows:

	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Securities lending transactions^b:			
Equity investments ^b	\$55,963,000	\$2,570,000	\$111,490,000

^aThe agreements can be terminated at any time.

^bThe gross amount of recognized liability for such transactions is included in payable upon return of securities loaned in the Statements of Assets and Liabilities.

6. Credit Risk

At September 30, 2025, Franklin Income Fund had 21.7% of its portfolio invested in high yield or other securities rated below investment grade and unrated securities. These securities may be more sensitive to economic conditions causing greater price volatility and are potentially subject to a greater risk of loss due to default than higher rated securities.

7. Restricted Securities

Certain or all Funds invest in securities that are restricted under the Securities Act of 1933 (1933 Act). Restricted securities are often purchased in private placement transactions, and cannot be sold without prior registration unless the sale is pursuant to an exemption under the 1933 Act. Disposal of these securities may require greater effort and expense, and prompt sale at an acceptable price may be difficult. The Funds may have registration rights for restricted securities. The issuer generally incurs all registration costs.

At September 30, 2025, investments in restricted securities, excluding securities exempt from registration under the 1933 Act, were as follows:

Shares	Issuer	Acquisition Date	Cost	Value
Franklin Growth Fund				
1,150,134	Anduril Industries, Inc., F	7/17/24	\$25,000,003	\$53,092,601
2,353	Canva Australia Holdings Pty. Ltd., A	11/08/21	4,011,298	3,873,367

7. Restricted Securities (continued)

Shares	Issuer	Acquisition Date	Cost	Value
Franklin Growth Fund (continued)				
94	Canva Australia Holdings Pty. Ltd., A-3	11/08/21	160,247	154,737
8	Canva Australia Holdings Pty. Ltd., A-4	11/08/21	13,638	13,169
5	Canva Australia Holdings Pty. Ltd., A-5	11/08/21	8,524	8,231
25,413	Canva Australia Holdings Pty. Ltd., B	11/08/21	43,323,040	41,833,356
96,603	Checkout Payments Group Ltd., B	1/11/22	30,000,062	10,571,860
822,494	Gusto, Inc., E	7/13/21	24,999,977	20,615,872
849,894	OneTrust LLC, C	4/01/21	16,666,676	15,117,366
98,050	Plaid, Inc., A	3/31/25	19,999,906	18,081,418
540,043	Stripe, Inc., B	5/18/21	21,671,052	20,308,058
1,759,545	Stripe, Inc., I	3/15/23 - 5/08/23	35,426,925	66,166,847
Total Restricted Securities (Value is 1.4% of Net Assets).				\$221,281,348 \$249,836,882

8. Unfunded Loan Commitments

Certain or all Funds enter into certain credit agreements, all or a portion of which may be unfunded. The Funds are obligated to fund these loan commitments at the borrowers' discretion. Unfunded loan commitments and funded portions of credit agreements are marked to market daily and any unrealized appreciation or depreciation is included in the Statements of Assets and Liabilities and the Statements of Operations. Funded portions of credit agreements are presented in the Schedules of Investments.

At September 30, 2025, unfunded commitments were as follows:

Borrower	Unfunded Commitment
Franklin Income Fund	
Clydesdale Acquisition Holdings, Inc.	\$1,533,333
	\$1,533,333

9. Other Derivative Information

At September 30, 2025, investments in derivative contracts are reflected in the Statements of Assets and Liabilities as follows:

Derivative Contracts Not Accounted for as Hedging Instruments	Asset Derivatives		Liability Derivatives	
	Statement of Assets and Liabilities Location	Fair Value	Statement of Assets and Liabilities Location	Fair Value
Franklin Income Fund				
Equity contracts	Investments in securities, at value	\$—	Options written, at value	\$203,967,089
Total		\$—		\$203,967,089

9. Other Derivative Information (continued)

For the year ended September 30, 2025, the effect of derivative contracts in the Statements of Operations was as follows:

Derivative Contracts Not Accounted for as Hedging Instruments	Statement of Operations Location	Net Realized Gain (Loss) for the Year	Statement of Operations Location	Net Change in Unrealized Appreciation (Depreciation) for the Year
Franklin Income Fund				
	Net realized gain (loss) from:		Net change in unrealized appreciation (depreciation) on:	
Equity contracts	Written options	\$373,829,779	Written options	\$8,960,038
Total		<u>\$373,829,779</u>		<u>\$8,960,038</u>

For the year ended September 30, 2025, the average month end notional amount of options represented \$58,101,523.

See Note 1(d) regarding derivative financial instruments.

