



Addendum to the Scheme Information Document / Key Information Memorandum of Franklin India Life Stage Fund of Funds and Franklin India Dynamic Asset Allocation Fund of Funds

Merger of Plans

Pursuant to recent market developments and in the interest of unitholders, all Plans under Franklin India Life Stage Fund of Funds (FILSF) shall be merged with Franklin India Dynamic Asset Allocation Fund of Funds (FIDAAF) as on December 19, 2022. Consequently, from the date of merger i.e., effective December 19, 2022, the investors of merging scheme would become investors of surviving scheme in the respective plans/options.

Merging Scheme	Surviving Scheme
FILSF – 20s Plan	FIDAAF
FILSF – 30s Plan	
FILSF – 40s Plan	
FILSF- 50s Plus Plan	
FILSF - 50s Plus Floating Rate Plan	

The sale of the units of FILSF-20s Plan, FILSF-30s Plan, FILSF-40s Plan and FILSF-50s Plus Plan (including switch-in) will stand suspended w.e.f. November 17, 2022. except in respect of Systematic Investment Plan (SIP), Systematic Transfer Plan (STP) and Transfer of Income Distribution Cum Withdrawal Plan (TIDCW). Registration of SIP / STP / TIDCW will also be suspended w.e.f. from November 17, 2022.

The requirement of minimum application amount for fresh and additional purchase of units as mentioned in the Scheme Information Document will not be applicable in respect of the units of Surviving Scheme allotted to the investors of Merging Scheme(s) on account of the merger.

Further, the portfolio of Merging Scheme(s) as on the date of merger, which is valued as per SEBI Guidelines, will be merged with the portfolio of Surviving Scheme.

In case of investors in Merging Scheme(s) who opt to continue in Surviving Scheme post-merger and have registered for any of the systematic transaction facility viz., SIP, STP, TIDCW or Systematic Withdrawal Plan (SWP) in Merging Scheme(s), the said registration for SIP, STP, TIDCW or SWP will continue under Surviving Scheme(s) for its balance tenure subsequent to the merger.

If the investors do not wish to continue the systematic transactions under Surviving Scheme, the investors are required to intimate Franklin Templeton Mutual Fund in writing their unwillingness to continue the said facilities latest by 3 p.m. on December 16, 2022.

In respect of the units in Merging Scheme(s) which are under any pledge / lien / encumbrance, such pledge/lien/encumbrance will continue on the units allotted in Surviving Scheme(s) on account of merger.

Subsequent to the merger, the Merging Scheme(s) viz. FILSF – 20s Plan, FILSF – 30s Plan, FILSF – 40s Plan, FILSF - 50s Plus Plan and FILSF - 50s Plus Floating Rate Plan shall cease to exist.

Change in Scheme features

Further, in order to ensure greater operational efficiencies, create an optimal asset size and change the asset allocation towards better fund management opportunities benefitting the unitholders, Franklin Templeton Mutual Fund proposes to change certain features of Franklin India Dynamic Asset Allocation Fund of Funds post the proposed merger effective December 19, 2022.

Given below are the changes in the features of the Scheme:

