



# Franklin Templeton MAPS portfolios for Morgan Stanley



*An investor should carefully consider a fund's investment goals, risks, charges, and expenses before investing. To obtain a summary prospectus and/or prospectus for Franklin Templeton affiliated funds, which contains this and other information, call us at (800) DIAL BEN®/342-5236 or visit [franklintempleton.com](http://franklintempleton.com). For a summary prospectus and/or prospectus for Franklin Templeton non-affiliated funds, please contact your Financial Professional. An investor should read the prospectus carefully before they invest or send money.*

Franklin Templeton is not affiliated with Morgan Stanley.

# Franklin Templeton

Gateway to investment excellence

At Franklin Templeton, we bring together an extensive range of investment managers, each with specialized expertise, an independent investment philosophy, and covering a myriad of investment objectives. They're all here, on one platform and backed by the financial strength and agility of a trusted global partner.

<b>75+</b> Years of asset management experience	<b>\$1.7T (USD)</b> Total assets under management <sup>1</sup>	<b>~1,600+</b> Investment professionals	<b>10,000+</b> Employees globally
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## Explore our investment managers

 <b>FRANKLIN TEMPLETON</b>	 <b>WESTERN ASSET</b>	<b>ClearBridge</b>	 <b>CLARION PARTNERS</b>
 <b>Putnam INVESTMENTS</b>	 <b>LexingtonPartners</b>	 <b>Brandywine GLOBAL</b>	 <b>BENEFIT STREET PARTNERS</b>
 <b>MARTIN CURRIE</b>	<b>ROYCE</b> Investment Partners	 <b>K2Advisors</b>	

### Across asset classes

- |   |   |
|---|---|
| <ul style="list-style-type: none"><li>• U.S. equity</li><li>• International equity</li><li>• U.S. fixed income</li><li>• Emerging market fixed income</li></ul> | <ul style="list-style-type: none"><li>• Alternatives</li><li>• Global equity</li><li>• Non-U.S./Global fixed income</li><li>• Emerging/Frontier market equity</li></ul> |
|---|---|

**119**  
**4- & 5-star funds<sup>2</sup> rated by Morningstar™**

1. AUM is as of September 30, 2024 and has been restated to include proforma AUM from Putnam Investments at the same date. Franklin Templeton closed its acquisition of Putnam Investments on January 1, 2024.

2. Source: Morningstar®, 12/31/2024. For each mutual fund and exchange traded fund with at least a 3-year history, Morningstar calculates a Morningstar Rating based on how a fund ranks on a Morningstar Risk-Adjusted Return measure against other funds in the same category. This measure takes into account variations in a fund's monthly performance, and does not take into account the effects of sales charges and loads, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. The weights are: 100% 3-year rating for 36–59 months of total returns, 60% 5-year rating/40% 3-year rating for 60–119 months of total returns, and 50% 10-year rating/30% 5-year rating/20% 3-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent 3-year period actually has the greatest impact because it is included in all three rating periods. Mutual fund Morningstar Ratings are for Class I, Z or Advisor Shares only; other classes may have different performance characteristics. Past performance is not an indicator or a guarantee of future performance. © 2025 Morningstar, Inc. All rights reserved. The information contained herein is proprietary to Morningstar and/or its content providers; may not be copied or distributed; and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

# Franklin Templeton Investment Solutions (FTIS)

We are focused on building and managing innovative investment solutions to fulfill client outcomes.

**1996**

First fund launched

**100+**

Multi-asset investment professionals<sup>2</sup>

**\$89+B (USD)**

Total assets under management<sup>2</sup>

**9**

Countries with Franklin Templeton Investment Solutions offices<sup>2</sup>

Integrated and collaborative research process powered by Franklin Templeton's best thinking around the globe.

## INVESTMENT STRATEGY AND RESEARCH COMMITTEE



**Macro views**



**Asset class views**



**Cross asset**

ASSET CLASS RESEARCH TEAMS

INSIGHTS FROM SPECIALIST FRANKLIN TEMPLETON INVESTMENT TEAMS

## FLEXIBLE IMPLEMENTATION UNIVERSE

**150+**

Proprietary U.S. strategies

**55+**

Research covered third-party strategies

RESEARCH COVERED THIRD-PARTY INVESTMENT OPTIONS

## BUILT FOR MORGAN STANLEY MAPS



**Dynamic Core**  
Dynamic Core Tax-Advantaged



**Dynamic Income**



**Alternative Completion**

GIMA Covered | Minimum \$5,000 | Available through Select UMA



Building a better core

# Dynamic Core Series Model Roster

Seeks to maximize total return at measured levels of risk

Seeking strong risk-adjusted returns

Using a flexible multi-manager approach

Invests in the mutual funds and ETFs of Franklin Templeton and third-party managers to enhance diversification potential by investing in a combination of active and passive funds

Employing dynamic management

Actively managed portfolios focusing on sources of expected excess return with an anticipated trading frequency of 4–6 times per year depending on market conditions

