



# 2022 Year-End Capital Gain Indications

October 14, 2022

Preliminary capital gain distribution indications are based on each fund's portfolio at a point in time and are subject to change prior to each fund's actual distribution. Actual distributions will be based on net capital gains and losses realized by each fund through October 31, 2022, and may be substantially different.

Each fund's short- and long-term capital gain distributions are the same for all share classes. Ordinary income distributions may vary among share classes.

Indications do not include ordinary income distributions a fund may be making (other than short-term capital gains). Net short-term capital gains, when distributed, are generally taxable as ordinary income and report as 'Ordinary Dividends' on Form 1099-DIV.

Capital gain estimates should be available in mid-November on [franklintempleton.com](http://franklintempleton.com).

The following Franklin Templeton funds may potentially make a capital gain distribution as indicated below:

## Capital Gain Indications as of September 30, 2022 Shown as a percentage of Net Asset Value (NAV)

| Fund Name  | Record Date | Short-Term | Long-Term | Total |
|--|-------------|------------|-----------|-------|
| BrandywineGLOBAL - Alternative Credit Fund                     | 12/19/22    | 0.0%       | 0.0%      | 0.0%  |
| BrandywineGLOBAL - Corporate Credit Fund                       | 12/12/22    | 0.0%       | 0.0%      | 0.0%  |
| BrandywineGLOBAL - Diversified US Large Cap Value Fund         | 12/12/22    | 0.0%       | 15.4%     | 15.4% |
| BrandywineGLOBAL - Flexible Bond Fund                          | 12/19/22    | 0.0%       | 0.0%      | 0.0%  |
| BrandywineGLOBAL - Global Opportunities Bond Fund              | 12/19/22    | 0.0%       | 0.0%      | 0.0%  |
| BrandywineGLOBAL - Global Opportunities Bond Fund (USD Hedged) | 12/19/22    | 0.0%       | 0.0%      | 0.0%  |
| BrandywineGLOBAL - Global Unconstrained Bond Fund              | 12/19/22    | 0.0%       | 0.0%      | 0.0%  |
| BrandywineGLOBAL - High Yield Fund                             | 12/12/22    | 0.0%       | 0.0%      | 0.0%  |
| BrandywineGLOBAL - Small Cap Value Fund                        | 12/12/22    | 0.0%       | 0.0%      | 0.0%  |
| ClearBridge Aggressive Growth Fund                             | 12/12/22    | 0.0%       | 14.6%     | 14.6% |
| ClearBridge All Cap Value Fund                                 | 12/12/22    | 0.0%       | 7.5%      | 7.5%  |
| ClearBridge Appreciation Fund                                  | 12/12/22    | 0.0%       | 8.3%      | 8.3%  |
| ClearBridge Dividend Strategy Fund                             | 12/19/22    | 0.6%       | 4.8%      | 5.4%  |
| ClearBridge Global Infrastructure Income Fund                  | 12/19/22    | 0.7%       | 1.6%      | 2.3%  |
| ClearBridge International Growth Fund                          | 12/12/22    | 0.0%       | 0.0%      | 0.0%  |
| ClearBridge International Small Cap Fund                       | 12/12/22    | 0.0%       | 0.0%      | 0.0%  |
| ClearBridge International Value Fund                           | 12/12/22    | 0.0%       | 0.0%      | 0.0%  |

- **The preliminary information in this document is NOT FINAL:** tax returns should not be prepared based on this information. Shareholders should contact their tax professional for information regarding the federal and state income taxation of capital gain distributions on their personal tax situation.
- **All dates are tentative and subject to board approval.**

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## Capital Gain Indications as of September 30, 2022

