

# Franklin International Low Volatility High Dividend Index ETF (LVHI)

Smart Beta | Factsheet as of March 31, 2025

## 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.

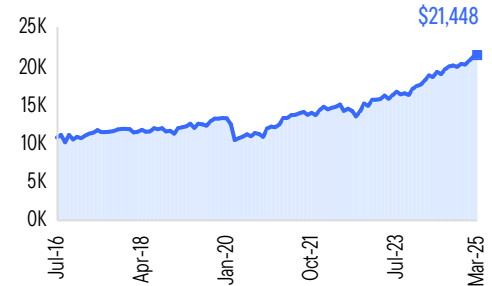
The portfolio is constructed to have the highest scoring securities subject to concentration limits: no individual component of the Index will exceed 2.5% of the Index, no individual sector will exceed 25%, no country will exceed will exceed 15%, no individual geographic region will exceed 50%, and real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

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

## Growth of \$10,000

Inception through March 31, 2025

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.

## Total Returns (%)

	Cumulative			Average Annual				Inception	
	3-Mth	6-Mth	YTD	1-Yr	3-Yr	5-Yr	10-Yr	Inception	Date
Market Price Return	6.48	7.12	6.48	14.47	13.84	15.76	—	9.19	7/27/2016
NAV Returns	6.38	6.92	6.38	14.35	13.50	15.73	—	9.17	7/27/2016
Investment Universe	2.30	2.21	2.30	5.08	8.02	13.39	—	8.24	—
Underlying Index	6.54	7.21	6.54	14.90	13.98	16.20	—	9.63	—

## Calendar Year Total Returns (%)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Market Price Return	15.89	17.44	3.83	18.08	-8.65	18.31	-5.34	10.02	—	—
NAV Returns	15.55	17.22	3.80	18.42	-8.79	18.81	-5.44	11.66	—	—
Investment Universe	12.22	15.22	-7.89	19.05	1.78	22.00	-11.52	15.58	—	—
Underlying Index	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](http://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.

## 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	72,420,000
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 (%)	3.59
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## Fund Characteristics

	Fund
Total Net Assets	\$2.33 Billion
Number of Holdings	151
Average Market Cap (Millions USD)	\$72,158
Price to Book	1.73x
Price to Earnings (12-Month Trailing)	11.19x

Top Equity Securities (% of Total)

	Fund
Nestle SA	2.64
Intesa Sanpaolo SpA	2.57
Shell plc	2.57
Novartis AG	2.47
Total SA	2.46
Canadian Natural Resources Ltd	2.41
Roche Holding AG	2.40
Allianz SE-Alv Gy	2.28
Suncor Energy Inc.	2.14
TC Energy Corp.	2.11

Geographic Allocation (% of Total)

	Fund
United Kingdom	14.74
Japan	14.68
Canada	14.03
France	11.53
Switzerland	10.58
Germany	8.05
Italy	8.01
Australia	4.07
Singapore	3.57
Other	10.73

Sector Allocation (Equity as a % of Total)

	Fund
Financials	23.46
Energy	16.12
Consumer Staples	10.10
Industrials	9.84
Consumer Discretionary	8.99
Utilities	7.56
Materials	7.53
Health Care	6.90
Communication Services	6.34
Real Estate	1.52

Market Cap Breakdown (% of Equity) (USD)

	Fund
<3 Billion	1.25
3-10 Billion	6.20
10-25 Billion	18.44
25-50 Billion	21.85
>50 Billion	52.26

Portfolio Management

	Years with Firm	Years of Experience
Vaneet Chadha, CFA	12	18
Chris Floyd, CFA	24	25
Jacqueline Hurley Kenney, CFA	16	16
Jose Maldonado, CFA	10	16

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.

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