	Current Features	Proposed Features																																																																																																						
Type of Scheme	An open ended fund of fund scheme investing in dynamically balanced portfolio of equity and income funds.	An open-ended fund of fund scheme investing in dynamically balanced portfolio of equity and debt funds																																																																																																						
Product label	The product is suitable for investors who are seeking <ul style="list-style-type: none"><li>Long term capital appreciation</li><li>A hybrid fund of funds investing in equity and debt mutual funds</li><li>Riskometer: Moderately High</li></ul>	The product is suitable for investors who are seeking <ul style="list-style-type: none"><li>Capital appreciation and Income generation over medium to long term</li><li>A hybrid fund of funds with dynamic allocation between equity and debt mutual funds</li><li>Riskometer: Moderately High</li></ul>																																																																																																						
Investment Objective	To provide long-term capital appreciation with relatively lower volatility through a dynamically balanced portfolio of equity and income funds.  The equity allocation (i.e. the allocation to the diversified equity fund) will be determined based on the month-end weighted average P/E and P/B ratios of the Nifty 500 Index.	The Scheme intends to generate long-term capital appreciation and income generation by investing in a dynamically managed portfolio of equity and debt mutual funds.  The equity allocation [i.e. the allocation to the equity fund(s)] will be determined based on qualitative and quantitative parameters. There can be no assurance that the investment objective of the scheme will be realized.																																																																																																						
Underlying funds	<b>Equity funds –</b> Franklin India Flexi Cap Fund (FIFCF) Franklin India Bluechip fund (FIBCF)  <b>Income (debt) funds\$ –</b> Franklin India Short Term Income Plan (FISTIP) Franklin India Low Duration Fund (FILDF)	<ul style="list-style-type: none"><li>Units of various equity schemes of Franklin Templeton Mutual Fund</li><li>Units of various domestic debt Mutual Fund Scheme(s)</li></ul>																																																																																																						
Where will the scheme invest	Subject to the SEBI Regulations, the Scheme may invest in various types of instruments including, but not limited to, any of the following:  (a) Units of the Underlying Funds  (b) Domestic Commercial Paper (CP), Certificate of Deposits (CD), Bills Rediscounting, TREPs, Reverse Repo, and other Money Market Instruments as may be permitted by SEBI / RBI from time to time to meet the liquidity requirements for the purposes of redemptions.  (c) Deposits with domestic banks and other bodies corporate as may be permitted by SEBI from time to time, pending deployment of funds	Subject to the SEBI Regulations, the Scheme may invest in various types of instruments including, but not limited to, any of the following:  (a) Units of Domestic Mutual Fund Scheme(s)  (b) Domestic Commercial Paper (CP), Certificate of Deposits (CD), Bills Rediscounting, TREPs, Reverse Repo, and other Money Market Instruments as may be permitted by SEBI / RBI from time to time to meet the liquidity requirements for the purposes of redemptions.  (c) Deposits with domestic banks and other bodies corporate as may be permitted by SEBI from time to time, pending deployment of funds																																																																																																						
Product Positioning	A fund of funds that offers tactical allocation between equity and debt funds, based on market valuations	An open-ended fund of fund scheme investing in dynamically balanced portfolio of equity and debt funds.																																																																																																						
Investment Strategy	The equity allocation (i.e. the allocation to underlying equity funds) will be determined based on the month-end weighted average P/E ratio and P/B ratio of the Nifty 500 Index. The fund manager will decide the equity component based on the month-end weighted average P/E and P/B ratios of the Nifty 500 Index. The portfolio will be rebalanced in the first week of the following month.	The scheme endeavours to provide long term capital appreciation and income from a mix of investments in equity and debt funds. The scheme will dynamically allocate its assets between equity and debt funds based on a combination of qualitative and quantitative parameters.  The portfolio will be realigned at least once a month, generally in the first week of the following month.																																																																																																						
Investment Pattern and Asset Allocation	<p>FIDAAF shall primarily allocate its equity component in Franklin India Flexi Cap Fund (FIFCF). In case the allocation of FIDAAF reaches 20% of the corpus of FIFCF, then FIDAAF shall allocate its equity component in Franklin India Bluechip Fund (FIBCF).</p> <p>In case the allocation of FIDAAF reaches 20% of the corpus of both FIFCF and FIBCF, then fresh subscription/switches into FIDAAF would be suspended.</p> <p>FIDAAF shall primarily allocate its debt component in Franklin India Short Term Income Plan (FISTIP). In case the allocation of FIDAAF reaches 20% of the corpus of FISTIP, then FIDAAF shall allocate its debt component in Franklin India Low Duration Fund (FILDF).</p> <p>In case the allocation of FIDAAF reaches 20% of the corpus of both FISTIP and FILDF, then fresh subscription/switches into FIDAAF would be suspended.</p> <p>NOTE:</p> <p>Fresh subscription/switches into FIDAAF would be reopened subsequent to exposure of FIDAAF falling to less than 20% of the corpus of any one of the underlying debt schemes and any one of the underlying equity schemes.