Shown as a percentage of NAV (continued)

|  |          |      |       |       |
|--|----------|------|-------|-------|
| ClearBridge Large Cap Growth Fund                          | 12/12/22 | 0.0% | 10.3% | 10.3% |
| ClearBridge Large Cap Value Fund                           | 12/19/22 | 0.0% | 0.2%  | 0.2%  |
| ClearBridge Mid Cap Fund                                   | 12/12/22 | 0.0% | 5.2%  | 5.2%  |
| ClearBridge Mid Cap Growth Fund                            | 12/12/22 | 0.0% | 0.0%  | 0.0%  |
| ClearBridge Select Fund                                    | 12/12/22 | 0.0% | 0.0%  | 0.0%  |
| ClearBridge Small Cap Fund                                 | 12/12/22 | 0.0% | 0.0%  | 0.0%  |
| ClearBridge Small Cap Growth Fund                          | 12/12/22 | 0.0% | 0.0%  | 0.0%  |
| ClearBridge Small Cap Value Fund                           | 12/12/22 | 0.7% | 8.5%  | 9.2%  |
| ClearBridge Sustainability Leaders Fund                    | 12/12/22 | 0.0% | 0.1%  | 0.1%  |
| ClearBridge Tactical Dividend Income Fund                  | 12/19/22 | 0.0% | 0.0%  | 0.0%  |
| ClearBridge Value Trust                                    | 12/12/22 | 0.0% | 6.8%  | 6.8%  |
| Foreign Smaller Companies Series                           | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Adjustable U.S. Government Securities Fund        | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Alabama Tax Free Income Fund                      | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Arizona Tax Free Income Fund                      | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Biotechnology Discovery Fund                      | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin California High Yield Municipal Fund              | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin California Intermediate Term Tax-Free Income Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin California Tax Free Income Fund                   | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Colorado Tax Free Income Fund                     | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Connecticut Tax Free Income Fund                  | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Conservative Allocation Fund                      | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Convertible Securities Fund                       | 12/15/22 | 0.4% | 7.7%  | 8.1%  |
| Franklin Corefolio Allocation Fund                         | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin DynaTech Fund                                     | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Emerging Market Debt Opportunities Fund           | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Equity Income Fund                                | 12/15/22 | 0.1% | 4.0%  | 4.1%  |
| Franklin Federal Intermediate Term Tax-Free Income Fund    | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Federal Limited Term Tax-Free Income Fund         | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Federal Tax Free Income Fund                      | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Floating Rate Daily Access Fund                   | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Focused Growth Fund                               | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Georgia Tax Free Income Fund                      | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Global Allocation Fund                            | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Global Dividend Fund                              | 12/19/22 | 0.3% | 3.5%  | 3.8%  |
| Franklin Global Equity Fund                                | 12/14/22 | 0.0% | 2.9%  | 2.9%  |
| Franklin Global Market Neutral Fund                        | 12/14/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Gold and Precious Metals Fund                     | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Growth Allocation Fund                            | 12/15/22 | 0.0% | 0.6%  | 0.6%  |
| Franklin Growth Fund                                       | 12/15/22 | 0.0% | 11.2% | 11.2% |

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## Capital Gain Indications as of September 30, 2022

Shown as a percentage of NAV (continued)

|  |          |      |       |       |
|--|----------|------|-------|-------|
| Franklin Growth Opportunities Fund             | 12/15/22 | 0.0% | 5.4%  | 5.4%  |
| Franklin High Income Fund                      | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin High Yield Tax Free Income Fund       | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Income Fund                           | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin International Equity Fund             | 12/14/22 | 0.0% | 0.3%  | 0.3%  |
| Franklin International Growth Fund             | 12/15/22 | 0.0% | 1.8%  | 1.8%  |
| Franklin International Small Cap Fund          | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin K2 Alternative Strategies Fund        | 12/28/22 | 0.0% | 0.8%  | 0.8%  |
| Franklin K2 Long Short Credit Fund             | 12/28/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin LifeSmart 2020 Retirement Target Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin LifeSmart 2025 Retirement Target Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin LifeSmart 2030 Retirement Target Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin LifeSmart 2035 Retirement Target Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin LifeSmart 2040 Retirement Target Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin LifeSmart 2045 Retirement Target Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin LifeSmart 2050 Retirement Target Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin LifeSmart 2055 Retirement Target Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin LifeSmart 2060 Retirement Target Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin LifeSmart Retirement Income Fund      | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Louisiana Tax Free Income Fund        | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Low Duration Total Return Fund        | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Managed Income Fund                   | 12/15/22 | 0.0% | 0.1%  | 0.1%  |
| Franklin Maryland Tax Free Income Fund         | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Massachusetts Tax Free Income Fund    | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Michigan Tax Free Income Fund         | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin MicroCap Value Fund                   | 12/15/22 | 0.3% | 7.5%  | 7.8%  |
| Franklin Minnesota Tax Free Income Fund        | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Missouri Tax Free Income Fund         | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Moderate Allocation Fund              | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Multi-Asset Conservative Growth Fund  | 12/28/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Multi-Asset Defensive Growth Fund     | 12/28/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Multi-Asset Growth Fund               | 12/28/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Multi-Asset Moderate Growth Fund      | 12/28/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Mutual Beacon Fund                    | 12/15/22 | 0.0% | 9.4%  | 9.4%  |
| Franklin Mutual European Fund                  | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Mutual Financial Services Fund        | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Mutual Global Discovery Fund          | 12/15/22 | 0.7% | 9.9%  | 10.6% |
| Franklin Mutual Quest Fund                     | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Mutual Shares Fund                    | 12/15/22 | 0.1% | 11.6% | 11.7% |
| Franklin Mutual U.S. Mid Cap Value Fund        | 12/15/22 | 0.0% | 10.3% | 10.3% |