10. Holdings of 5% Voting Securities of Portfolio Companies

The 1940 Act defines "affiliated companies" to include investments in portfolio companies in which a fund owns 5% or more of the outstanding voting securities. Additionally, as defined in the 1940 Act, an investment is deemed to be a "Controlled Affiliate" of a fund when a fund owns, either directly or indirectly, 25% or more of the affiliated companies' outstanding shares or has the power to exercise control over management or policies of such company. During the year ended September 30, 2025, investments in "affiliated companies" were as follows:

	Value at Beginning of Year	Purchases	Sales	Realized Gain (Loss)	Net Change in Unrealized Appreciation (Depreciation)	Value at End of Year	Number of Shares Held at End of Year	Investment Income
Franklin Income Fund								
Non-Controlled Affiliates								
Endo, Inc.	\$114,260,525	\$—	\$(105,758,775)	\$26,888,983	\$(35,390,733)	\$— ^a	—	\$—
Endo, Inc., Escrow Account	—	—	—	—	— ^b	— ^b	— ^b	—
Total Affiliated Securities (Value is —% of Net Assets)	\$114,260,525	\$—	\$(105,758,775)	\$26,888,983	\$(35,390,733)	\$—	—	\$—

^aAs of September 30, 2025, no longer held by the fund.

^bAs of September 30, 2025, no longer an affiliate.

11. Credit Facility

The Funds, together with other U.S. registered and foreign investment funds (collectively, Borrowers), managed by Franklin Templeton, are borrowers in a joint syndicated senior unsecured credit facility totaling \$2.995 billion (Global Credit Facility) which matures on January 30, 2026. This Global Credit Facility provides a source of funds to the Borrowers for temporary and emergency purposes, including the ability to meet future unanticipated or unusually large redemption requests.

11. Credit Facility (continued)

Under the terms of the Global Credit Facility, the Funds may, in addition to interest charged on any borrowings made by the Funds and other costs incurred by the Funds, pay their share of fees and expenses incurred in connection with the implementation and maintenance of the Global Credit Facility, based upon their relative share of the aggregate net assets of all of the Borrowers, including an annual commitment fee of 0.15% based upon the unused portion of the Global Credit Facility. These fees are reflected in other expenses in the Statements of Operations. During the year ended September 30, 2025, the Funds did not use the Global Credit Facility.

12. Fair Value Measurements

The Funds follow a fair value hierarchy that distinguishes between market data obtained from independent sources (observable inputs) and the Funds' own market assumptions (unobservable inputs). These inputs are used in determining the value of the Funds' financial instruments and are summarized in the following fair value hierarchy:

- Level 1 – quoted prices in active markets for identical financial instruments
- Level 2 – other significant observable inputs (including quoted prices for similar financial instruments, interest rates, prepayment speed, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Funds' own assumptions in determining the fair value of financial instruments)

The input levels are not necessarily an indication of the risk or liquidity associated with financial instruments at that level.

A summary of inputs used as of September 30, 2025, in valuing the Funds' assets and liabilities carried at fair value, is as follows:

	Level 1	Level 2	Level 3	Total
Franklin DynaTech Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	\$1,011,006,840	\$—	\$—	\$1,011,006,840
Automobiles	667,080,000	—	—	667,080,000
Biotechnology	543,325,550	147,769,923	—	691,095,473
Broadline Retail	2,953,524,250	—	—	2,953,524,250
Capital Markets	434,563,673	—	—	434,563,673
Communications Equipment	207,636,750	—	—	207,636,750
Construction & Engineering	73,832,842	—	—	73,832,842
Consumer Finance	5,164,722	—	—	5,164,722
Electrical Equipment	186,407,500	—	—	186,407,500
Electronic Equipment, Instruments & Components	690,940,500	—	—	690,940,500
Energy Equipment & Services	76,200,000	—	—	76,200,000
Entertainment	958,196,200	—	—	958,196,200
Financial Services	1,391,815,966	—	—	1,391,815,966
Ground Transportation	107,767,000	—	—	107,767,000
Health Care Equipment & Supplies	600,040,000	—	—	600,040,000
Health Care Providers & Services	165,135,508	—	—	165,135,508
Health Care Technology	305,511,202	101,797,892	—	407,309,094
Hotels, Restaurants & Leisure	609,951,000	—	—	609,951,000
Interactive Media & Services	3,191,451,500	12,545,738	—	3,203,997,238
IT Services	1,249,859,007	—	—	1,249,859,007
Life Sciences Tools & Services	43,583,400	14,252,965	—	57,836,365
Machinery	13,475,000	—	—	13,475,000

12. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin DynaTech Fund (continued)				
Assets: (continued)				
Investments in Securities: (continued)				
Common Stocks: (continued)				
Pharmaceuticals	\$319,100,000	\$—	\$—	\$319,100,000
Professional Services	25,151,000	—	—	25,151,000
Semiconductors & Semiconductor Equipment	6,626,999,500	—	—	6,626,999,500
Software	5,917,917,452	—	—	5,917,917,452
Specialty Retail	113,172,000	—	—	113,172,000
Technology Hardware, Storage & Peripherals	636,575,000	—	—	636,575,000
Warrants	—	—	— ^a	—
Short Term Investments	102,704,591	—	—	102,704,591
Total Investments in Securities	\$29,228,087,953	\$276,366,518 ^b	\$—	\$29,504,454,471
Franklin Growth Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	929,017,311	—	—	929,017,311
Beverages	206,860,457	—	—	206,860,457
Biotechnology	187,346,865	—	—	187,346,865
Broadline Retail	860,036,548	—	—	860,036,548
Building Products	444,301,272	—	—	444,301,272
Capital Markets	990,454,609	—	—	990,454,609
Chemicals	580,001,651	—	—	580,001,651
Commercial Services & Supplies	135,282,591	—	—	135,282,591
Communications Equipment	88,712,888	—	—	88,712,888
Construction Materials	201,442,530	—	—	201,442,530
Consumer Staples Distribution & Retail	205,898,988	—	—	205,898,988
Electric Utilities	184,377,833	—	—	184,377,833
Electrical Equipment	286,111,213	—	—	286,111,213
Electronic Equipment, Instruments & Components	945,495,721	—	—	945,495,721
Entertainment	217,635,191	—	—	217,635,191
Financial Services	775,379,257	—	—	775,379,257
Ground Transportation	444,288,778	—	—	444,288,778
Health Care Equipment & Supplies	519,043,375	—	—	519,043,375
Health Care Providers & Services	108,219,437	—	—	108,219,437
Health Care Technology	89,106,073	—	—	89,106,073
Hotels, Restaurants & Leisure	237,534,679	—	—	237,534,679
Interactive Media & Services	935,230,751	—	—	935,230,751
IT Services	58,476,400	—	41,833,356	100,309,756
Life Sciences Tools & Services	688,780,244	—	—	688,780,244
Machinery	673,065,947	—	—	673,065,947
Pharmaceuticals	380,122,028	—	—	380,122,028
Professional Services	72,360,473	—	—	72,360,473
Semiconductors & Semiconductor Equipment	2,893,278,021	—	—	2,893,278,021
Software	2,867,643,808	—	48,961,336	2,916,605,144
Technology Hardware, Storage & Peripherals	557,564,075	—	—	557,564,075
Trading Companies & Distributors	244,226,654	—	—	244,226,654
Convertible Preferred Stocks	—	—	159,042,190	159,042,190
Preferred Stocks	—	106,132,258	—	106,132,258
Short Term Investments	55,039,504	—	—	55,039,504
Total Investments in Securities	\$18,062,335,172	\$106,132,258 ^c	\$249,836,882	\$18,418,304,312

12. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin Income Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Aerospace & Defense	\$981,045,000	\$—	\$—	\$981,045,000
Automobiles	—	157,574,987	—	157,574,987
Banks	764,137,500	—	—	764,137,500
Beverages	1,314,680,000	—	—	1,314,680,000
Biotechnology	976,820,000	—	—	976,820,000
Chemicals	816,320,000	124,910,624	—	941,230,624
Communications Equipment	171,050,000	—	—	171,050,000
Consumer Staples Distribution & Retail	134,550,000	—	—	134,550,000
Diversified Telecommunication Services	307,650,000	—	—	307,650,000
Electric Utilities	1,547,975,041	—	—	1,547,975,041
Energy Equipment & Services	280,020,000	—	—	280,020,000
Food Products	398,315,000	—	—	398,315,000
Ground Transportation	754,171,500	—	—	754,171,500
Health Care Equipment & Supplies	261,561,600	—	—	261,561,600
Health Care Providers & Services	287,950,000	—	—	287,950,000
Hotels, Restaurants & Leisure	303,890,000	—	—	303,890,000
Household Products	1,152,375,000	—	—	1,152,375,000
Industrial Conglomerates	421,000,000	—	—	421,000,000
IT Services	599,300,000	—	—	599,300,000
Machinery	156,456,000	—	—	156,456,000
Media	267,070,000	—	—	267,070,000
Metals & Mining	35,298,000	—	—	35,298,000
Multi-Utilities	806,933,847	—	—	806,933,847
Oil, Gas & Consumable Fuels	3,498,555,000	—	—	3,498,555,000
Pharmaceuticals	2,399,236,266	—	119,512,692	2,518,748,958
Semiconductors & Semiconductor Equipment	472,136,500	—	—	472,136,500
Specialty Retail	936,035,000	—	—	936,035,000
Technology Hardware, Storage & Peripherals	231,811,388	—	—	231,811,388
Management Investment Companies	90,558,756	—	—	90,558,756
Equity-Linked Securities	—	14,848,472,435	—	14,848,472,435
Convertible Preferred Stocks:				
Aerospace & Defense	388,200,600	—	—	388,200,600
Capital Markets	49,690,000	—	—	49,690,000
Chemicals	208,340,000	—	—	208,340,000
Electric Utilities	386,180,000	—	—	386,180,000
Financial Services	—	232,100,000	—	232,100,000
Preferred Stocks.	66,400,000	—	—	66,400,000
Convertible Bonds	—	184,611,871	—	184,611,871
Corporate Bonds	—	25,546,942,433	—	25,546,942,433
Senior Floating Rate Interests	—	695,897,328	—	695,897,328
U.S. Government and Agency Securities	—	5,262,245,416	—	5,262,245,416
Asset-Backed Securities	—	86,345,980	—	86,345,980
Mortgage-Backed Securities	—	4,761,635,683	—	4,761,635,683
Escrows and Litigation Trusts	—	—	— ^a	—
Short Term Investments	162,137,897	2,490,890,675	—	2,653,028,572
Total Investments in Securities	\$21,627,849,895	\$54,391,627,432 ^d	\$119,512,692	\$76,138,990,019
Liabilities:				
Other Financial Instruments:				
Options Written	\$203,967,089	\$—	\$—	\$203,967,089
Unfunded Loan Commitments	—	629	—	629
Total Other Financial Instruments	\$203,967,089	\$629	\$—	\$203,967,718

12. Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Franklin U.S. Government Securities Fund				
Assets:				
Investments in Securities: ^a				
U.S. Government and Agency Securities	\$—	\$52,754,395	\$—	\$52,754,395
Mortgage-Backed Securities	—	2,020,916,561	—	2,020,916,561
Short Term Investments	40,759,933	—	—	40,759,933
Total Investments in Securities	\$40,759,933	\$2,073,670,956	\$—	\$2,114,430,889
Franklin Utilities Fund				
Assets:				
Investments in Securities:				
Common Stocks:				
Electric Utilities	4,296,787,830	10,923,275	—	4,307,711,105
Gas Utilities	56,658,000	—	—	56,658,000
Independent Power and Renewable Electricity				
Producers	473,928,000	113,172,953	—	587,100,953
Multi-Utilities	1,740,033,168	194,758,021	—	1,934,791,189
Oil, Gas & Consumable Fuels	274,827,000	—	—	274,827,000
Water Utilities	41,895,000	54,070,499	—	95,965,499
Short Term Investments	18,834,175	—	—	18,834,175
Total Investments in Securities	\$6,902,963,173	\$372,924,748 ^f	\$—	\$7,275,887,921

^aIncludes financial instruments determined to have no value.

^bIncludes foreign securities valued at \$276,366,518, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^cIncludes foreign securities valued at \$106,132,258, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^dIncludes foreign securities valued at \$282,485,611, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

^eFor detailed categories, see the accompanying Schedule of Investments.

^fIncludes foreign securities valued at \$372,924,748, which were categorized as Level 2 as a result of the application of market level fair value procedures. See the Financial Instrument Valuation note for more information.

12. Fair Value Measurements (continued)

A reconciliation in which Level 3 inputs are used in determining fair value is presented when there are significant Level 3 assets and/or liabilities at the beginning and/or end of the year.

	Balance at Beginning of Year	Purchases ^a	Sales	Transfer Into Level 3	Transfer Out of Level 3	Net Accretion (Amortiza- tion)	Net Realized Gain (Loss) (Depreciation)	Net Unrealized Appreciation (Depreciation)	Balance at End of Year	on Assets Held at Year End	Net Change in Unrealized Appreciation (Depreciation)
Franklin Growth Fund											
Assets:											
Investments in Securities:											
Common Stocks:											
IT Services	\$31,148,647	\$—	\$—	\$—	\$—	\$—	\$—	\$10,684,709	\$41,833,356	\$10,684,709	
Software.	23,735,324	19,999,905	—	—	—	—	—	5,226,107	48,961,336	5,226,107	
Convertible Preferred Stocks:											
Aerospace & Defense .	25,000,003	—	—	—	—	—	—	28,092,598	53,092,601	28,092,598	
IT Services	3,015,216	—	—	—	—	—	—	1,034,288	4,049,504	1,034,288	
Software.	89,474,848	—	—	—	—	—	—	12,425,237	101,900,085	12,425,237	
Total Investments in Securities	\$172,374,038	\$19,999,905	\$—	\$—	\$—	\$—	\$—	\$57,462,939	\$249,836,882	\$57,462,939	

^aPurchases include all purchases of securities and securities received in corporate actions.

Level 3 financial instruments, for the Franklin Growth Fund, include the fair value of immaterial assets and/or liabilities developed using various valuation techniques and unobservable inputs.

13. Operating Segments

Each Fund operates as a single operating segment, which is an investment portfolio. The portfolio managers assigned to the Fund within the Funds' Investment manager serve as the Chief Operating Decision Maker ("CODM") and are responsible for evaluating each Fund's operating results and allocating resources in accordance with each Fund's investment strategy. Internal reporting provided to the CODM aligns with the accounting policies and measurement principles used in the financial statements.