</p> <p>The equity allocation (i.e. the allocation to underlying equity funds) will be determined based on the month-end weighted average P/E ratio and P/B ratio of the Nifty 500 Index, combined in the weightage of 50:50 ratio. As per the ratio bands, the corresponding equity allocation will be identified for both P/E and P/B. These allocations will be accorded 50% weightage each and added to arrive at the final equity allocation for the month.</p> <p>The portfolio will be rebalanced in the first week of the following month.</p> <p>Under normal market circumstances, the investment range would be as follows:</p> <table><tr><th>Instruments</th><th>Risk Profile</th><th>As % of Net Assets (Min. – Max.)*</th></tr><tr><td>Units of Franklin India Flexi Cap Fund (FIFCF), Franklin India Bluechip Fund (FIBCF)</td><td>High</td><td>20% - 85%</td></tr><tr><td>Units of Franklin India Short Term Income Plan (FISTIP), Franklin India Low Duration Fund (FILDF) \$</td><td>Low to Medium</td><td>15 – 80%</td></tr></table> <p>*Minimum 95% of total assets shall be invested in underlying funds</p> <p>\$ The schemes are under the process of winding up and fresh investments into the said schemes are not permitted with effect from April 24, 2020. An application for change in fundamental attributes has been filed with SEBI. Currently, temporary investments are being made in TREPS/ Money market instruments. Post receipt of no observation letter from SEBI, due process shall be followed as prescribed under Regulation 18(15A) of SEBI (Mutual Funds) Regulations, 1996 for implementing the proposed change.</p> <p>The various P/E ratio and P/B ratio bands and the respective equity and debt allocation proposed under normal circumstances, are given below:</p> <p><b>Price to Equity band-based allocation:</b></p> <table><tr><th>If weighted average PE ratio of Nifty 500 Index falls in this band...</th><th>...the equity component will be ...(% )</th><th>...and the debt component will be...(%)</th></tr><tr><td>Upto 12</td><td>80-85</td><td>15-20</td></tr><tr><td>12 – 16</td><td>67.5-80</td><td>20-32.5</td></tr><tr><td>16 – 20</td><td>55-67.5</td><td>32.5-45</td></tr><tr><td>20 – 24</td><td>42.5-55</td><td>45-57.5</td></tr><tr><td>24 – 28</td><td>30-42.5</td><td>57.5-70</td></tr><tr><td>Above 28</td><td>20-30</td><td>70-80</td></tr></table> <p><b>Price to Book Value band-based allocation:</b></p> <table><tr><th>If weighted average PE ratio of Nifty 500 Index falls in this band...</th><th>...the equity component will be ...(% )</th><th>...and the debt component will be...(%)</th></tr><tr><td>Upto 2</td><td>80-85</td><td>15-20</td></tr><tr><td>2 – 3</td><td>63-80</td><td>20-37</td></tr><tr><td>3 – 4</td><td>47-63</td><td>37-53</td></tr><tr><td>4 – 5</td><td>30-47</td><td>53-70</td></tr><tr><td>Above 5</td><td>20-30</td><td>70-80</td></tr></table> <p>The Trustee reserves the right to change the P/E ratio and P/B ratio bands or use any other criteria for determining the equity/debt allocation if the Nifty 500 Index is either suspended or becomes irrelevant.</p> <p>For the detailed Investment Objectives and Asset Allocation Pattern of Franklin India Flexi Cap Fund (FIFCF) (formerly known as Franklin India Equity Fund (FIEF), Franklin India Bluechip Fund (FIBCF), Franklin India Short Term Income Plan (FISTIP) and Franklin India Low Duration Fund (FILDF), please refer to the Scheme information Documents of the respective schemes.</p> <p><b>Calculation of P/E and P/B ratios:</b></p> <p>The Price to Earnings Ratio (P/E ratio) and Price to Book Value Ratio (P/B ratio) for Nifty 500 Index will be obtained from renowned sources such as Bloomberg or a reputed agency such as IISL or an internationally recognized brokerage house, computed using well accepted methods. Data from the most recent reporting period (quarterly/ semi-annual/ annual) will be used in the calculation. In exceptional circumstances and for reasons recorded in writing, the AMC reserves the right to recalculate or make necessary adjustments to P/E and P/B ratio provided by external vendors.</p> <p>The corresponding equity allocation for the respective P/E ratio band and P/B ratio band will be combined in the weightage of 50:50 to arrive at the final equity allocation for the month. The asset allocation will be rebalanced during the first week of the following month.</p> <p><b>Illustration of Asset allocation using P/E and P/B bands:</b></p> <p>If Nifty 500 Index weighted average P/E as on 30th April stands at 28x, the corresponding equity allocation as per the band will be, say, 30%.</p> <p>If Nifty 500 Index weighted average P/B as on 30th April stands at 2.7x, the corresponding equity allocation as per the band will be, say, 72%.</p>	Instruments	Risk Profile	As % of Net Assets (Min. – Max.)*	Units of Franklin India Flexi Cap Fund (FIFCF), Franklin India Bluechip Fund (FIBCF)	High	20% - 85%	Units of Franklin India Short Term Income Plan (FISTIP), Franklin India Low Duration Fund (FILDF) \$	Low to Medium	15 – 80%	If weighted average PE ratio of Nifty 500 Index falls in this band...	...the equity component will be ...(% )	...and the debt component will be...(%)	Upto 12	80-85	15-20	12 – 16	67.5-80	20-32.5	16 – 20	55-67.5	32.5-45	20 – 24	42.5-55	45-57.5	24 – 28	30-42.5	57.5-70	Above 28	20-30	70-80	If weighted average PE ratio of Nifty 500 Index falls in this band...	...the equity component will be ...(% )	...and the debt component will be...