As of December 31, 2024

	Ticker	Region	Conservative FKR-A	Moderately Conservative FKR-B	Moderate FKR-C	Moderately Aggressive FKR-D	Aggressive FKR-E
<b>Equity</b>			<b>26.5%</b>	<b>42.5%</b>	<b>60.5%</b>	<b>77.5%</b>	<b>93.5%</b>
ClearBridge Large Cap Growth Fund	SBLYX	US	2.7%	4.4%	6.3%	8.0%	9.7%
Franklin Small Cap Value Fund	FVADX	US	1.3%	2.2%	3.1%	3.9%	4.8%
Franklin U.S. Large Cap Multifactor Index ETF	FLQL	US	2.7%	4.2%	6.0%	7.7%	9.3%
iShares MSCI USA Quality Factor ETF	QUAL	US	2.3%	3.6%	5.1%	6.6%	8.0%
Martin Currie Emerging Markets Fund	MCEIX	EM	2.2%	3.5%	5.0%	6.4%	7.7%
Putnam Large Cap Value Fund	PEIYX	US	2.7%	4.4%	6.3%	8.0%	9.7%
Royce Premier Fund	RYPRX	US	1.0%	1.5%	2.2%	2.8%	3.4%
Templeton Foreign Fund	TFFAX	Int'l	2.1%	3.4%	4.8%	6.2%	7.4%
Vanguard FTSE Developed Markets ETF	VEA	Int'l	2.1%	3.4%	4.8%	6.2%	7.4%
Vanguard FTSE Emerging Markets ETF	VWO	EM	0.6%	1.0%	1.3%	1.7%	2.0%
Vanguard S&P 500 ETF	VOO	US	6.8%	10.9%	15.6%	20.0%	24.1%
<b>Fixed Income</b>			<b>72.5%</b>	<b>56.5%</b>	<b>38.5%</b>	<b>21.5%</b>	<b>5.5%</b>
Franklin Investment Grade Corporate ETF	FLCO	US	7.0%	6.2%	4.2%	2.4%	0.6%
Franklin U.S. Core Bond ETF	FLCB	US	17.5%	15.5%	10.6%	5.9%	1.4%
iShares iBoxx \$ High Yield Corporate Bond ETF	HYG	US	2.5%	2.3%	1.5%	0.9%	0.4%
iShares U.S. Treasury Bond ETF	GOVT	US	13.7%	12.1%	8.3%	4.6%	1.1%
JPMorgan Mortgage-Backed Securities Fund	OMBIX	US	3.2%	2.8%	1.9%	1.1%	0.3%
PGIM Total Return Bond Fund	PDBZX	US	12.7%	11.3%	7.7%	4.3%	1.1%
PIMCO International Bond Fund (U.S. Dollar-Hedged)	PFBPX	Int'l	2.2%	2.0%	1.4%	0.7%	-
Putnam Short Duration Bond Fund	PARYX	US	2.5%	2.3%	1.5%	0.9%	0.2%
Vanguard Short-Term Bond ETF	BSV	US	9.0%	-	-	-	-
Vanguard Total International Bond ETF	BNDX	Global	2.2%	2.0%	1.4%	0.7%	0.4%
<b>Cash</b>			<b>1.0%</b>	<b>1.0%</b>	<b>1.0%</b>	<b>1.0%</b>	<b>1.0%</b>
Cash			1.0%	1.0%	1.0%	1.0%	1.0%

Weighted Average Gross Expense Ratio (%)	0.30	0.34	0.36	0.38	0.40
Weighted Average Net Expense Ratio (%)	0.29	0.33	0.36	0.38	0.40
Weighted Annualized Yield (%)	3.29	2.91	2.39	1.91	1.45
% FT Funds	41.70	47.60	50.00	52.20	54.20
% Non-FT Funds	57.30	51.40	49.00	46.80	44.80
% ETF	66.40	61.20	58.80	56.70	54.70
% Mutual Fund	32.60	37.80	40.20	42.30	44.30

## Dynamic Core Series Performance

### Average Annual Total Returns (%)

As of December 31, 2024

	1-M	3-M	1-Y	3-Y	5-Y	10-Y	Since Inception	Inception Date
<b>Conservative FKR-A (gross)</b>	<b>-1.51</b>	<b>-1.59</b>	<b>6.03</b>	<b>0.38</b>	<b>3.10</b>	--	<b>3.24</b>	<b>10/31/19</b>
<b>Conservative FKR-A (net)</b>	<b>-1.76</b>	<b>-2.32</b>	<b>2.95</b>	<b>-2.56</b>	<b>0.10</b>	--	<b>0.23</b>	
Benchmark	-1.82	-2.43	6.15	0.26	3.20	--	3.44	
<b>Moderately Conservative FKR-B (gross)</b>	<b>-2.02</b>	<b>-1.66</b>	<b>7.98</b>	<b>0.94</b>	<b>4.60</b>	--	<b>4.91</b>	<b>10/31/19</b>
<b>Moderately Conservative FKR-B (net)</b>	<b>-2.26</b>	<b>-2.39</b>	<b>4.85</b>	<b>-2.01</b>	<b>1.56</b>	--	<b>1.86</b>	
Benchmark	-1.91	-2.12	8.67	1.57	4.93	--	5.31	
<b>Moderate FKR-C (gross)</b>	<b>-2.49</b>	<b>-1.59</b>	<b>10.37</b>	<b>2.01</b>	<b>6.23</b>	--	<b>6.72</b>	<b>10/31/19</b>
<b>Moderate FKR-C (net)</b>	<b>-2.73</b>	<b>-2.32</b>	<b>7.17</b>	<b>-0.96</b>	<b>3.14</b>	--	<b>3.62</b>	
Benchmark	-2.00	-1.81	11.23	2.87	6.63	--	7.16	
<b>Moderately Aggressive FKR-D (gross)</b>	<b>-2.93</b>	<b>-1.56</b>	<b>12.64</b>	<b>3.07</b>	<b>7.57</b>	--	<b>8.27</b>	<b>10/31/19</b>
<b>Moderately Aggressive FKR-D (net)</b>	<b>-3.17</b>	<b>-2.29</b>	<b>9.38</b>	<b>0.07</b>	<b>4.45</b>	--	<b>5.12</b>	
Benchmark	-2.09	-1.49	13.84	4.16	8.31	--	8.99	
<b>Aggressive FKR-E (gross)</b>	<b>-3.35</b>	<b>-1.50</b>	<b>14.82</b>	<b>4.12</b>	<b>9.04</b>	--	<b>9.89</b>	<b>10/31/19</b>
<b>Aggressive FKR-E (net)</b>	<b>-3.60</b>	<b>-2.23</b>	<b>11.50</b>	<b>1.09</b>	<b>5.88</b>	--	<b>6.70</b>	
Benchmark	-2.18	-1.18	16.49	5.43	9.96	--	10.79	

The strategy returns shown are preliminary returns, subject to future revision (downward or upward). Performance data represents past performance, which does not guarantee future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate with market conditions, and you may have a gain or loss when you sell your shares. Periods less than one year are not annualized. Performance results are for the composite which includes all actual, fully discretionary accounts with substantially similar investment policies and objectives managed to the composite's investment strategy. Composite returns are stated in U.S. dollars and assume reinvestment of any dividends, interest income, capital gains, or other earnings. The composite may include account(s) that are gross of fees and pure gross of fees. "Pure" gross-of-fee returns do not reflect the deduction of any expenses, including transaction costs. A traditional (or "true") gross-of-fee return reflects performance after the reduction of transaction costs but before the reduction of the investment advisory fee. The gross-of-fee return may include a blend of "true" gross-of-fee returns for non-wrap accounts and "pure" gross-of-fee returns for wrap accounts. Net-of-fee returns is reduced by a model "wrap fee" which includes trading expenses as well as investment management, administrative and custodial fees. The model wrap fee used represents the highest anticipated wrap fee applicable to the strategy. Actual fees and account minimums may vary.

