

Franklin Dynamic Municipal Bond ETF (FLMI)



Municipals Factsheet as of March 31, 2024

Investment Overview

Seeks to provide a high level of current income that is exempt from regular federal income taxes.

- Invests across all sectors, quality ratings, and maturities within the municipal bond universe while aiming to maintain an average effective duration of two to eight years.
- Flexibility to dynamically adjust duration positioning, sector allocation, and security selection based on opportunities the portfolio management team identifies.
- Franklin Templeton is one of the largest muni bond managers in the nation. The team's experience navigating through multiple market cycles helps them uncover opportunities and identify risks.

Total Returns (%)

	Cumulative			Average Annual					Inception
	3-Mth	6-Mth	YTD	1-Yr	3-Yr	5-Yr	10-Yr	Inception	Date
Market Price Return	1.77	9.04	1.77	6.66	0.68	2.46	—	2.37	8/31/2017
NAV Returns	1.52	8.55	1.52	6.37	0.53	2.36	—	2.30	8/31/2017
Benchmark	-0.29	6.07	-0.29	2.62	-0.04	1.60	—	1.79	—

Calendar Year Total Returns (%)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Market Price Return	7.88	-10.25	4.08	6.09	6.71	0.47	—	—	—	—
NAV Returns	7.67	-10.22	4.00	6.25	6.80	0.39	—	—	—	—
Benchmark	5.26	-5.95	0.86	4.73	6.44	1.58	—	—	—	—

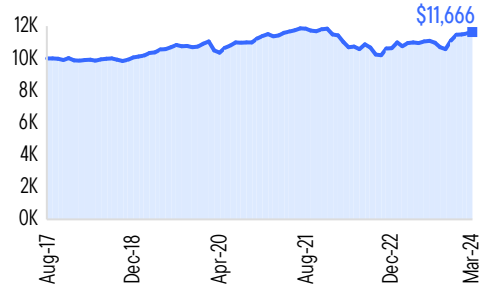
Performance data quoted represents past performance, which does not guarantee future results. Current performance may be lower or higher than the figures shown. Principal value and investment returns will fluctuate, and investors' shares, when redeemed, may be worth more or less than the original cost. 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 call Franklin Templeton at (800) DIAL BEN/(800) 342-5236 or visit www.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 1 p.m. Pacific 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. Since shares of the Fund did not trade in the secondary market until after the Fund's inception, for the period from inception to the first day of secondary trading September 5, 2017, the NAV of the Fund is used as a proxy for the Market Price to calculate market returns.

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 March 31, 2024

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	08/31/2017
Total Expense Ratio (%)	0.30
ETF Category	Active
Asset Class	Fixed Income
Listed Exchange	NYSE Arca
NYSE Arca Ticker	FLMI
CUSIP	35473P868
ISIN	US35473P8683
Shares Outstanding	8,000,000

Benchmark(s)

Bloomberg Municipal 1-15 Year Index

30-Day SEC Yield (%)

30-Day SEC Yields (%)	3.97
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Taxable Equivalent Yield

Taxable Equivalent Yields (%)	6.71
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Fund Characteristics

	Fund
Total Net Assets	\$195.37 Million
Number of Holdings	488
Weighted Average Maturity	9.53 Years
Effective Duration	5.42 Years

Risk Statistics (3-Year)

	Fund	Benchmark
Standard Deviation (%)	7.10	5.75
Beta	1.20	—

Top Securities (% of Total)

	Fund
NEW YORK ST TRANSPRTN DEV CORPSPL FAC REVENUE, 5.00%, 10/01/40	1.89
CHICAGO IL BRD OF EDU DEDICATED CAPITAL IMPT TAX, 5.00%, 4/01/38	1.22
NEW YORK ST TRANSPRTN DEV CORP SPL FAC REVENUE, 6.00%, 4/01/35	1.06
CHICAGO IL, 5.50%, 1/01/40	1.03
TEXAS VEN, 5.00%, 12/15/32	0.97
Colorado State Health Facilities Authority Hospital Revenue, Commonspirit Health, Refunding, Series A-2, 5.00%, 8/01/39	0.90
LOUISIANA ST LOCAL GOVT ENVRNMNTL FACS & CMNTY DEV AUT, 3.50%, 11/01/32	0.80
New York State Transportation Development Corp. Special Facilities Revenue, Delta Air Lines Inc. Laguardia Airport Terminals C and D Redevelopment Project, 4.00%, 1/01/36	0.76
CEDAR PORT NAV & IMPT DIST TX, 4.00%, 9/01/38	0.75
Colorado Health Facilities Authority Revenue, CommonSpirit Health, Refunding, Series A-1, 4.00%, 8/01/37	0.74

State / U.S. Territory Allocation (% of Total)

	Fund
Florida	15.76
Texas	12.68
California	10.35
Illinois	7.32
New York	6.06
Tennessee	5.42
Georgia	5.10
Alabama	4.63
Other	29.58
Cash & Cash Equivalents	3.10

Sector Allocation (% of Total)

	Fund
Industrial Dev. Revenue and Pollution Control	32.07
Special Tax	19.50
Health Care	13.90
Local	7.92
Housing	7.48
Education	7.05
Transportation	2.93
State General Obligation	1.99
Other	4.06
Cash & Cash Equivalents	3.10

Portfolio Management

	Years with Firm	Years of Experience
Benjamin C. Barber, CFA	12	32
Daniel Workman, CFA	20	21
Francisco Rivera	29	30
James Conn, CFA	31	37

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. **Low-rated, high-yield bonds** are subject to greater price volatility, illiquidity and possibility of default. **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. **Unrated debt securities** have less public information and independent credit analysis and they may be subject to a greater risk of illiquidity, price changes or default. These and other risks are discussed in the fund's prospectus.

Glossary

Standard Deviation: Measure of the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return. **Beta:** A measure of the fund's volatility relative to the market, as represented by the stated Index. A beta greater than 1.00 indicates volatility greater than the market. 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. **Taxable Equivalent Yield:** The Taxable Equivalent Yield assumes the maximum regular federal income tax rate, maximum state personal income tax, and Medicare tax in effect on December 2023. **Weighted Average Maturity:** An estimate of the number of years to maturity 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

ETFs trade like stocks, fluctuate in market value and may trade at prices above or below the ETFs net asset value. Brokerage commissions and ETF expenses will reduce returns. ETF 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 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 (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. **CFA®** and Chartered Financial Analyst® are trademarks owned by CFA Institute. The **Bloomberg Municipal 1-15 Year Bond Index** is a market value weighted index of investment-grade fixed-rate municipal bonds with maturities of 1-15 years. Source: Bloomberg Indices. Important data provider notices and terms available at www.franklintempletondatasources.com. All data is subject to change. © 2024 Franklin Templeton. Franklin Distributors, LLC. Member FINRA/SIPC.

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.