Franklin International Low Volatility High Dividend Index ETF

LVHI | Cboe BZX Exchange, Inc.

Annual Shareholder Report | March 31, 2025

This annual shareholder report contains important information about Franklin International Low Volatility High Dividend Index ETF for the period April 1, 2024, to March 31, 2025.
You can find additional information about the Fund at https://www.franklintempleton.com/regulatory-fund-documents. You can also request this information by contacting us at (800) DIAL BEN/342-5236.

WHAT WERE THE FUND COSTS FOR THE LAST YEAR? (based on a hypothetical $10,000 investment)

Fund Name	Costs of a $10,000 investment	Costs paid as a percentage of a $10,000 investment
Franklin International Low Volatility High Dividend Index ETF	$43	0.40%

HOW DID THE FUND PERFORM LAST YEAR AND WHAT AFFECTED ITS PERFORMANCE?

For the twelve months ended March 31, 2025, Franklin International Low Volatility High Dividend Index ETF returned 14.35%. The Fund compares its performance to the Franklin International Low Volatility High Dividend Hedged Index-NR and the MSCI World ex U.S. IMI (Local) Index-NR, which returned 14.90% and 5.08%, respectively, for the same period.

PERFORMANCE HIGHLIGHTS

Top contributors to performance:

↑ By country, the U.K., Switzerland and Singapore contributed given their weight in the Underlying Index and strong double-digit returns.

↑ By sector, financials, consumer staples and utilities contributed with strong double-digit returns.

Top detractors from performance:

↓ By country, Germany, Australia and Italy detracted given their return and weight in the Underlying Index.

↓ By sector, consumer discretionary was the leading detractor with a negative return.

Use of derivatives and the impact on performance:

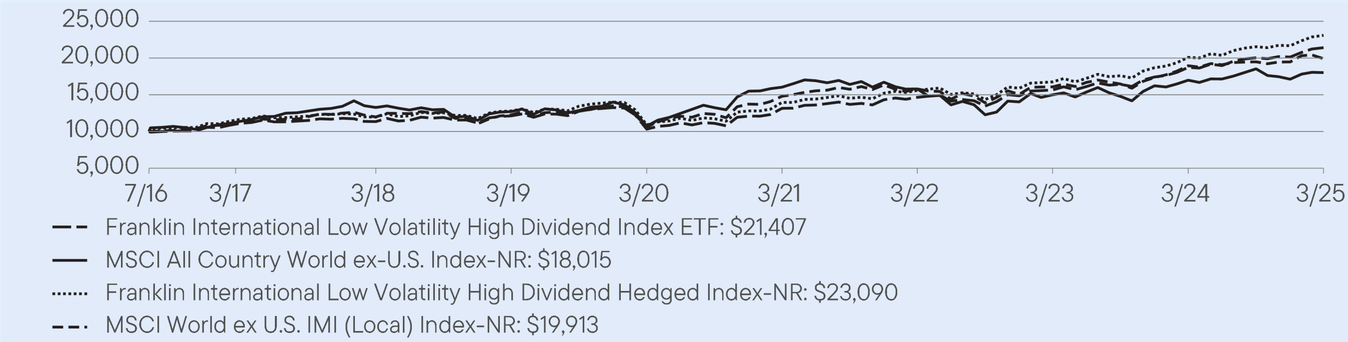
The Fund utilized MSCI EAFE Index futures to equitize cash and accruals. A currency hedging strategy was utilized to reduce the volatility associated with exposure to shifts in relative value between the U.S. Dollar and the currency of local markets. In aggregate, these derivatives contributed to performance.

HOW DID THE FUND PERFORM OVER THE LAST 10 YEARS?

The Fund's past performance is not necessarily an indication of how the Fund will perform in the future. The graph and table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares.

VALUE OF A $10,000 INVESTMENT – FRANKLIN INTERNATIONAL LOW VOLATILITY HIGH DIVIDEND INDEX ETF

7/27/2016 — 3/31/2025



AVERAGE ANNUAL TOTAL RETURNS (%) Period Ended March 31, 2025

	1 Year	5 Year	Since Inception (7/27/2016)
Franklin International Low Volatility High Dividend Index ETF (NAV)	14.35	15.73	9.17
MSCI All Country World ex-U.S. Index-NR	6.09	10.92	6.59
Franklin International Low Volatility High Dividend Hedged Index-NR	14.90	16.20	9.63
MSCI World ex U.S. IMI (Local) Index-NR	5.08	13.39	8.24

Total return information is based on net asset values calculated for shareholder transactions. Certain adjustments were made to the net assets of the Fund at the beginning of the period for financial reporting purposes. Accordingly, adjusted total returns have been disclosed in the Financial Highlights and differ from those reported here.

Fund performance figures may reflect fee waivers and/or expense reimbursements, without which the performance would have been lower.

For current month-end performance, please call Franklin Templeton at (800) DIAL BEN/342-5236 or visit https://www.franklintempleton.com/investments/options/exchange-traded-funds.

Important data provider notices and terms available at www.franklintempletondatasources.com.

KEY FUND STATISTICS (as of March 31, 2025)

Total Net Assets	$2,330,620,230
Total Number of Portfolio Holdings*	151
Total Management Fee Paid (based on a unitary fee)	$5,264,996
Portfolio Turnover Rate	93%

* Does not include derivatives, except purchased options, if any.

WHAT DID THE FUND INVEST IN? (as of March 31, 2025)

Portfolio Composition*	% of Total Investments
Financials	23.6%
Energy	16.3%
Consumer Staples	10.2%
Industrials	9.9%
Consumer Discretionary	9.0%
Utilities	7.6%
Materials	7.6%
Health Care	7.0%
Communication Services	6.4%
Real Estate	1.5%
Short-Term Investments	0.9%

Geographic Composition*	% of Total Investments
Japan	14.8%
Canada	14.1%
United States	11.7%
France	11.6%
United Kingdom	9.1%
Germany	8.1%
Italy	6.7%
Australia	5.7%
Switzerland	4.7%
Singapore	3.6%
Sweden	2.8%
Norway	1.8%
Netherlands	1.4%
Hong Kong	1.3%
Finland	0.6%
Spain	0.4%
China	0.4%
Portugal	0.3%
Short-Term Investments	0.9%

* Does not include derivatives, except purchased options, if any.

WHERE CAN I FIND ADDITIONAL INFORMATION ABOUT THE FUND?

Additional information is available on https://www.franklintempleton.com/regulatory-fund-documents, including its:

• prospectus • proxy voting information • financial information • holdings • tax information