For fee schedules, contact your financial professional. Performance reflects the reinvestment of income, dividends or capital gains distributed from the underlying funds (if any). The composite performance takes into account any applicable expense reductions by the underlying funds, target allocations, trading decisions, and periodic rebalancing. Refer to the Franklin Templeton affiliated funds' factsheets or visit the Franklin Templeton website for the underlying funds' performance. Investors cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges. The portfolios shown do not represent a complete list of models managed by FTIS. For a complete list of portfolios and performance, please call (800) DIAL-BEN / 342-5236.

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Management and performance of individual accounts may vary for reasons that include the existence of different implementation practices and model requirements in different investment programs.

#### Benchmark Composition

Conservative FKR-A	10% MSCI All Country World ex-US Index-NR / 20% S&P 500 Index / 70% Bloomberg US Aggregate Value index
Moderately Conservative FKR-B	15% MSCI All Country World ex-US Index-NR / 30% S&P 500 Index / 55% Bloomberg US Aggregate Value index
Moderate FKR-C	20% MSCI All Country World ex-US Index-NR / 40% Bloomberg US Aggregate Value index / 40% S&P 500 Index
Moderately Aggressive FKR-D	25% Bloomberg US Aggregate Value index / 25% MSCI All Country World ex-US Index-NR / 50% S&P 500 Index
Aggressive FKR-E	10% Bloomberg US Aggregate Value index / 30% MSCI All Country World ex-US Index-NR / 60% S&P 500 Index

Allocations are subject to change. Actual underlying fund allocations may vary over time as markets change. The cash portion (if any) of the portfolios is made up of cash or cash equivalents.

**Weighted Avg Expense Ratio** is calculated as the percent allocated to the individual underlying fund/ETFs multiplied by each expense ratio stated in the current prospectus.

**Weighted Annualized Yield** is calculated by multiplying each fund's 12-Month Yield at NAV (Net Asset Value) by the fund's weight in the model. The 12-Month Yield at NAV reflects the sum of income distributions over the preceding 12-month period divided by the NAV at the end of the period. Source: Morningstar.

Yield is net of underlying mutual fund investment management fees and expenses (if any) but does not reflect the deduction of any account advisory fees (whether charged by a financial professional or Franklin Templeton, if applicable), brokerage or other commissions or any other expenses that an investor would have paid or actually paid.



Building a better core

# Dynamic Core Series – Tax-Advantage Model Roster

As of December 31, 2024

	Ticker	Region	Conservative FKR-F	Moderately Conservative FKR-G	Moderate FKR-H	Moderately Aggressive FKR-I	Aggressive FKR-J
<b>Equity</b>			<b>24.5%</b>	<b>42.5%</b>	<b>60.5%</b>	<b>76.5%</b>	<b>93.5%</b>
ClearBridge Large Cap Growth Fund	SBLYX	US	2.5%	4.4%	6.3%	7.9%	9.7%
Franklin Small Cap Value Fund	FVADX	US	1.2%	2.2%	3.1%	3.9%	4.8%
Franklin U.S. Large Cap Multifactor Index ETF	FLQL	US	2.4%	4.2%	6.0%	7.6%	9.3%
iShares MSCI USA Quality Factor ETF	QUAL	US	2.1%	3.6%	5.2%	6.5%	8.0%
Martin Currie Emerging Markets Fund	MCEIX	EM	2.0%	3.5%	4.9%	6.3%	7.7%
Putnam Large Cap Value Fund	PEIYX	US	2.5%	4.4%	6.3%	7.9%	9.7%
Royce Premier Fund	RYPRX	US	0.9%	1.5%	2.2%	2.8%	3.4%
Templeton Foreign Fund	TFFAX	Int'l	2.0%	3.4%	4.8%	6.1%	7.4%
Vanguard FTSE Developed Markets ETF	VEA	Int'l	2.0%	3.4%	4.8%	6.1%	7.4%
Vanguard FTSE Emerging Markets ETF	VWO	EM	0.6%	1.0%	1.3%	1.6%	2.0%
Vanguard S&P 500 ETF	VOO	US	6.3%	10.9%	15.6%	19.8%	24.1%
<b>Fixed Income</b>			<b>74.5%</b>	<b>56.5%</b>	<b>38.5%</b>	<b>22.5%</b>	<b>5.5%</b>
Franklin Federal Intermediate-Term Tax-Free Income Fund	FITZX	US	6.0%	7.2%	7.5%	4.5%	1.1%
Franklin Federal Tax-Free Income Fund	FAFTX	US	20.3%	23.8%	25.5%	15.2%	3.7%
Franklin High Yield Tax-Free Income Fund	FHYVX	US	3.9%	4.4%	4.7%	2.8%	0.7%
Franklin Investment Grade Corporate ETF	FLCO	US	3.0%	1.0%	-	-	-
Franklin U.S. Core Bond ETF	FLCB	US	8.4%	2.6%	-	-	-
iShares iBoxx \$ High Yield Corporate Bond ETF	HYG	US	1.2%	0.4%	-	-	-
iShares U.S. Treasury Bond ETF	GOVT	US	5.0%	1.4%	-	-	-
JPMorgan Mortgage-Backed Securities Fund	OMBIX	US	1.5%	0.5%	-	-	-
PGIM Total Return Bond Fund	PDBZX	US	4.6%	1.1%	-	-	-
PIMCO International Bond Fund (U.S. Dollar-Hedged)	PFBPX	Int'l	8.0%	6.5%	0.8%	-	-
Putnam Short Duration Bond Fund	PARYX	US	4.6%	1.1%	-	-	-
Vanguard Total International Bond ETF	BNDX	Global	8.0%	6.5%	-	-	-
<b>Cash</b>			<b>1.0%</b>	<b>1.0%</b>	<b>1.0%</b>	<b>1.0%</b>	<b>1.0%</b>
Cash			1.0%	1.0%	1.0%	1.0%	1.0%