For information regarding segment assets, segment profit or loss, and significant expenses, refer to the Statements of Assets and Liabilities and the Statements of Operations, along with the related notes to the financial statements. The Schedules of Investments provides details of the Funds' investments that generate returns such as interest, dividends, and realized and unrealized gains or losses. Performance metrics, including portfolio turnover and expense ratios, are disclosed in the Financial Highlights.

14. New Accounting Pronouncements

In December 2023, the FASB issued ASU No. 2023-09, Income Taxes (Topic 740) – Improvements to Income Tax Disclosures. The amendments enhance income tax disclosures by requiring greater disaggregation in the rate reconciliation and income taxes paid by jurisdiction, while removing certain disclosure requirements. The ASU is effective for annual periods beginning after December 15, 2024, with early adoption permitted. Management is currently evaluating the impact and believes that the adoption of the ASU will not have a material impact on the financial statements.

15. Subsequent Events

The Funds have evaluated subsequent events through the issuance of the financial statements and determined that no events have occurred that require disclosure other than those already disclosed in the financial statements.

Abbreviations

Selected Portfolio

ADR	American Depository Receipt
BDC	Business Development Company
CME	Chicago Mercantile Exchange
FHLMC	Federal Home Loan Mortgage Corp.
FNMA	Federal National Mortgage Association
FRN	Floating Rate Note
GNMA	Government National Mortgage Association
PIK	Payment-In-Kind
REIT	Real Estate Investment Trust
SOFR	Secured Overnight Financing Rate

Report of Independent Registered Public Accounting Firm

To the Board of Trustees of Franklin Custodian Funds and Shareholders of Franklin DynaTech Fund, Franklin Growth Fund, Franklin Income Fund, Franklin U.S. Government Securities Fund and Franklin Utilities Fund

Opinions on the Financial Statements

We have audited the accompanying statements of assets and liabilities, including the schedules of investments, of Franklin DynaTech Fund, Franklin Growth Fund, Franklin Income Fund, Franklin U.S. Government Securities Fund and Franklin Utilities Fund (constituting Franklin Custodian Funds, hereafter collectively referred to as the "Funds") as of September 30, 2025, the related statements of operations for the year ended September 30, 2025, the statements of changes in net assets for each of the two years in the period ended September 30, 2025, including the related notes, and the financial highlights for each of the five years in the period ended September 30, 2025 (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the Funds as of September 30, 2025, the results of each of their operations for the year then ended, the changes in each of their net assets for each of the two years in the period ended September 30, 2025 and each of the financial highlights for each of the five years in the period ended September 30, 2025 in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinions

These financial statements are the responsibility of the Funds' management. Our responsibility is to express an opinion on the Funds' financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Funds in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits of these financial statements in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of September 30, 2025, by correspondence with the custodian, transfer agent, agent banks and brokers; when replies were not received from brokers and an agent bank, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinions.

/s/PricewaterhouseCoopers LLP

San Francisco, California
November 19, 2025

We have served as the auditor of one or more investment companies in the Franklin Templeton Group of Funds since 1948.

Tax Information (unaudited)

By mid-February, tax information related to a shareholder's proportionate share of distributions paid during the preceding calendar year will be received, if applicable. Please also refer to www.franklintempleton.com for per share tax information related to any distributions paid during the preceding calendar year. Shareholders are advised to consult with their tax advisors for further information on the treatment of these amounts on their tax returns.

The following tax information for the Funds is required to be furnished to shareholders with respect to income earned and distributions paid during its fiscal year.

The Funds below hereby report the following amounts, or if subsequently determined to be different, the maximum allowable amounts, for the fiscal year ended September 30, 2025:

	Pursuant to:	Franklin DynaTech Fund	Franklin Growth Fund	Franklin Income Fund
Long-Term Capital Gain Dividends Distributed	§852(b)(3)(C)	\$270,658,020	\$1,587,404,449	—
Income Eligible for Dividends Received Deduction (DRD)	§854(b)(1)(A)	\$69,003,095	\$116,858,610	\$606,333,798
Qualified Dividend Income Earned (QDI)	§854(b)(1)(B)	\$75,904,674	\$139,019,856	\$705,447,007
Qualified Net Interest Income (QII)	§871(k)(1)(C)	—	—	\$1,970,541,560
Qualified Business Income Dividends Earned	§199A	—	—	\$2,423,800
Section 163(j) Interest Dividends Earned	§163(j)	—	\$553,954	\$2,279,219,933
Interest Earned from Federal Obligations	Note (1)	—	—	\$276,283,890
	Pursuant to:	Franklin U.S. Government Securities Fund	Franklin Utilities Fund	
Long-Term Capital Gain Dividends Distributed	§852(b)(3)(C)	—	\$425,601,631	
Income Eligible for Dividends Received Deduction (DRD)	§854(b)(1)(A)	—	\$188,624,068	
Qualified Dividend Income Earned (QDI)	§854(b)(1)(B)	—	\$203,155,524	
Qualified Net Interest Income (QII)	§871(k)(1)(C)	\$75,343,465	—	
Section 163(j) Interest Dividends Earned	§163(j)	\$75,343,465	\$681,644	
Interest Earned from Federal Obligations	Note (1)	\$2,843,054	—	

Note (1) - The Law varies in each state as to whether and what percentage of dividend income attributable to Federal obligations is exempt from state income tax. Shareholders are advised to consult with their tax advisors to determine if any portion of the dividends received is exempt from state income taxes.

