

Key Investor Information

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

Franklin USD Diversified Bond Series I 2025 Fund¹

Class E (acc) USD • ISIN LU2216209176 • A sub-fund of Franklin Templeton Opportunities Funds

The management company is Franklin Templeton International Services S.à r.l.

Objectives and Investment Policy

Franklin USD Diversified Bond Series I 2025 Fund (the “Fund”) aims to offer regular income with a predetermined yield at the time of investments while seeking preservation of shareholders’ capital over an investment period of four and a half years, by investing mainly in USD-denominated debt securities. After the initial or possible subsequent Asset Gathering Period(s), the Fund will be closed to further subscriptions until maturity (in 2025). The value of your holding at maturity may be less than the value initially invested due to the Fund’s distribution policy, costs, adverse market conditions or issuer defaults of portfolio securities. There is no guarantee that the Fund will achieve any of its objectives.

The Fund is designed to be held to maturity and you should be prepared to remain invested until maturity.

During the Principal Investment Period:

The Fund pursues an actively managed investment strategy and invests mainly in:

- USD-denominated debt securities of any quality (including lower quality debt such as non-investment grade, low rated and/or unrated) issued by governments, supranational entities and/or corporations of any size or industry sector and located in any country, including emerging markets (investments in high yield may represent up to 45% of the Fund’s assets)

The Fund can invest to a lesser extent in:

- perpetual securities (i.e. debt security with no maturity date), only if they include a call feature with a date that does not extend beyond the maturity (limited to 10% of the Fund’s assets)

While the Fund will not invest directly in distressed securities (i.e. securities of companies that are, or are about to be, involved in reorganisations,

financial restructurings or bankruptcy, which include securities in default), it may hold distressed securities (limited to 5% of the Fund’s net assets) as a result of a downgrading of any debt security held due for example to a prolonged general decline or other adverse market conditions.

While the Fund has an investment period of four and a half years, some or all of debt securities held may mature before or after the Fund’s maturity.

At maturity: The Fund shall hold up to 100% of its net assets in deposits and cash equivalent investments (including money market instruments). Before the Fund’s maturity, the company will write to investors setting out the options available to them.

Recommendation: this Fund may not be appropriate for investors who plan to withdraw their money before the maturity of the Fund.

The Fund is not managed in reference to a benchmark.

You may request the sale of your shares on any Luxembourg business day.

The income received from the Fund’s investments is accumulated with the result of increasing the value of the shares.

For further information on the Objectives and Investment Policy of the Fund, please refer to the section “Fund Information, Objectives and Investment Policies” of the current prospectus of Franklin Templeton Opportunities Funds.

Terms to Understand

Emerging markets: Countries whose economy, stock market, political situation and regulatory framework are not fully developed.

Risk and Reward Profile



What does this indicator mean and what are its limits?

This indicator is designed to provide you with a measure of the price movement of this share class based on historical behavior.

Historical data may not be a reliable indication of the future risk profile of the Fund. The category shown is not guaranteed to remain unchanged and may shift over time.

The lowest category does not mean risk free.

As the share class has no sufficient historical data available, simulated data based on a representative portfolio model or benchmark have been used instead.

Why is the Fund in this specific category?

The Fund invests in USD-denominated debt securities (investments in high yield may represent up to 45% of the Fund’s assets) issued by corporations and governments globally, including those located in emerging markets.

Such investments have historically been subject to price movements, generally due to changes in the creditworthiness of corporate issuers, interest rates or movements in the bond market. As a result, the performance of the Fund can fluctuate over time.

Risks materially relevant not adequately captured by the indicator:

Counterparty risk: the risk of failure of financial institutions or agents (when serving as a counterparty to financial contracts) to perform their obligations, whether due to insolvency, bankruptcy or other causes.

Credit risk: the risk of loss arising from default that may occur if an issuer fails to make principal or interest payments when due. This risk is higher if the Fund holds low-rated, sub-investment-grade securities.