Weighted Average Gross Expense Ratio (%)	0.42	0.45	0.47	0.44	0.42
Weighted Average Net Expense Ratio (%)	0.41	0.44	0.46	0.43	0.41
Weighted Annualized Yield (%)	3.28	2.74	2.21	1.83	1.42
% FT Funds	59.70	63.70	71.30	65.00	57.50
% Non-FT Funds	39.30	35.30	27.70	34.00	41.50
% ETF	39.00	35.00	32.90	41.60	50.80
% Mutual Fund	60.00	64.00	66.10	57.40	48.20



## Dynamic Core – Tax-Advantaged Series Performance

### Average Annual Total Returns (%)

As of December 31, 2024

	1-M	3-M	1-Y	3-Y	5-Y	10-Y	Since Inception	Inception Date
<b>Conservative FKR-F (gross)</b>	<b>-1.55</b>	<b>-1.00</b>	<b>6.39</b>	<b>0.62</b>	<b>3.40</b>	--	<b>3.49</b>	<b>10/31/19</b>
<b>Conservative FKR-F (net)</b>	<b>-1.80</b>	<b>-1.73</b>	<b>3.30</b>	<b>-2.32</b>	<b>0.39</b>	--	<b>0.47</b>	
Benchmark	-1.65	-1.12	5.23	1.26	3.65	--	3.92	
<b>Moderately Conservative FKR-G (gross)</b>	<b>-2.08</b>	<b>-0.97</b>	<b>8.69</b>	<b>1.72</b>	<b>5.00</b>	--	<b>5.23</b>	<b>10/31/19</b>
<b>Moderately Conservative FKR-G (net)</b>	<b>-2.32</b>	<b>-1.71</b>	<b>5.54</b>	<b>-1.24</b>	<b>1.94</b>	--	<b>2.17</b>	
Benchmark	-1.77	-1.08	7.77	2.31	5.20	--	5.59	
<b>Moderate FKR-H (gross)</b>	<b>-2.65</b>	<b>-1.18</b>	<b>10.85</b>	<b>2.56</b>	<b>6.51</b>	--	<b>6.95</b>	<b>10/31/19</b>
<b>Moderate FKR-H (net)</b>	<b>-2.89</b>	<b>-1.92</b>	<b>7.64</b>	<b>-0.43</b>	<b>3.42</b>	--	<b>3.85</b>	
Benchmark	-1.92	-1.07	11.15	3.65	7.18	--	7.74	
<b>Moderately Aggressive FKR-I (gross)</b>	<b>-3.01</b>	<b>-1.31</b>	<b>12.81</b>	<b>3.37</b>	<b>7.77</b>	--	<b>8.40</b>	<b>10/31/19</b>
<b>Moderately Aggressive FKR-I (net)</b>	<b>-3.26</b>	<b>-2.05</b>	<b>9.55</b>	<b>0.36</b>	<b>4.64</b>	--	<b>5.26</b>	
Benchmark	-2.04	-1.03	13.79	4.65	8.65	--	9.36	
<b>Aggressive FKR-J (gross)</b>	<b>-3.37</b>	<b>-1.41</b>	<b>14.92</b>	<b>4.23</b>	<b>9.21</b>	--	<b>10.01</b>	<b>10/31/19</b>
<b>Aggressive FKR-J (net)</b>	<b>-3.62</b>	<b>-2.14</b>	<b>11.60</b>	<b>1.20</b>	<b>6.04</b>	--	<b>6.82</b>	
Benchmark	-2.16	-1.00	16.47	5.63	10.10	--	10.94	

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For fee schedules, contact your financial professional. Performance reflects the reinvestment of income, dividends or capital gains distributed from the underlying funds (if any). The composite performance takes into account any applicable expense reductions by the underlying funds, target allocations, trading decisions, and periodic rebalancing. Refer to the Franklin Templeton affiliated funds' factsheets or visit the Franklin Templeton website for the underlying funds' performance. Investors cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges. The portfolios shown do not represent a complete list of models managed by FTIS. For a complete list of portfolios and performance, please call (800) DIAL-BEN / 342-5236.

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Management and performance of individual accounts may vary for reasons that include the existence of different implementation practices and model requirements in different investment programs.

#### Benchmark Composition

Conservative FKR-F	17% S&P 500 Index / 75% Bloomberg Municipal Bond Index / 8% MSCI All Country World ex-US Index-NR
Moderately Conservative FKR-G	13% MSCI All Country World ex-US Index-NR / 27% S&P 500 Index / 60% Bloomberg Municipal Bond Index
Moderate FKR-H	20% MSCI All Country World ex-US Index-NR / 40% Bloomberg Municipal Bond Index / 40% S&P 500 Index
Moderately Aggressive FKR-I	25% Bloomberg Municipal Bond Index / 25% MSCI All Country World ex-US Index-NR / 50% S&P 500 Index
Aggressive FKR-J	10% Bloomberg Municipal Bond Index / 30% MSCI All Country World ex-US Index-NR / 60% S&P 500 Index

Allocations are subject to change. Actual underlying fund allocations may vary over time as markets change. The cash portion (if any) of the portfolios is made up of cash or cash equivalents.

**Weighted Avg Expense Ratio** is calculated as the percent allocated to the individual underlying fund/ETFs multiplied by each expense ratio stated in the current prospectus.

**Weighted Annualized Yield** is calculated by multiplying each fund's 12-Month Yield at NAV (Net Asset Value) by the fund's weight in the model. The 12-Month Yield at NAV reflects the sum of income distributions over the preceding 12-month period divided by the NAV at the end of the period. Source: Morningstar.

Yield is net of underlying mutual fund investment management fees and expenses (if any) but does not reflect the deduction of any account advisory fees (whether charged by a financial professional or Franklin Templeton, if applicable), brokerage or other commissions or any other expenses that an investor would have paid or actually paid.



Income as the outcome

# Income Series Model Roster

**Seeks attractive levels of income**

Seeks to deliver higher levels of income than traditional portfolios while balancing capital appreciation potential at measured levels of risk

**Uses a multi-manager approach**

Invests in the mutual funds and ETFs of Franklin Templeton and third-parties to enhance diversification potential by investing in a combination of active and passive funds.

**Employs dynamic management**

Actively managed portfolios focusing on sources of attractive income and capital appreciation potential with an anticipated trading frequency of 4-6 times per year depending on market conditions.

