Franklin Long Duration Credit Fund R6

Class R6: FLDBX | **Corporate Credit |** Factsheet as of December 31, 2025

Investment Overview

The Fund's investment goal is to seek to maximize risk-adjusted returns through a combination of income and capital appreciation.

Average Annual Total Returns (%)

	Without Sales Charges					With Sales Charges					Inception
	1-Yr	3-Yr	5-Yr	10-Yr	Inception	1-Yr	3-Yr	5-Yr	10-Yr	Inception	Date
Class R6	7.32	—	—	—	6.74	7.32	—	—	—	6.74	8/22/2023
Benchmark	7.77	—	—	—	7.10	7.77	—	—	—	—	—

Cumulative Total Returns (% Without Sales Charge)

	3-Mo	YTD	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Class R6	-0.22	7.32	7.32	-1.62	—	—	—	—	—	—	—	—
Benchmark	0.00	7.77	7.77	-2.01	—	—	—	—	—	—	—	—

Performance data quoted represents past performance, which does not guarantee future results. *Current performance may be lower or higher than the figures shown. Principal value and investment returns will fluctuate, and investors' shares, when redeemed, may be worth more or less than the original cost. Performance would have been lower if fees had not been waived in various periods. Total returns assume the reinvestment of all distributions and the deduction of all fund expenses. Returns with sales charge reflect a deduction of the stated maximum sales charge. An investor cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges. Returns for periods of less than one year are not annualized. All classes of shares may not be available to all investors or through all distribution channels. For current month-end performance, please visit franklintempleton.com.*

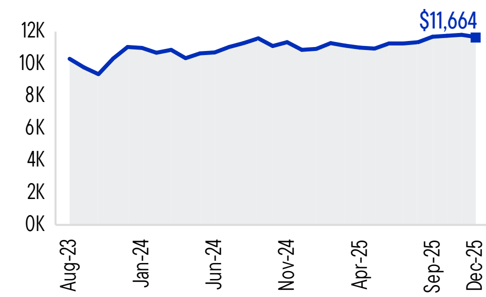
Share Class Details

			Sales Charges (%)		Expenses (%)		30-Day SEC Yield (%)	
	CUSIP	Ticker	Max	CDSC	Gross	Net	Without Waiver	With Waiver
Class R6	353612369	FLDBX	0.00	—	0.41	0.30	5.17	5.41

Gross expenses are the fund's total annual operating expenses as of the fund's prospectus available at the time of publication. Actual expenses may be higher and may impact portfolio returns. Net expenses reflect contractual fee waivers, expense caps and/or reimbursements, which cannot be terminated prior to 02/28/2026 without Board consent. Additional amounts may be voluntarily waived and/or reimbursed and may be modified or discontinued at any time without notice.

Growth of $10,000

Class R6 Shares—Inception through 31st December 2025
Excluding Effects of Sales Charges



Fund Overview

Dividend Frequency, if any	Monthly
Morningstar Category	Long-Term Bond
Lipper Classification	Corp Debt BBB Rated Funds
Turnover (fiscal yr)	33%

Benchmark(s)

Bloomberg U.S. Long Credit Index

Fund Characteristics

	Fund
Total Net Assets	$63.09 Million
Number of Holdings	349
Weighted Average Maturity	21.37 Years
Effective Duration	12.51 Years

Top Securities (% of Total)

	Fund
Burlington Northern Santa Fe LLC, SR UNSECURED, Sr Unsecured, 5.75%, 5/01/40	1.19
Apple Inc., senior bond, 3.85%, 5/04/43	1.15
Anheuser-Busch Cos. LLC/InBev Worldwide Inc., senior bond, 4.90%, 2/01/46	1.08
Bank of America Corp.,senior bond, 2.676% to 6/19/40FRN thereafter, 6/19/41	0.94
Bank of America Corp,SUBORDINATED, SubordinatedFRN thereafter, 5.7440%, 02/12/2036	0.84
MidAmerican Energy Co., first lien, 3.15%, 4/15/50	0.82
T-Mobile USA Inc, SR UNSECURED, Sr Unsecured, 3.40%, 10/15/52	0.81
Morgan Stanley,senior bond, 3.971% to 7/21/37,FRN thereafter, 7/22/38	0.80
Florida Power & Light, secured note, 4.05%, 6/01/42	0.79
Charter Communications Operating LLC/Charter Communications Operating Capital Corp., senior secured bond, first lien, 5.375%, 4/01/38	0.79