Emerging markets risk: the risk related to investing in countries that have less developed political, economic, legal and regulatory systems, and that may be impacted by political/economic instability, lack of liquidity or transparency, or safekeeping issues.

Liquidity risk: the risk that arises when adverse market conditions affect the ability to sell assets when necessary. Such risk may be triggered by (but not limited to) unexpected events such as environmental disasters or pandemics. Reduced liquidity may have a negative impact on the price of the assets.

For a full discussion of all the risks applicable to this Fund, please refer to the “Risk Considerations” section of the current prospectus of Franklin Templeton Opportunities Funds.

Charges

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest

Entry charge	1.50%
Exit charge	1.00%

This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.

Charges taken from the Fund over a year

Ongoing charges	0.65%
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Charges taken from the Fund under certain specific conditions

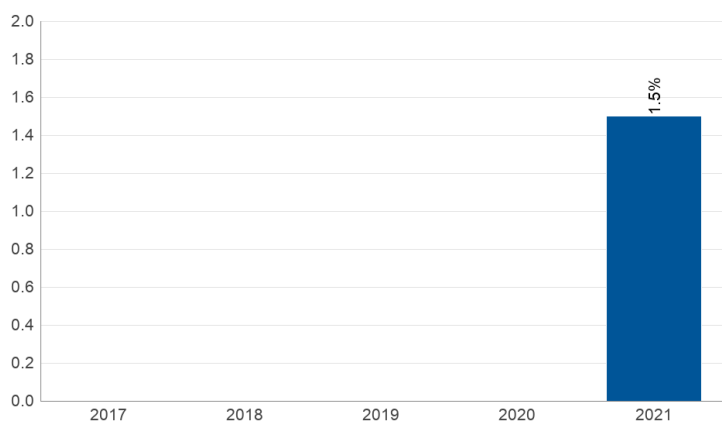
Performance fee	Not applicable
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The entry and exit charges shown are maximum amounts; you may pay less in some cases. For more information, please see your financial adviser.

The ongoing charges are based on the expenses for the year ending 31 December 2021. This figure may vary from year to year.

For detailed information about charges, please refer to the section "Share Classes" as well as Appendix E of the current prospectus of Franklin Templeton Opportunities Funds.

Past Performance



■ Franklin USD Diversified Bond Series I 2025 Fund Class E (acc) USD

- Past performance is not a guide to future performance.
- The past performance shown here includes all the ongoing charges but not the entry charge.
- Past performance is calculated in the currency of the present share class.
- The Fund was launched in 2020.

Practical Information

- The Depository of Franklin Templeton Opportunities Funds is J.P. Morgan SE, Luxembourg Branch.
- Copies of the latest prospectus and the latest annual and semi-annual reports of Franklin Templeton Opportunities Funds are available in the language of this document, on the website www.ftdocuments.com or may be obtained free of charge from Franklin Templeton International Services S.à r.l., 8A, rue Albert Borschette, L-1246 Luxembourg or your financial adviser.
- The latest prices and other information on the Fund (including other share classes of the Fund) are available from Franklin Templeton International Services S.à r.l., 8A, rue Albert Borschette, L-1246 Luxembourg or www.franklintempleton.lu.
- Please note that the taxation regime applicable in the Grand Duchy of Luxembourg may have an impact on your personal tax position. Please consult your financial or tax adviser before deciding to invest.
- Franklin Templeton International Services S.à r.l. may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus of the Fund.
- The present Fund is a sub-fund of Franklin Templeton Opportunities Funds. The prospectus and the financial reports refer to all sub-funds of Franklin Templeton Opportunities Funds. All sub-funds of Franklin Templeton Opportunities Funds have segregated assets and liabilities. As a result, each sub-fund is operated independently from each other.
- You cannot switch your shares into shares of another sub-fund of Franklin Templeton Opportunities Funds until maturity.
- The details of the up-to-date remuneration policy, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefits including the composition of the remuneration committee are available at www.franklintempleton.lu and a paper copy can be obtained free of charge.