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## Capital Gain Indications as of September 30, 2022

Shown as a percentage of NAV (continued)

|  |          |      |       |       |
|--|----------|------|-------|-------|
| Franklin Natural Resources Fund                          | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin New Jersey Tax Free Income Fund                 | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin New York Intermediate Term Tax-Free Income Fund | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin New York Tax Free Income Fund                   | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin North Carolina Tax Free Income Fund             | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Ohio Tax Free Income Fund                       | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin OnChain U.S. Government Money Fund              | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Oregon Tax Free Income Fund                     | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Pennsylvania Tax Free Income Fund               | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Real Estate Securities Fund                     | 12/15/22 | 0.3% | 2.0%  | 2.3%  |
| Franklin Rising Dividends Fund                           | 12/15/22 | 0.0% | 4.4%  | 4.4%  |
| Franklin S&P 500 Index Fund                              | 12/14/22 | 0.0% | 3.0%  | 3.0%  |
| Franklin Small Cap Growth Fund                           | 12/15/22 | 0.0% | 0.6%  | 0.6%  |
| Franklin Small Cap Value Fund                            | 12/15/22 | 0.3% | 5.6%  | 5.9%  |
| Franklin Small Mid Cap Growth Fund                       | 12/15/22 | 0.0% | 6.4%  | 6.4%  |
| Franklin Strategic Income Fund                           | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Strategic Mortgage Portfolio                    | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin Strategic Real Return Fund                      | 12/14/22 | 1.7% | 15.9% | 17.6% |
| Franklin Total Return Fund                               | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin U.S. Government Money Fund                      | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin U.S. Government Securities Fund                 | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin U.S. Large Cap Equity Fund                      | 12/14/22 | 0.0% | 0.0%  | 0.0%  |
| Franklin U.S. Small Cap Equity Fund                      | 12/14/22 | 0.0% | 2.3%  | 2.3%  |
| Franklin Utilities Fund                                  | 12/15/22 | 0.1% | 1.6%  | 1.7%  |
| Franklin Virginia Tax Free Income Fund                   | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| International Equity Series                              | 12/15/22 | 0.0% | 5.3%  | 5.3%  |
| Martin Currie Emerging Markets Fund                      | 12/14/22 | 0.0% | 0.0%  | 0.0%  |
| Martin Currie SMASh Series EM Fund                       | 12/14/22 | 0.0% | 0.0%  | 0.0%  |
| Money Market Portfolio                                   | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Templeton China World Fund                               | 12/15/22 | 0.0% | 1.4%  | 1.4%  |
| Templeton Developing Markets Trust                       | 12/15/22 | 0.2% | 3.0%  | 3.2%  |
| Templeton Emerging Markets Small Cap Fund                | 12/15/22 | 0.0% | 5.5%  | 5.5%  |
| Templeton Foreign Fund                                   | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Templeton Global Balanced Fund                           | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Templeton Global Bond Fund                               | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Templeton Global Smaller Companies Fund                  | 12/15/22 | 0.0% | 2.9%  | 2.9%  |
| Templeton Global Total Return Fund                       | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Templeton Growth Fund, Inc.                              | 12/9/22  | 0.0% | 0.0%  | 0.0%  |
| Templeton International Bond Fund                        | 12/15/22 | 0.0% | 0.0%  | 0.0%  |
| Templeton International Climate Change Fund              | 12/15/22 | 0.0% | 5.0%  | 5.0%  |

