FRANKLIN TEMPLETON

Franklin International Low Volatility High Dividend Index ETF (LVHI)

Smart Beta | Factsheet as of June 30, 2026

Investment Overview

The Franklin International Low Volatility High Dividend Index ETF (LVHI) seeks to track the investment results of an underlying index composed of equity securities of developed markets outside the United States with relatively high yield and low price and earnings volatility.

LVHI may benefit investors who want income but are concerned about the volatility that can come from traditional equity income investments.

Hedges currency exposure in an attempt to further reduce volatility.

The Franklin International Low Volatility High Dividend Hedged Index (the Index):

The Index starts with the securities across a range of market capitalizations that are included in the MSCI World ex-US IMI Index.

Based on historical and projected data using Franklin Templeton Investment Solutions' proprietary methodology: The index screens for profitable companies that have the potential to pay relatively high sustainable dividend yields. Yields of the remaining securities are then scored higher or lower based on the attractiveness of their price and earnings volatility.

The portfolio is constructed to have the highest scoring securities subject to concentration limits: no individual component of the Index will exceed 2.5% of the Index, no individual sector will exceed 25%, no country will exceed will exceed 15%, no individual geographic region will exceed 50%, and real estate investment trust (REITs) components as a whole will not exceed 15%.

The Underlying Index's components are reconstituted annually and rebalanced quarterly.

Total Returns (%)

	Cumulative			Average Annual					Inception
	3-Mth	6-Mth	YTD	1-Yr	3-Yr	5-Yr	10-Yr	Inception	Date
Market Price Return	1.67	12.39	12.39	31.22	21.19	16.16	—	11.24	7/27/2016
NAV Returns	2.77	12.12	12.12	31.23	21.41	16.21	—	11.26	7/27/2016
Investment Universe	10.74	11.33	11.33	25.56	16.66	11.25	—	10.29	—
Underlying Index	2.71	12.21	12.21	31.79	21.84	16.67	—	11.69	—

Calendar Year Total Returns (%)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Market Price Return	27.10	15.89	17.44	3.83	18.08	-8.65	18.31	-5.34	10.02	—
NAV Returns	27.77	15.55	17.22	3.80	18.42	-8.79	18.81	-5.44	11.66	—
Investment Universe	22.20	12.22	15.22	-7.89	19.05	1.78	22.00	-11.52	15.58	—
Underlying Index	28.16	15.99	17.58	4.46	18.86	-8.58	19.01	-5.32	12.11	—

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. An investor cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expense or sales charges. Returns for periods of less than one year are not annualized. For current month-end performance, please visit franklintempleton.com.*

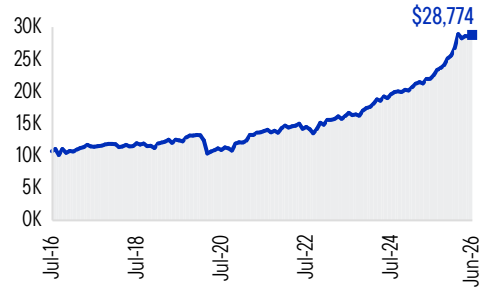
Net Asset Value (NAV) returns are based on the NAV of the ETF; Market Price returns are based upon the official closing price of the ETF's shares. Returns are average annualized total returns, except for those periods of less than one year, which are cumulative. Market Price returns are calculated using the closing price as of 4 p.m. Eastern time on each trading day (when NAV is normally determined for most funds), and do not represent the returns you would receive if you traded shares at other times. Performance for the ETF and its benchmark index are as of the ETF's last trading day before the end of the period.Prior to July 1, 2020, market price returns generally were based upon the mid-point between the bid and ask on the Fund's principal trading market when the Fund's NAV was determined. Market price performance reported for periods prior to July 1, 2020 will continue to reflect market prices calculated based upon the mid-point between the bid and ask on the Fund's principal trading market close. These returns do not represent investors' returns had they traded shares at other times.

The total annual operating expenses are as of the fund's prospectus available at the time of publication. Actual expenses may be higher and may impact portfolio returns.

Growth of $10,000

Inception through June 30, 2026

Market Price Returns, assuming dividends reinvested



The Growth of $10,000 chart reflects a hypothetical $10,000 investment on Market Price and assumes reinvestment of dividends and capital gains. Fund expense, including management fees and other expenses were deducted.

Fund Overview

Fund Inception Date	07/27/2016
Total Expense Ratio (%)	0.40
ETF Category	Indexed
Frequency of Index Reconstitution	Quarterly
Asset Class	Equity
Listed Exchange	Cboe
Cboe Ticker	LVHI
CUSIP	52468L505
ISIN	US52468L5057
Shares Outstanding	123,480,000
Underlying Index	Franklin International Low Volatility High Dividend Hedged Index-NR
Investment Universe	MSCI World ex US IMI (Local) Index-NR

30-Day SEC Yield (%)

30-Day SEC Yield (%)	2.85

Fund Characteristics

	Fund
Total Net Assets	$5.00 Billion
Number of Holdings	194
Average Market Cap (Millions USD)	$87,978
Price to Book	2.24x
Price to Earnings (12-Month Trailing)	14.07x

Not FDIC Insured | No Bank Guarantee | May Lose Value

Top Equity Securities (% of Total)