As of December 31, 2024

	Ticker	Region	Conservative FKR-1	Tax-Advantage FKR-2	Moderate FKR-3
<b>Equity</b>			<b>10.0%</b>	<b>10.0%</b>	<b>15.0%</b>
Franklin U.S. Large Cap Multifactor Index ETF	FLQL	US	5.0%	5.0%	7.5%
JPMorgan Equity Premium Income ETF	JEPI	US	5.0%	5.0%	7.5%
<b>Fixed Income</b>			<b>59.0%</b>	<b>59.0%</b>	<b>34.0%</b>
Franklin Federal Tax-Free Income Fund	FAFTX	US	-	27.5%	-
Franklin High Yield Tax-Free Income Fund	FHYVX	US	-	16.5%	-
Franklin U.S. Core Bond ETF	FLCB	US	26.5%	-	16.0%
iShares U.S. Treasury Bond ETF	GOVT	US	15.0%	15.0%	10.5%
SPDR® Blackstone Senior Loan ETF	SRLN	US	2.0%	-	2.0%
SPDR® Portfolio High Yield Bond ETF	SPHY	US	15.5%	-	5.5%
<b>Multi-Asset</b>			<b>30.0%</b>	<b>30.0%</b>	<b>50.0%</b>
Franklin Income Fund	FRIAX	US	30.0%	30.0%	50.0%
<b>Cash</b>			<b>1.0%</b>	<b>1.0%</b>	<b>1.0%</b>
Cash			1.0%	1.0%	1.0%

<b>Weighted Average Gross Expense Ratio (%)</b>	0.23	0.42	0.32
<b>Weighted Average Net Expense Ratio (%)</b>	0.23	0.41	0.31
<b>Weighted Annualized Yield (%)</b>	5.10	4.41	5.10
% FT Funds	61.50	79.00	73.50
% Non-FT Funds	37.50	20.00	25.50
% ETF	69.00	25.00	49.00
% Mutual Fund	30.00	74.00	50.00

Allocations are subject to change. Actual underlying fund allocations may vary over time as markets change. The cash portion (if any) of the portfolios is made up of cash or cash equivalents.

**Weighted Avg Expense Ratio** is calculated as the percent allocated to the individual underlying fund/ETFs multiplied by each expense ratio stated in the current prospectus.

**Weighted Annualized Yield** is calculated by multiplying each fund's 12-Month Yield at NAV (Net Asset Value) by the fund's weight in the model. The 12-Month Yield at NAV reflects the sum of income distributions over the preceding 12-month period divided by the NAV at the end of the period. Source: Morningstar.

Yield is net of underlying mutual fund investment management fees and expenses (if any) but does not reflect the deduction of any account advisory fees (whether charged by a financial professional or Franklin Templeton, if applicable), brokerage or other commissions or any other expenses that an investor would have paid or actually paid.



## Income Series Performance

### Average Annual Total Returns (%)

As of December 31, 2024

	1-M	3-M	1-Y	3-Y	5-Y	10-Y	Since Inception	Inception Date
<b>Conservative FKR-1 (gross)</b>	<b>-1.59</b>	<b>-1.50</b>	<b>6.01</b>	<b>1.39</b>	<b>--</b>	<b>--</b>	<b>4.67</b>	<b>3/31/20</b>
<b>Conservative FKR-1 (net)</b>	<b>-1.75</b>	<b>-1.99</b>	<b>3.94</b>	<b>-0.60</b>	<b>--</b>	<b>--</b>	<b>2.62</b>	
Benchmark	-2.17	-2.09	5.70	0.60	--	--	4.22	
<b>Tax-Advantage FKR-2 (gross)</b>	<b>-1.76</b>	<b>-1.21</b>	<b>6.19</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>6.81</b>	<b>6/30/23</b>
<b>Tax-Advantage FKR-2 (net)</b>	<b>-1.92</b>	<b>-1.70</b>	<b>4.11</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>4.73</b>	
Benchmark	-2.53	-1.81	4.04	--	--	--	5.54	
<b>Moderate FKR-3 (gross)</b>	<b>-2.24</b>	<b>-1.88</b>	<b>6.70</b>	<b>1.09</b>	<b>--</b>	<b>--</b>	<b>5.77</b>	<b>4/30/20</b>
<b>Moderate FKR-3 (net)</b>	<b>-2.40</b>	<b>-2.37</b>	<b>4.62</b>	<b>-0.89</b>	<b>--</b>	<b>--</b>	<b>3.70</b>	
Benchmark	-3.00	-2.51	6.66	1.62	--	--	5.15	

Performance data represents past performance, which does not guarantee future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate with market conditions, and you may have a gain or loss when you sell your shares. This information is provided for illustrative purposes only. Gross performance is net of underlying mutual fund investment management fees and expenses (if any) but does not reflect the deduction of any account advisory fees (whether charged by a financial professional or Franklin Templeton, if applicable), brokerage or other commissions, or any other expenses that an investor would pay. Net performance reflects the deduction of a 2.0% annual account advisory fee. Actual fees may vary. For fee schedules, contact your financial professional. Performance reflects the reinvestment of income, dividends or capital gains distributed from the underlying funds (if any).

**Additional Information:** On June 26, 2023, the Franklin Templeton Dynamic Income-Conservative Model & Franklin Templeton Dynamic Income-Moderate portfolios implemented enhancements including changes to the name, underlying strategies, and benchmarks changes. There were no changes to the primary objective of the portfolios. Morgan Stanley maintained composite performance from the inception dates noted above through 06/30/2023. Performance for that period is calculated and provided by Morgan Stanley. Performance from June 30, 2023, is calculated by Franklin Templeton using Franklin Templeton composite performance. The composite performance takes into account any applicable expense reductions by the underlying funds, target allocations, trading decisions, and periodic rebalancing. All performance is reported in US dollars. Performance returns for less than one year are not annualized. Refer to the Franklin Templeton affiliated funds' factsheets or visit the Franklin Templeton website for the underlying funds' performance. Investors cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges. The portfolios shown do not represent a complete list of models managed by FTIS. For a complete list of portfolios and performance, please call (800) DIAL BEN / 342-5236.

To obtain specific information on available products and services or a GIPS® Report, contact your Franklin Templeton separately managed account sales team at (800) DIAL BEN/351-5236. Franklin claims compliance with the Global Investment Performance Standards (GIPS®). GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

Management and performance of individual accounts may vary for reasons that include the existence of different implementation practices and model requirements in different investment programs.