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## Capital Gain Indications as of September 30, 2022

Shown as a percentage of NAV (continued)

|   |          |      |      |      |
|---|----------|------|------|------|
| Templeton Sustainable Emerging Markets Bond Fund                        | 12/15/22 | 0.0% | 0.0% | 0.0% |
| Templeton World Fund  | 12/15/22 | 0.0% | 1.7% | 1.7% |
| Western Asset California Municipals Fund                                | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Core Bond Fund  | 12/15/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Core Plus Bond Fund                                       | 12/15/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Corporate Bond Fund                                       | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Emerging Markets Debt Fund                                | 12/19/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Global High Yield Bond Fund                               | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Government Reserves                                       | 12/14/22 | 0.0% | 0.0% | 0.0% |
| Western Asset High Yield Fund   | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Income Fund   | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Inflation Indexed Plus Bond Fund                          | 12/19/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Institutional Government Reserves                         | 12/14/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Institutional Liquid Reserves                             | 12/14/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Institutional U.S. Treasury Obligations Money Market Fund | 12/14/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Institutional U.S. Treasury Reserves                      | 12/14/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Intermediate Bond Fund                                    | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Intermediate Maturity California Municipals Fund          | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Intermediate Maturity New York Municipals Fund            | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Intermediate-Term Municipals Fund                         | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Macro Opportunities Fund                                  | 12/15/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Managed Municipals Fund                                   | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Massachusetts Municipals Fund                             | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Mortgage Total Return Fund                                | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Municipal High Income Fund                                | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset New Jersey Municipals Fund                                | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset New York Municipals Fund                                  | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Oregon Municipals Fund                                    | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Pennsylvania Municipals Fund                              | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Premier Institutional Government Reserves                 | 12/14/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Premier Institutional Liquid Reserves                     | 12/14/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Premier Institutional US Treasury Reserves                | 12/14/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Select Tax Free Reserves                                  | 12/14/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Short Duration High Income Fund                           | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Short Duration Municipal Income Fund                      | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Short-Term Bond Fund                                      | 12/21/22 | 0.0% | 0.0% | 0.0% |
| Western Asset SMASh Series C Fund                                       | 12/15/22 | 2.0% | 5.7% | 7.7% |
| Western Asset SMASh Series Core Completion Fund                         | 12/15/22 | 0.0% | 0.0% | 0.0% |
| Western Asset SMASh Series Core Plus Completion Fund                    | 12/15/22 | 0.0% | 0.0% | 0.0% |
| Western Asset SMASh Series M Fund                                       | 12/15/22 | 0.0% | 0.0% | 0.0% |

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## Capital Gain Indications as of September 30, 2022

Shown as a percentage of NAV (continued)

|   |          |      |      |      |
|---|----------|------|------|------|
| Western Asset SMASh Series TF Fund            | 12/15/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Total Return Unconstrained Fund | 12/19/22 | 0.0% | 0.0% | 0.0% |
| Western Asset Ultra-Short Income Fund         | 12/21/22 | 0.0% | 0.0% | 0.0% |

### Important Legal Information

*All investments involve risks, including possible loss of principal.*

Before investing, carefully consider a fund's investment objectives, risks, charges and expense. You can find this and other information in each prospectus, or summary prospectus, if available, at [franklintempleton.com](http://franklintempleton.com). Please read it carefully.

To find out more information about the funds listed, including important disclosures about current or upcoming fund changes and/or availability, please visit the fund's page at [franklintempleton.com](http://franklintempleton.com).

Franklin Templeton mutual funds, regardless of performance, distribute to shareholders any net realized gains from the sale of individual securities in their portfolios. Distributions are made to those who are registered shareholders of the fund on the record date. Distributions are paid on the pay date. All dates and distributions are subject to board approval. Distributions will vary depending on the funds' income and any net gains realized from the sale of securities in the funds' portfolio. Past distributions are not indicative of future trends.

Each fund hereby reports its distribution of a long-term capital gain dividend to its shareholders on Form 1099-DIV (if applicable) and in accordance with Internal Revenue Code Section 852(b)(3).



(800) 342-5236  
[franklintempleton.com](http://franklintempleton.com)