	Fund
Shell plc	2.34
BHP Group Ltd.	2.25
Intesa Sanpaolo SpA	2.23
Bank of Nova Scotia	2.23
Rio Tinto PLC	2.18
UNILEVER PLC	2.18
Novartis AG	2.17
Canadian Imperial Bank of Commerce	2.04
Canadian Natural Resources Ltd	2.03
Suncor Energy Inc.	1.94

Geographic Allocation (% of Total)

	Fund
United Kingdom	14.85
Canada	14.80
Japan	13.57
France	9.99
Switzerland	7.85
Italy	7.84
Australia	7.43
Germany	4.94
Singapore	4.92
Other	13.82

Sector Allocation (Equity as a % of Total)

	Fund
Financials	25.15
Energy	13.90
Industrials	11.63
Utilities	10.70
Consumer Staples	10.23
Health Care	7.04
Materials	6.48
Communication Services	6.00
Consumer Discretionary	4.95
Other	2.37

Market Cap Breakdown (% of Equity) (USD)

	Fund
<3 Billion	0.31
3-10 Billion	6.46
10-25 Billion	13.33
25-50 Billion	22.20
>50 Billion	57.71

Portfolio Data Information

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

Portfolio Management

	Years with Firm	Years of Experience
Brett E Risser	22	26
Chris Floyd, CFA	25	27
Jacqueline Hurley Kenney, CFA	17	17
Jose Maldonado, CFA	11	17

Franklin Templeton Investment Solutions translates a wide variety of investor goals into portfolios powered by Franklin Templeton's best thinking around the globe. The team includes more than 100 investment professionals, specializing in strategic asset allocation and tactical positioning, fundamental and quantitative research, active integration, and risk management.

What should I know before investing?

All investments involve risks, including possible loss of principal. Equity securities are subject to price fluctuation and possible loss of principal. **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.** While the **fund's currency hedging** approach is designed to minimize the impact of currency fluctuations on fund returns, it does not necessarily eliminate the fund's exposure to the currencies. The return of the currency-related derivatives will not perfectly offset the actual fluctuations between the currencies and the U.S. dollar. **Small- and mid-cap stocks** involve greater risks and volatility than large-cap stocks. To the extent the portfolio invests in a **concentration of certain securities, regions or industries**, it is subject to increased volatility. **Real estate investment trusts** (REITs) are closely linked to the performance of the real estate markets. REITs are subject to illiquidity, credit and interest rate risks, and risks associated with small- and mid-cap investments. Performance of the fund may vary significantly from the performance of an **index**, as a result of transaction costs, expenses and other factors. **Derivative instruments** can be illiquid, may disproportionately increase losses, and have a potentially large impact on performance. 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. **Weighted Average Market Capitalization:** A determination of a company's value, calculated by multiplying the total number of company stock shares outstanding by the price per share. For a portfolio, the value represents a weighted average based on the stocks held. **Price to Book:** The price per share of a stock divided by its book value (i.e., net worth) per share. For a portfolio, the value represents a weighted average of the stocks it holds. **Price to Earnings (12-Month Trailing)** is the share price of a stock, divided by its per-share earnings over the past year. For a portfolio, the value represents a weighted average of the stocks it holds.

Important Information

ETFs and ETPs trade like stocks, fluctuate in market value and may trade at prices above or below the ETFs/ETPs net asset value. Brokerage commissions and ETF expenses will reduce returns.

ETF/ETP shares may be bought or sold throughout the day at their market price, not their Net Asset Value (NAV), on the exchange on which they are listed. Shares of ETFs/ETPs are tradable on secondary markets and may trade either at a premium or a discount to their NAV on the secondary market.

Canada: This content is intended only for Canadian institutional investors that qualify as "permitted clients" as defined in National Instrument 31-103 - Registration Requirements, Exemptions and Ongoing Registrant Obligations. U.S. securities laws generally limit a non-U.S. fund's purchase of a U.S. registered mutual fund or ETF/ETP (a "U.S. Fund") to no more than 3% of the U.S. Fund's voting stock. You should consult your legal counsel prior to investing in a U.S. Fund.

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Fund Benchmark and Index Methodology: The **Franklin International Low Volatility High Dividend Hedged Index** is based on a proprietary methodology created and sponsored by Franklin Templeton Investment Solutions, LLC. The methodology calculates a composite "stable yield" score, with the yield of stocks with relatively higher price and/or earnings volatility adjusted downward and the yield of stocks with relatively lower price and/or earnings volatility adjusted upward. In addition, the stable yield score of stocks from countries with relatively high interest rates compared to the U.S. is adjusted downward and the score of stocks with relatively low interest rates is adjusted upward, so as to reflect the implicit cost of currency hedging. The index weights are then calculated to maximize its stable yield score subject to concentration limits, liquidity requirements and turnover restraints. The index includes stocks with a high stable yield score, with weightings taking into account liquidity requirements and concentration limits on sector exposures, country exposures, and individual stock holdings. The components of the Underlying Index, and the degree to which these components represent certain sectors and industries, may change over time. **MSCI World ex US IMI (Local)-NR)** captures large-, mid- and small-cap representation across developed market countries, excluding the U.S. Performance reflects the local-currency returns.

Net Returns (NR) include income net of tax withholding when dividends are paid. Source: MSCI makes no warranties and shall have no liability with respect to any MSCI data reproduced herein. No further redistribution or use is permitted. This report is not prepared or endorsed by MSCI. Important data provider notices and terms available at www.franklintempletondatasources.com. All data is subject to change.

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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.