#### Benchmark Composition

Conservative FKR-1	20% MSCI USA High Dividend Yield Index-NR / 40% Bloomberg U.S. Aggregate Index / 40% Bloomberg US Corporate High Yield Index
Tax-Advantage FKR-2	20% Bloomberg Municipal High Yield Index / 20% MSCI USA High Dividend Yield Index-NR / 60% Bloomberg Municipal Bond Index
Moderate FKR-3	32.5% Bloomberg U.S. Aggregate Index / 32.5% Bloomberg US Corporate High Yield Index / 35% MSCI USA High Dividend Yield Index-NR



Alternatives to complete portfolio

# Alternative Completion Model Roster

**Seeks alternative return streams**

Seeks to create a liquid alternative portfolio of lowly correlated return streams that provides return potential regardless of equity market or interest rate direction.

**Using a flexible multi-manager approach**

Invests in the mutual funds and ETFs of Franklin Templeton and third-party managers to enhance diversification potential

**Simplifies alternative allocations**

Creates a single, professionally-managed portfolio of non-traditional fixed income and equity strategies that complements traditional asset class returns.

As of December 31, 2024

	Ticker	Region	Alternative Completion
<b>Equity</b>			<b>8.0%</b>
Franklin U.S. Low Volatility High Dividend Index ETF	LVHD	US	8.0%
<b>Alternatives</b>			<b>91.0%</b>
AlphaSimplex Managed Futures Strategy Fund	ASFYX	Global	8.0%
BlackRock Event Driven Equity Fund	BILPX	US	20.0%
BrandywineGLOBAL - Global Unconstrained Bond Fund	LROIX	Global	20.0%
Franklin Systematic Style Premia ETF	FLSP	Global	22.0%
IQ Merger Arbitrage ETF	MNA	Global	7.0%
John Hancock Diversified Macro Fund	JDJIX	Global	14.0%
<b>Cash</b>			<b>1.0%</b>
Cash			1.0%
<b>Weighted Average Gross Expense Ratio (%)</b>			<b>0.98</b>
<b>Weighted Average Net Expense Ratio (%)</b>			<b>0.96</b>
<b>Weighted Annualized Yield (%)</b>			<b>0.00</b>
% FT Funds			50.00
% Non-FT Funds			49.00
% ETF			37.00
% Mutual Fund			62.00

Allocations are subject to change. Actual underlying fund allocations may vary over time as markets change.  
The cash portion of the portfolios is made up of cash or cash equivalents.

## Alternative Completion Performance Average Annual Total Returns (%)

As of December 31, 2024

	1-M	3-M	1-Y	3-Y	5-Y	10-Y	Since Inception	Inception Date
<b>Alternative Completion (gross)</b>	<b>-0.69</b>	<b>-1.46</b>	<b>1.93</b>	<b>-0.52</b>	<b>0.65</b>	<b>--</b>	<b>0.69</b>	<b>5/31/21</b>
<b>Alternative Completion (net)</b>	<b>-0.94</b>	<b>-2.19</b>	<b>-1.05</b>	<b>-3.43</b>	<b>-2.29</b>	<b>--</b>	<b>-2.25</b>	
Benchmark	0.01	0.18	5.27	1.24	--	--	2.43	

The strategy returns shown are preliminary composite returns, subject to future revision (downward or upward). Please visit [www.franklintempleton.com](http://www.franklintempleton.com) for the latest performance figures. YTD numbers and performance numbers less than one year are not annualized. Investors cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges.

**Fees:** Returns for periods less than one year are not annualized. Pure gross of fee returns do not reflect the deduction of any expenses, including transaction costs. Net performance includes the deduction of a 3.0% annual wrap fee, which is the maximum anticipated wrap fee for equity and balanced portfolios. Actual fees vary. For fee schedules, contact your financial professional, or if you enter into an agreement directly with Franklin Templeton Private Portfolio Group, LLC (FTPPG), refer to FTPPG's Form ADV disclosure document. Returns reflect the reinvestment of dividends and other earnings. All performance is reported in US dollars. On December 1, 2022, LMPPG changed its name to Franklin Templeton Private Portfolio Group, LLC (FTPPG).

The performance shown for the Franklin Templeton Alternative Completion strategy reflects the performance of an account that is invested in the Class IS shares of the Franklin Templeton affiliated mutual funds that are included in the portfolios. Sponsor firms offering the Franklin Templeton Alternative Completion strategy on their platform may request that Franklin Templeton Investment Solutions (FTIS) provide a model portfolio for the Franklin Templeton Alternative Completion strategy utilizing the Class I share of the Franklin Templeton affiliated mutual funds. Because Class IS shares have a lower expense ratio than Class I shares, the performance shown for the strategy is higher than it would have been had Class I shares been utilized.

**Past performance is not a guarantee of future results.** To obtain specific information on available products and services or GIPS® Report, contact your Franklin Templeton separately managed account sales team at (800) 822-8464. Franklin Templeton claims compliance with the Global Investment Performance Standards (GIPS®). GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. Management and performance of individual accounts may vary for reasons that include the existence of different implementation practices and model requirements in different investment programs.

Separately Managed Accounts (SMAs) are investment services provided by Franklin Templeton Private Portfolio Group, LLC (FTPPG), a federally registered investment advisor. Client portfolios are managed based on investment instructions or advice provided by one or more of the following Franklin Templeton affiliated subadvisors: Franklin Templeton Investment Solutions. Management is implemented by FTPPG, the designated subadvisor or, in the case of certain programs, the program sponsor or its designee.