Changes In and Disagreements with Accountants

For the period covered by this report

Not applicable.

Results of Meeting(s) of Shareholders

For the period covered by this report

Not applicable.

Remuneration Paid to Directors, Officers and Others

For the period covered by this report

Refer to the financial statements included herein. Remuneration to officers is paid by the Funds' investment manager according to the terms of the agreement.

Board Approval of Management and Subadvisory Agreements

For the period covered by this report

BOARD APPROVAL OF INVESTMENT MANAGEMENT AGREEMENTS
(unaudited)

FRANKLIN CUSTODIAN FUNDS

Franklin DynaTech Fund
Franklin Growth Fund
Franklin Income Fund
Franklin U.S. Government Securities Fund
Franklin Utilities Fund
 (each a Fund)

At an in-person meeting held on April 15, 2025 (Meeting), the Board of Trustees (Board) of Franklin Custodian Funds (Trust), including a majority of the trustees who are not "interested persons" as defined in the Investment Company Act of 1940 (Independent Trustees), reviewed and approved the continuance of the investment management agreement between Franklin Advisers, Inc. (Manager) and the Trust, on behalf of each Fund (each a Management Agreement) for an additional one-year period. The Independent Trustees received advice from and met separately with Independent Trustee counsel to consider the renewal of each Management Agreement. Although the Management Agreements for the Funds were considered at the same Board meeting, the Board considered the information provided to it about the Funds together and with respect to each Fund separately as the Board deemed appropriate.

In considering the continuance of each Management Agreement, the Board reviewed and considered information provided by the Manager at the Meeting and throughout the year at meetings of the Board and its committees. The Board also reviewed and considered information provided in response to a detailed set of requests for information submitted to the Manager by Independent Trustee counsel on behalf of the Independent Trustees in connection with the annual contract renewal process. In addition, prior to the Meeting, the Independent Trustees held a virtual contract renewal meeting at which the Independent Trustees first conferred amongst themselves and Independent Trustee counsel about contract renewal matters, and then met with management to request additional information that the Independent Trustees also considered prior to and at the

Meeting. The Board further considered all of the factors it deemed relevant in approving the continuance of each Management Agreement, including, but not limited to: (i) the nature, extent and quality of the services provided by the Manager; (ii) the investment performance of each Fund; (iii) the costs of the services provided and profits realized by the Manager and its affiliates from the relationship with each Fund; (iv) the extent to which economies of scale are realized as each Fund grows; and (v) whether fee levels reflect these economies of scale for the benefit of Fund investors.

In approving the continuance of each Management Agreement, the Board, including a majority of the Independent Trustees, determined, through the exercise of its business judgment, that the terms of the Management Agreement are fair and reasonable and that the continuance of the Management Agreement is in the best interests of the applicable Fund and its shareholders. While attention was given to all information furnished, the following discusses some primary factors relevant to the Board's determination.

Nature, Extent and Quality of Services

The Board reviewed the information it received regarding the nature, extent and quality of investment management services provided by the Manager and its affiliates to the Funds and their shareholders. This information included, among other things, the qualifications, background and experience of the senior management and investment personnel of the Manager, as well as information on succession planning where appropriate; the structure of investment personnel compensation; oversight of third-party service providers; investment performance reports and related financial information for each Fund; reports on expenses and shareholder services; legal and compliance matters; risk controls; pricing and other services provided by the Manager and its affiliates; and management fees charged by the Manager and its affiliates to US funds and other accounts, including management's explanation of differences among accounts where relevant. The Board also reviewed and considered an annual report on payments made by Franklin Templeton (FT) or the Funds to financial intermediaries, as well as a memorandum relating to third-party servicing arrangements. The Board acknowledged the ongoing integration of acquired third-party fund families into the FT family of funds and management's continued development of strategies to address evolving changes in domestic policy and continuing geopolitical concerns.

The Board also reviewed and considered the benefits provided to Fund shareholders of investing in a fund that is part of the FT family of funds. The Board noted the financial position of Franklin Resources, Inc. (FRI), the Manager's parent, and its commitment to the mutual fund business as evidenced by its continued reassessment of the fund offerings in response to FT acquisitions and the market environment, as well as its evaluation of ways to incorporate private assets into more traditional investment vehicles. The Board specifically noted FT's commitment to technological innovation and advancement, including its continued focus on developing potential use cases for tokenization and the blockchain and the use of artificial intelligence tools to help streamline day-to-day tasks.

Following consideration of such information, the Board was satisfied with the nature, extent and quality of services provided by the Manager and its affiliates to the Funds and their shareholders.