(%)	Upto 2	80-85	15-20	2 – 3	63-80	20-37	3 – 4	47-63	37-53	4 – 5	30-47	53-70	Above 5	20-30	70-80	<p>Under normal market circumstances, the investment range would be as follows:</p> <table><tr><th>Instruments</th><th>Normal Allocation*</th><th>Risk Profile</th></tr><tr><td>Units of domestic Mutual Fund Schemes as under:</td><td>95% - 100%</td><td></td></tr><tr><td>A. Equity Schemes*</td><td>20% - 85%</td><td>Very High</td></tr><tr><td>B. Debt Schemes**</td><td>15% - 80%</td><td>Low to High</td></tr><tr><td>Cash and Money Market Instruments</td><td>0% - 5%</td><td>Low</td></tr></table> <p>*Equity schemes of Franklin Templeton Mutual Fund including Franklin India Bluechip Fund, Franklin India Flexicap Fund, Franklin India Focused Equity Fund, Franklin India Equity Advantage Fund, Franklin India Prima Fund, Franklin India Smaller Companies Fund, Franklin Build India Fund, Templeton India Value Fund, Templeton India Equity Income Fund, Franklin Asian Equity Fund and / or any other prospective equity scheme(s) of Franklin Templeton Mutual Fund.</p> <p>In case the allocation of FIDAAF reaches 20% of the corpus of any of aforementioned underlying equity scheme(s), then further investments would not be made in the said scheme. In case the Fund Manager decides to change the investment allocations between the underlying schemes, the redemptions from the underlying scheme(s) on account of such re-allocation of investments will be limited to 5% of the net assets of the underlying scheme(s) on a single day.</p> <p>** Units of domestic debt schemes of any SEBI registered Mutual Fund(s) including Franklin India Overnight Fund, Franklin India Liquid Fund, Franklin India Savings Fund, Franklin India Floating Rate Fund, Franklin India Corporate Debt Fund, Franklin India Banking &amp; PSU Debt Fund, Franklin India Government Securities Fund, Kotak Bond Short Term Plan, SBI Short Term Debt Fund, Aditya Birla Sun Life Medium Term Plan, HDFC Ultra Short Term Fund, HDFC Low Duration Fund any other existing / prospective debt schemes of domestic Mutual fund(s) registered with SEBI. This is an indicative list of debt funds and the actual investments in debt funds in the portfolio could differ from this list.</p> <p><b>Determination of asset allocation:</b></p> <p>A mix of quantitative and qualitative factors will be used to determine equity asset allocation.</p> <p><b>Quantitative parameter:</b> This will be determined based on the month-end weighted average P/E ratio and P/B ratio of the Nifty 500 Index, combined in the weightage of 50:50 ratio. As per the ratio bands, the corresponding equity allocation will be identified for both P/E and P/B. These allocations will be accorded 50% weightage each and added to arrive at the final equity allocation based on quantitative parameters for the month.</p> <p><b>Price to Equity band-based allocation:</b></p> <table><tr><th>If weighted average PE ratio of Nifty 500 Index falls in this band...</th><th>...the equity component will be ...(% )</th><th>...and the debt component will be...(%)</th></tr><tr><td>Upto 12</td><td>80-85</td><td>15-20</td></tr><tr><td>12 – 16</td><td>67.5-80</td><td>20-32.5</td></tr><tr><td>16 – 20</td><td>55-67.5</td><td>32.5-45</td></tr><tr><td>20 – 24</td><td>42.5-55</td><td>45-57.5</td></tr><tr><td>24 – 28</td><td>30-42.5</td><td>57.5-70</td></tr><tr><td>Above 28</td><td>20-30</td><td>70-80</td></tr></table> <p><b>Price to Book Value band-based allocation:</b></p> <table><tr><th>If weighted average PE ratio of Nifty 500 Index falls in this band...</th><th>...the equity component will be ...(% )</th><th>...and the debt component will be...(%)</th></tr><tr><td>Upto 2</td><td>80-85</td><td>15-20</td></tr><tr><td>2 – 3</td><td>63-80</td><td>20-37</td></tr><tr><td>3 – 4</td><td>47-63</td><td>37-53</td></tr><tr><td>4 – 5</td><td>30-47</td><td>53-70</td></tr><tr><td>Above 5</td><td>20-30</td><td>70-80</td></tr></table> <p>The Trustee reserves the right to change the P/E ratio and P/B ratio bands or use any other criteria for determining the equity/debt allocation if the Nifty 500 Index is either suspended or becomes irrelevant, subject to prior approval of SEBI.</p> <p><b>Calculation of P/E and P/B ratios:</b></p> <p>The Price to Earnings Ratio (P/E ratio) and Price to Book Value Ratio (P/B ratio) for Nifty 500 Index will be obtained from renowned sources such as Bloomberg or a reputed agency such as NSE Indices Limited (Formerly known as India Index Services &amp; Products Limited - IISL) or an internationally recognized brokerage house, computed using well accepted methods. Data from the most recent reporting period (quarterly/ semi-annual/ annual) will be used in the calculation. In exceptional circumstances and for reasons recorded in writing, the AMC/Trustee reserves the right to recalculate or make necessary adjustments to P/E and P/B ratio provided by external vendors.</p> <p><b>Qualitative parameters:</b> After determination of quantitative parameter-based equity allocation, fund manager will apply his/her qualitative analysis by incorporating factors such as macro trends, interest rates, risk environment etc. Dynamic asset allocation views will be driven by research input derived from a combination of some or all of the following:</p> <ul style="list-style-type: none"><li>economic regime models,</li><li>aggregate corporate fundamentals and</li><li>valuation models,</li><li>market liquidity models and</li><li>analyst assessments of policy backdrops.</li></ul> <p>Fund manager can decide allocation to equity component which may be +/- 15% from the band specified in the table above subject to overall asset allocation limits for each asset class. The portfolio will be realigned at least once a month, generally in the first week of the following month.</p> <p><b>Illustration of Asset allocation using P/E and P/B bands:</b></p> <p>If Nifty 500 Index weighted average P/E as on 30th April stands at 28x, the corresponding equity allocation as per the band will be, say, 30%.</p>	Instruments	Normal Allocation*	Risk Profile	Units of domestic Mutual Fund Schemes as under:	95% - 100%		A. Equity Schemes*	20% - 85%	Very High	B. 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Addendum to the Scheme Information Document / Key Information Memorandum of Franklin India Life Stage Fund of Funds and Franklin India Dynamic Asset Allocation Fund of Funds *(Contd.)*