# Historical performance -- Underlying holdings and waivers

## Average Annual Total Returns (%)

As of December 31, 2024

	Ticker	Inception Date	Expense Ratio (%)*		30-Day SEC Yield w/ Waiver w/o waiver		1Y	3Y	5Y	10Y	Since Inception
			Gross	Net	(%)	(%)					
AlphaSimplex Managed Futures Strategy Fund	ASFYX	07/30/2010	1.45	1.45	--	--	-3.22	5.59	6.72	2.71	4.28
BlackRock Event Driven Equity Fund	BILPX	12/19/2007	1.37	1.29	--	0.00	2.19	2.50	3.14	3.81	5.02
BrandywineGLOBAL - Global Unconstrained Bond Fund	LROIX	02/28/2011	0.89	0.85	7.18	6.90	-1.86	-1.03	0.53	1.07	2.18
ClearBridge Large Cap Growth Fund	SBLYX	10/15/1997	0.75	0.75	--	--	28.02	7.69	14.83	14.52	10.43
Franklin Federal Intermediate-Term Tax-Free Income Fund	FITZX	09/21/1992	0.57	0.47	3.30	3.20	2.66	-0.01	1.04	1.64	4.05
Franklin Federal Tax-Free Income Fund	FAFTX	10/07/1983	0.54	0.54	3.53	3.53	3.31	-0.72	1.20	2.06	5.72
Franklin High Yield Tax-Free Income Fund	FHYVX	03/18/1986	0.57	0.57	4.16	4.16	6.48	-0.80	1.65	2.63	5.49
Franklin Income Fund	FRIAX	08/31/1948	0.47	0.46	3.89	3.89	7.30	3.54	6.23	5.68	9.85
Franklin Investment Grade Corporate ETF @NAV	FLCO	10/03/2016	0.35	0.35	4.91	4.91	2.20	-2.62	-0.07	--	1.62
Franklin Investment Grade Corporate ETF @Market	FLCO	—	—	—	—	—	1.91	-2.62	-0.10	--	1.61
Franklin Small Cap Value Fund	FVADX	03/11/1996	0.75	0.74	--	--	11.60	4.37	8.61	8.33	9.46
Franklin Systematic Style Premia ETF @NAV	FLSP	12/18/2019	0.65	0.65	--	--	10.20	4.70	1.84	--	1.70
Franklin Systematic Style Premia ETF @Market	FLSP	—	—	—	—	—	11.75	4.96	1.80	--	1.84
Franklin U.S. Core Bond ETF @NAV	FLCB	09/17/2019	0.15	0.15	4.52	4.51	1.53	-2.48	-0.38	--	-0.16
Franklin U.S. Core Bond ETF @Market	FLCB	—	—	—	—	—	1.58	-2.44	-0.36	--	-0.13
Franklin U.S. Large Cap Multifactor Index ETF @NAV	FLQL	04/26/2017	0.15	0.15	1.36	1.36	24.23	9.33	12.87	--	13.50
Franklin U.S. Large Cap Multifactor Index ETF @Market	FLQL	—	—	—	—	—	24.33	9.39	12.90	--	13.52
Franklin U.S. Low Volatility High Dividend Index ETF @NAV	LVHD	12/28/2015	0.27	0.27	3.23	3.23	10.04	2.32	6.04	--	8.50
Franklin U.S. Low Volatility High Dividend Index ETF @Market	LVHD	—	—	—	—	—	10.17	2.33	6.05	--	8.51
IQ Merger Arbitrage ETF @NAV	MNA	11/17/2009	0.77	0.77	0.60	0.60	4.96	1.24	0.64	2.17	2.33
IQ Merger Arbitrage ETF @Market	MNA	—	—	—	—	—	4.93	1.13	0.55	2.14	2.25
iShares iBoxx \$ High Yield Corporate Bond ETF @NAV	HYG	04/04/2007	0.49	0.49	6.90	6.90	7.70	2.38	3.07	4.05	4.92
iShares iBoxx \$ High Yield Corporate Bond ETF @Market	HYG	—	—	—	—	—	7.97	2.34	3.04	4.02	4.80
iShares MSCI USA Quality Factor ETF @NAV	QUAL	07/16/2013	0.15	0.15	0.95	0.95	22.23	8.38	13.57	12.90	13.50
iShares MSCI USA Quality Factor ETF @Market	QUAL	—	—	—	—	—	22.28	8.37	13.58	12.89	13.48
iShares U.S. Treasury Bond ETF @NAV	GOVT	02/14/2012	0.05	0.05	4.39	4.39	0.68	-2.88	-0.74	0.74	0.89
iShares U.S. Treasury Bond ETF @Market	GOVT	—	—	—	—	—	2.95	-2.43	-0.29	0.98	1.10
John Hancock Diversified Macro Fund	JDJIX	07/29/2019	1.40	1.39	--	--	2.59	5.78	2.51	--	2.60
JPMorgan Equity Premium Income ETF @NAV	JEPI	05/20/2020	0.35	0.35	7.08	7.08	12.56	6.06	--	--	12.41
JPMorgan Equity Premium Income ETF @Market	JEPI	—	—	—	—	—	12.58	6.05	--	--	12.42
JPMorgan Mortgage-Backed Securities Fund	OMBIX	08/18/2000	0.61	0.40	3.81	3.61	2.72	-0.80	0.53	1.83	4.38
Martin Currie Emerging Markets Fund	MCEIX	05/29/2015	0.93	0.93	--	--	2.80	-7.25	-0.68	--	3.34
PGIM Total Return Bond Fund	PDBZX	09/16/1996	0.50	0.49	5.15	5.14	2.84	-1.96	0.10	2.15	4.79
PIMCO International Bond Fund (U.S. Dollar-Hedged)	PFBPX	04/30/2008	0.85	0.85	4.16	4.16	5.57	1.32	1.62	2.82	4.77
Putnam Large Cap Value Fund	PEIYX	06/15/1977	0.65	0.65	1.33	1.33	19.34	10.27	12.59	11.03	10.67
Putnam Short Duration Bond Fund	PARYX	12/23/2008	0.37	0.37	4.65	4.65	5.56	2.59	2.33	2.43	2.14
Royce Premier Fund	RYPRX	12/31/1991	1.19	1.19	--	--	2.97	2.17	6.71	8.60	10.99
SPDR® Blackstone Senior Loan ETF @NAV	SRLN	04/03/2013	0.70	0.70	7.40	--	8.53	4.71	4.35	4.01	3.64
SPDR® Blackstone Senior Loan ETF @Market	SRLN	—	—	—	—	—	8.43	4.65	4.31	3.97	3.62
SPDR® Portfolio High Yield Bond ETF @NAV	SPHY	06/18/2012	0.05	0.05	7.63	--	8.27	3.14	4.35	4.61	4.85
SPDR® Portfolio High Yield Bond ETF @Market	SPHY	—	—	—	—	—	8.53	3.06	4.28	4.59	4.71
Templeton Foreign Fund	TFFAX	10/05/1982	0.88	0.85	--	--	-2.26	4.35	3.59	3.45	9.08
Vanguard FTSE Developed Markets ETF @NAV	VEA	07/20/2007	0.06	0.06	--	--	3.07	0.91	4.79	5.49	2.85
Vanguard FTSE Developed Markets ETF @Market	VEA	—	—	—	—	—	3.16	0.98	4.76	5.48	2.81
Vanguard FTSE Emerging Markets ETF @NAV	VWO	03/04/2005	0.08	0.08	--	--	11.01	-0.07	3.05	4.04	5.66