Fund Performance

The Board reviewed and considered the performance results of each Fund over various time periods ended December 31, 2024. The Board considered the performance returns for each Fund in comparison to the performance returns of mutual funds deemed comparable to the Fund included in a universe (Performance Universe) selected by Broadridge Financial Solutions, Inc. (Broadridge), an independent provider of investment company data. The Board received a description of the methodology used by Broadridge to select the mutual funds included in a Performance Universe. The Board also reviewed and considered Fund performance reports provided and discussions that occurred with portfolio managers at Board meetings throughout the year. A summary of each Fund's performance results is below. With respect to the Franklin Income Fund, Franklin U.S. Government Securities Fund, and Franklin Utilities Fund, the class Broadridge used to calculate the performance (and expense) data for such Funds was changed from Class A1 to Class A this year. Class A1 was historically used to calculate the performance data as the class has a longer track record than Class A, however, Class A has a Rule 12b-1 fee that is more aligned with the fee charged by a majority of the Funds' Performance Universe peers and is available for new investor purchases unlike Class A1 which is only available to existing Class A1 shareholders.

Franklin DynaTech Fund - The Performance Universe for the Fund included the Fund and all retail and institutional multi-cap growth funds. The Board noted that the Fund's annualized total return for the one-, three-, five- and 10-year periods was above the median of its Performance Universe. The Board concluded that the Fund's performance was satisfactory.

Franklin Growth Fund - The Performance Universe for the Fund included the Fund and all retail and institutional multi-cap growth funds. The Board noted that the Fund's annualized total return for the three- and 10-year periods was above the median of its Performance Universe, but for the one- and five-year periods was below the median of its Performance Universe. The Board further noted that, although below median, the Fund had an annualized total return of 17.85% and 12.39% for the one- and five-year periods, respectively. The Board discussed the Fund's performance with management and management explained that the Fund is managed in a more conservative manner than its Performance Universe peers with an emphasis on downside protection. Management further explained that the Fund's underperformance relative to its Performance Universe was due in part to its underweighting to the Magnificent Seven stocks, which returned, on average, over 75% in 2024 versus the 6.3% return of the Fund's benchmark, the S&P 500 Total Return Index. The Board concluded that the Fund's Management Agreement should be continued for an additional one-year period, while management's efforts continue to be closely monitored.

Franklin Income Fund - The Performance Universe for the Fund included the Fund and all retail and institutional flexible portfolio funds. The Board noted that the Fund's annualized income return for the one-, three- and five-year periods was above the median of its Performance Universe and in the first quintile (best). The Board also noted that the Fund's annualized total return for the three- and five-year periods was above the median of its Performance Universe, but for the one-year period was below the median of its Performance Universe. The Board further noted management's view regarding the income-related attributes of the Fund (e.g., a fund's investment objective) as set forth in the Fund's registration statement and that the evaluation of the Fund's performance relative to its peers on an income return basis was appropriate given these attributes. The Board concluded that the Fund's performance was satisfactory.

Franklin U.S. Government Securities Fund - The Performance Universe for the Fund included the Fund and all retail and institutional Government National Mortgage Association (Ginnie Mae) funds. The Board noted that the Fund's annualized income return for the five-year period was above the median of its Performance Universe, but for the one- and three-year periods was below the median of its Performance Universe. The Board also noted that the Fund's annualized total return for the one-, three- and five-year periods was below the median of its Performance Universe. The Board further noted the Fund's conservative policy of investing substantially all of its assets in Ginnie Mae obligations and that, although below the median, the Fund had an annualized income return of 3.32% and 3.00% for the one- and three-year periods, respectively. The Board further noted management's view regarding the income-related attributes of the Fund (e.g., a fund's investment objective) as set forth in the Fund's registration statement and that the evaluation of the Fund's performance relative to its peers on an income return basis was appropriate given these attributes. The Board concluded that the Fund's performance was acceptable.

Franklin Utilities Fund - The Performance Universe for the Fund included the Fund and all retail and institutional utility funds. The Board noted that the Fund's annualized total return for the one-, three- and five-year periods was above the median of its Performance Universe. The Board concluded that the Fund's performance was satisfactory.

Comparative Fees and Expenses

The Board reviewed and considered information regarding each Fund's actual total expense ratio and its various components, including, as applicable, management fees; transfer agent expenses; underlying fund expenses; Rule 12b-1 and non-Rule 12b-1 service fees; and other non-management fees. The Board also noted the quarterly and annual reports it receives on all marketing support payments made by FT to financial intermediaries. The Board considered the actual total expense ratio and, separately, the contractual management fee rate, without the effect of fee waivers, if any (Management Rate) of each Fund in comparison to the median expense ratio and median Management Rate, respectively, of other mutual funds deemed comparable to and with a similar expense structure to the Fund selected by Broadridge (Expense Group). Broadridge fee and expense data is based upon information taken from each fund's most recent annual or semi-annual report, which reflects historical asset levels that may be quite different from those currently existing, particularly in a period of market volatility.

