

### Franklin LibertyShares ETFs: Smart Beta and Active ETFs

ETF Ticker	FLUS	FLDM	FLRM	FLCI
<b>ETF Name</b>	Franklin LibertyQT U.S. Equity Index ETF	Franklin LibertyQT International Equity Index ETF	Franklin Liberty Risk Managed Canadian Equity ETF	Franklin Liberty Canadian Investment Grade Corporate ETF
<b>Investment Approach</b>	Smart Beta	Smart Beta	Active	Active
<b>Asset Category</b>	U.S. Equity	International Equity	Canadian Equity	Canadian Fixed Income
<b>Listing Exchange</b>	Toronto Stock Exchange	Toronto Stock Exchange	Toronto Stock Exchange	Toronto Stock Exchange
<b>ETF Goal</b>	<p>Seeks to deliver investment results that closely correspond, before fees and expenses, to the performance of the LibertyQ U.S. Large Cap Equity Index<sup>1</sup>.</p> <p>The underlying index seeks to achieve a lower level of risk and higher risk-adjusted performance than the Russell 1000<sup>®</sup> Index over the long term.</p>	<p>Seeks to deliver investment results that closely correspond, before fees and expenses, to the performance of the LibertyQ International Equity Index<sup>2</sup>.</p> <p>The underlying index seeks to achieve a lower level of risk and higher risk-adjusted performance than the MSCI EAFE Index over the long term.</p>	<p>Seeks to provide long-term capital appreciation with reduced volatility relative to the broad Canadian equity market by investing primarily in a diversified portfolio of Canadian equities.</p> <p>The investment approach incorporates a mix of historical and projected financial and stock market data, designed to identify factors measuring growth, value, low volatility and momentum.</p>	<p>Seeks to provide long-term capital growth and current income by investing primarily in investment grade corporate debt issued by Canadian corporations. It may invest in asset-backed or mortgage-backed securities, and debt issued by foreign corporations.</p>
<b>Investment Universe</b>	The Russell 1000 <sup>®</sup> Index is a subset of the Russell 3000 <sup>®</sup> Index and includes approximately 1,000 of the largest securities based on a combination of their market cap and current index membership	MSCI EAFE represents returns in developed markets in Europe, Australasia and the Far East	Canadian equities across the market cap spectrum and including income trusts.	Investment grade Canadian corporate debt securities. Debt securities will include fixed income and floating rate securities issued by Canadian corporations and debt of foreign corporations issued in Canadian dollar.
<b>Number of Constituents</b>	Approximately 25% of Russell 1000 <sup>®</sup> Index (≈ 250 names)	Approximately 25% of MSCI EAFE Index (≈ 250 names)	Approximately 120-140 securities which are typically diversified across the majority of sectors and industries.	Approximately 120 holdings, diversified across different industries
<b>Distribution Frequency</b>	Quarterly	Semi-annual	Quarterly	Monthly
<b>Management Fee</b>	25 bps	40 bps	30 bps	40 bps
<b>Constraints</b>	Security weight capped at 1%	Security weight capped at 2%	N/A	N/A
<b>Derivative Usage</b>	N/A	N/A	Yes - to reduce market risk	Occasionally - to hedge against interest rate risk and credit risk
<b>Rebalance Frequency</b>	Semi-annual	Semi-annual	Monthly reselection	N/A (active selection of investments)
<b>Factors Utilized</b>	<b>Quality:</b> 50% <b>Momentum:</b> 10% <b>Value:</b> 30% <b>Low Volatility:</b> 10%	<b>Quality:</b> 50% <b>Momentum:</b> 10% <b>Value:</b> 30% <b>Low Volatility:</b> 10%	Growth, Value, Volatility and Momentum	Combining fundamental credit research with top-down macro research

**For more information about Franklin LibertyShares™ ETFs,  
please speak to your investment advisor or visit [libertyshares.ca](http://libertyshares.ca)**

## Important Legal Information

Commissions, management fees and expenses may all be associated with investments in ETFs. Investors should carefully consider an ETF's investment objective and strategies, risks, sales charges and expenses before investing. The prospectus and ETF Facts contains this and other information. Please read the prospectus/ETF Facts carefully before investing.

ETFs trade like stocks, fluctuate in market value and may trade at prices above or below the ETF's net asset value. Brokerage commissions and ETF expenses will reduce returns. ETFs are not guaranteed, their values change frequently and past performance may not be repeated.

<sup>1</sup> As calculated and maintained by FTSE Russell which is designed to reflect the performance of stocks representing a specific set of factor characteristics - quality, value, momentum and low volatility. The **LibertyQT U.S. Equity Index ETF** is not in any way sponsored, endorsed, sold or promoted by Russell or the London Stock Exchange Group companies ("LSEG") (together the "Licensor Parties") and none of the Licensor Parties make any claim, prediction, warranty or representation whatsoever, expressly or impliedly, either as to (i) the results to be obtained from the use of the Index (upon which the **LibertyQT U.S. Equity Index ETF** is based), (ii) the figure at which the Index is said to stand at any particular time on any particular day or otherwise, or (iii) the suitability of the Index for the purpose to which it is being put in connection with the **LibertyQT U.S. Equity Index ETF**. None of the Licensor Parties have provided or will provide any financial or investment advice or recommendation in relation to the Index to Franklin Templeton or to its clients. None of the Licensor Parties shall be (a) liable (whether in negligence or otherwise) to any person for any error in the Index or (b) under any obligation to advise any person of any error therein.

<sup>2</sup> The **LibertyQ International Equity Index** is a custom index based on the MSCI EAFE Index and is owned and independently calculated and maintained by MSCI. The methodology for the Index is publicly available on the MSCI website. The Franklin **LibertyQT International Equity Index ETF** is not sponsored, endorsed, issued, sold or promoted by or affiliated with MSCI Inc. MSCI Inc. does not make any representation regarding the advisability of investing in the Franklin **LibertyQT International Equity Index ETF**. See the prospectus of Franklin **LibertyQT International Equity Index ETF** for further information.



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