# Historical performance – Underlying holdings and waivers

## Average Annual Total Returns (%)

As of December 31, 2024

	Ticker	Inception Date	Expense Ratio (%)*		30-Day SEC Yield w/ Waiver w/o waiver		1Y	3Y	5Y	10Y	Since Inception
			Gross	Net	(%)	(%)					
Vanguard FTSE Emerging Markets ETF @Market	VWO	—	—	—	—	—	10.58	-0.31	2.95	3.98	5.67
Vanguard S&P 500 ETF @NAV	VOO	09/07/2010	0.03	0.03	1.22	1.17	24.98	8.90	14.48	13.06	14.62
Vanguard S&P 500 ETF @Market	VOO	—	—	—	—	—	24.98	8.90	14.50	13.07	14.52
Vanguard Short-Term Bond ETF @NAV	BSV	04/03/2007	0.04	0.04	4.50	4.41	3.75	0.93	1.27	1.61	2.37
Vanguard Short-Term Bond ETF @Market	BSV	—	—	—	—	—	3.78	0.95	1.28	1.61	2.37
Vanguard Total International Bond ETF @NAV	BNDX	05/31/2013	0.07	0.07	2.90	2.90	3.68	-0.55	0.12	1.93	2.40
Vanguard Total International Bond ETF @Market	BNDX	—	—	—	—	—	3.56	-0.58	0.10	1.91	2.34

Performance data represents past performance, which does not guarantee future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will change with market conditions, and you may have a gain or a loss when you sell your shares. Please call Franklin Templeton at (800) DIAL BEN/(800) 342-5236 or visit franklintempleton.com for the most recent month-end performance.

There is no sales charge for Advisor Class and Class I shares. Advisor Class and Class I shares are only offered to certain eligible investors as stated in the prospectus. The funds offer multiple share classes, which are subject to different fees and expenses that will affect their performance. Please see the prospectus for details. The 30-day SEC yield, calculated pursuant to the standard SEC formula, is based on a Fund's investments over an annualized trailing 30-day period and not on the distributions paid by the Fund, which may differ. During periods of rising inflation, fund yields can vary significantly from month-to-month and may not be repeated.

Source: Franklin Templeton and Morningstar

\*Gross expenses are the fund's total annual operating expenses as of the fund's prospectus available at the time of publication. Actual expenses may be higher and may impact portfolio returns. Net expenses reflect contractual fee waivers, expense caps and/or reimbursements, which cannot be terminated prior to specific date without Board consent. Additional amounts may be voluntarily waived and/or reimbursed and may be modified or discontinued at any time without notice. Voluntary waivers (if any) may be modified or discontinued at any time without notice. Please see below for applicable waiver information.

Fund	Waiver Type	Waiver End Date
BlackRock Event Driven Equity Fund	Contractual	06/30/2026
BrandywineGLOBAL - Global Unconstrained Bond Fund	Contractual	12/31/2025
Franklin Federal Intermediate-Term Tax-Free Income Fund	Contractual	06/30/2025
Franklin Income Fund	Contractual	01/31/2025
Franklin Small Cap Value Fund	Contractual	02/28/2025

Fund	Waiver Type	Waiver End Date
John Hancock Diversified Macro Fund	Contractual	07/31/2025
JPMorgan Mortgage-Backed Securities Fund	Contractual	06/30/2025
PGIM Total Return Bond Fund	Contractual	02/28/2026
Templeton Foreign Fund	Contractual	12/31/2025

**Model Portfolio Construction:**

The Franklin Templeton Investment Solutions (FTIS) model portfolio construction process consists of an assessment of specific model parameters and goals, including allocation targets, volatility limits, income levels, and investable regions, as well as other objectives or constraints. Longer-term strategic asset allocation and shorter-term views provide an allocation framework for each model. Portfolio managers customize model allocations according to specific objectives including a wide range of targets for growth and income as well as risk expectations. Managers also consider fund recommendations from the FTIS manager research to find the right fit for each model. FTIS portfolio managers review models regularly, applying the team's latest views to each model.

While FTIS takes an active approach to fund selection by comparing the attractiveness of in-house funds with third-party managers to support potential alpha creation, the model portfolios focus on, and often consist largely of Franklin Templeton proprietary funds. As part of the portfolio construction analysis, portfolio managers consider several key factors when selecting underlying investments. The criteria used may include, but are not limited to: dealer platform constraints, underlying currencies, volatility ranges, the mix of active and passive strategies and/or an allocation mix of Franklin Templeton and third-party funds. Considerations like investment objectives, competitive rankings and positioning, expense ratio cap, historical risk and returns, are additional factors that may be used for final fund recommendations and allocations.

**Potential Conflicts of Interest:**

Franklin Templeton may not receive a fee for developing and updating these model portfolios, however, Franklin Templeton has a financial interest in the models as they include funds for which Franklin Templeton serves as investment advisor, and from which Franklin Templeton or its affiliates receives fees for investment management, shareholder servicing, and transfer agent services.

**Suitability/Recommendations:**

Any investment products or services named herein are for illustrative purposes only and should not be considered an offer to buy or sell, or an investment recommendation for any specific security, strategy or investment product or service.

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**Equity securities** are subject to price fluctuation and possible loss of principal.

**Small- and mid-cap stocks** involve greater risks and volatility than large-cap stocks.

**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.

**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.

**Derivative instruments** can be illiquid, may disproportionately increase losses, and have a potentially large impact on performance.

**Short selling** is a speculative strategy. Unlike the possible loss on a security that is purchased, there is no limit on the amount of loss on an appreciating security that is sold short.

**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.

**Asset-backed, mortgage-backed or mortgage-related securities** are subject to prepayment and extension risks.

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The **allocation** of assets among different strategies, asset classes and investments may not prove beneficial or produce the desired results.

**Entities/Affiliates:**

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