While recognizing such inherent limitation and the fact that expense ratios and Management Rates generally increase as assets decline and decrease as assets grow, the Board believed the independent analysis conducted by Broadridge to be an appropriate measure of comparative fees and expenses. The Broadridge Management Rate includes administrative charges, and the actual total expense ratio, for comparative consistency, was shown for Class A shares for the Franklin DynaTech Fund and Franklin Growth Fund and for each other fund in the applicable Expense Group. The actual expense ratio was shown for Class A shares for the Franklin Income Fund and for Class A shares and Class M shares for the other funds in the Fund's Expense Group. The actual total expense ratio was shown for Class A shares for the Franklin U.S. Government Securities Fund and Franklin Utilities Fund and for Class A shares for each other fund in the applicable Expense Group. The Board received a description of the methodology used by Broadridge to select the mutual funds included in an Expense Group.

Franklin DynaTech Fund, Franklin Growth Fund, Franklin Income Fund and Franklin Utilities Fund - The Expense Group for the Franklin DynaTech Fund included the Fund and 11 other multi-cap growth funds. The Expense Group for the Franklin Growth Fund included the Fund and 11 other multi-cap growth funds. The Expense Group for the Franklin Income Fund included the Fund and 12 other flexible portfolio funds. The Expense Group for the Franklin Utilities Fund included the Fund and six other utility funds. The Board noted that the Management Rates and actual total expense ratios for the Funds were below the medians and in the first quintile (least expensive) of their respective Expense Groups. The Board concluded that the Management Rates charged to the Funds are reasonable.

Franklin U.S. Government Securities Fund - The Expense Group for the Fund included the Fund, three other Ginnie Mae funds and three US mortgage funds. The Board noted that the Management Rate for the Fund was essentially equal to the median of its Expense Group. The Board also noted that the actual total expense ratio for the Fund was below the median and in the first quintile (least expensive) of its Expense Group. The Board concluded that the Management Rate charged to the Fund is reasonable.

Profitability

The Board reviewed and considered information regarding the profits realized by the Manager and its affiliates in connection with the operation of each Fund. In this respect, the Board considered the Fund profitability analysis provided by the Manager that addresses the overall profitability of FT's US fund business, as well as its profits in providing investment management and other services to each of the individual funds during the 12-month period ended September 30, 2024, being the most recent fiscal year-end for FRI. The Board noted that although management continually makes refinements to its methodologies used in calculating profitability in response to organizational and product-related changes, the overall methodology has remained consistent with that used in the Funds' profitability report presentations from prior years. The Board also noted that an independent registered public accounting firm has been engaged by the Manager to periodically review and assess the allocation methodologies to be used solely by the Funds' Board with respect to the profitability analysis.

The Board noted management's belief that costs incurred in establishing the infrastructure necessary for the type of mutual fund operations conducted by the Manager and its affiliates may not be fully reflected in the expenses allocated to each Fund in determining its profitability, as well as the fact that the level of profits, to a certain extent, reflected operational cost savings and efficiencies initiated by management. As part of this evaluation, the Board considered management's outsourcing of certain operations, which effort has required considerable up-front expenditures by the Manager, but over the long run is expected to result in greater efficiencies. The Board also noted management's expenditures in improving shareholder services provided to the Funds, as well as the need to implement systems and meet additional regulatory and compliance requirements resulting from recent US Securities and Exchange Commission and other regulatory requirements.

The Board also considered the extent to which the Manager and its affiliates might derive ancillary benefits from fund operations, including revenues generated from transfer agent services, potential benefits resulting from personnel and systems enhancements necessitated by fund growth, as well as increased leverage with service providers and counterparties. Based upon its consideration of all these factors, the Board concluded that the level of profits realized by the Manager and its affiliates from providing services to each Fund was not excessive in view of the nature, extent and quality of services provided to each Fund.

Economies of Scale

The Board reviewed and considered the extent to which the Manager may realize economies of scale, if any, as each Fund grows larger and whether each Fund's management fee structure reflects any economies of scale for the benefit of shareholders. With respect to possible economies of scale, the Board noted the existence of management fee breakpoints, which operate generally to share any economies of scale with a Fund's shareholders by reducing the Fund's effective management fees as the Fund grows in size. The Board considered the Manager's view that any analyses of potential economies of scale in managing a particular fund are inherently limited in light of the joint and common costs and investments the Manager incurs across the FT family of funds as a whole. The Board concluded that to the extent economies of scale may be realized by the Manager and its affiliates, each Fund's management fee structure provided a sharing of benefits with the Fund and its shareholders as the Fund grows.

Conclusion

Based on its review, consideration and evaluation of all factors it believed relevant, including the above-described factors and conclusions, the Board unanimously approved the continuance of each Management Agreement for an additional one-year period.

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