Sector Allocation (% of Total)

	Fund	Benchmark
Consumer Non-Cyclical	17.67	17.88
Electric	10.98	11.18
Banking	9.82	7.45
Communications	9.78	10.32
Technology	8.55	9.02
Energy	7.13	8.35
Capital Goods	6.54	4.75
Insurance	6.00	5.87
Other	23.21	25.16
Cash & Cash Equivalents	0.31	0.00

Credit Quality Allocation (% of Total)

	Fund	Benchmark
AAA	2.78	2.47
AA	13.60	11.86
A	39.96	42.45
BBB	42.22	43.10
BB	1.14	0.08
NR	0.00	0.03
Cash & Cash Equivalents	0.31	0.00

Portfolio Data Information

Holdings are provided for informational purposes only and should not be construed as a recommendation to purchase or sell any security.

Credit Quality is a measure of a bond issuer's ability to repay interest and principal in a timely manner. The credit ratings shown are based on each portfolio security's rating as provided by S&P Global Ratings, Moody's Investors Service and/or Fitch Ratings, Inc. and typically range from AAA (highest) to D (lowest), or an equivalent and/or similar rating. For this purpose, the manager assigns each security the middle rating from these three agencies. When only two agencies provide ratings, the lower of the two ratings will be assigned. When only one agency assigns a rating, that rating will be used. Foreign government bonds without a specific rating are assigned a country rating, if available. Securities that are unrated by all three agencies are reflected as such. The credit quality of the investments in the portfolio does not apply to the stability or safety of the portfolio. The methodology used for the calculation of credit quality ratings displayed may differ from the methodology for monitoring investment limits, if applicable. **Please note, the portfolio itself has not been rated by an independent rating agency.**

Portfolio Management

	Years with Firm	Years of Experience
Joshua Lohmeier, CFA	4	26
Michael Cho, CFA	4	18
Andrew C Benson	17	17

What should I know before investing?

All investments involve risks, including possible loss of principal. Fixed income securities involve interest rate, credit, inflation and reinvestment risks, and possible loss of principal. As interest rates rise, the value of fixed income securities falls. Changes in the credit rating of a bond, or in the credit rating or financial strength of a bond's issuer, insurer or guarantor, may affect the bond's value. **International investments** are subject to special risks, including currency fluctuations and social, economic and political uncertainties, which could increase volatility. These risks are magnified in **emerging markets**. **Asset-backed, mortgage-backed or mortgage-related securities** are subject to prepayment and extension risks. **Derivative instruments** can be illiquid, may disproportionately increase losses, and have a potentially large impact on performance. The manager may consider **environmental, social and governance (ESG) criteria** in the research or investment process; however, ESG considerations may not be a determinative factor in security selection. In addition, the manager may not assess every investment for ESG criteria, and not every ESG factor may be identified or evaluated. These and other risks are discussed in the fund's prospectus.

Glossary

The **30-day SEC yield** is calculated using the net income (interest and dividends) per share earned over a trailing 30-day period (annualized), divided by the fund's share price at the end of that period. It may not equal the fund's actual income distribution rate, which reflects the fund's past dividends paid to shareholders. **Turnover** is a measure of the fund's trading activity which represents the portion of the fund's holdings that has changed over a twelve-month period through the fiscal year end. There is no assurance that the fund will maintain its current level of turnover. **Weighted Average Maturity:** An estimate of the number of years to maturity, taking the possibility of early payments into account, for the underlying holdings. **Effective Duration** is a duration calculation for bonds with embedded options. Effective duration takes into account that expected cash flows will fluctuate as interest rates change. Duration measures the sensitivity of price (the value of principal) of a fixed-income investment to a change in interest rates. The higher the duration number, the more sensitive a fixed-income investment will be to interest rate changes.

Important Information

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The **Bloomberg US Long Credit Index** measures the performance of investment-grade, U.S. dollar-denominated, fixed-rate, taxable corporate and non-corporate (non-U.S. agencies, sovereigns, supranationals and local authorities) debt with at least 10 years to maturity.

Important data provider notices and terms available at www.franklintempletondatasources.com. All data is subject to change.

Source: Bloomberg Indices.

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Before investing, carefully consider a fund's investment objectives, risks, charges and expenses. You can find this and other information in each prospectus, or summary prospectus, if available, at www.franklintempleton.com. Please read it carefully.