Investment Pattern and Asset Allocation <i>(Contd.)</i>	<p>50% weight will be applied to 30% (P/E based allocation) and 50% weight to 72% (P/B based allocation) to arrive at a combined weighted average equity allocation of 51%. Debt allocation will constitute the balance of 49%.</p> <p>On defensive considerations, the scheme may invest in approved money market instruments and Fixed Deposits of Scheduled Banks to protect the interest of the investors in the scheme.</p> <p>It must be clearly understood that the percentages stated above are only indicative and not absolute and that they can vary substantially (subject to and within the maximum limits prescribed above) depending upon the perception of the Investment Manager, the intention being at all times to seek to protect the interests of the Unit holders. The asset allocation pattern described above may alter from time to time on a short-term basis on defensive considerations (As per SEBI circular number SEBI/HO/IMD/DF2/CIR/P/2021/024 dated March 4, 2021), keeping in view market conditions, market opportunities, applicable regulations and political and economic factors (i.e., for reasons other than downgrade in rating) and would, in such cases, shall be rebalanced within 30 calendar days from date of deviation. However, if the asset allocation pattern is to be altered for other reasons, as this is a fundamental attribute, the procedure outlined in the paragraph on fundamental attributes below, shall be followed.</p> <p><b>Portfolio Rebalancing</b></p> <p>In the event of deviations the portfolio will be rebalanced in line with SEBI circular number SEBI/HO/IMD/IMD-II DOF3/P/CIR/2022/39 dated March 30, 2022. In the event of deviation from mandated asset allocation mentioned in the Scheme Information Document (SID) due to passive breaches (occurrence of instances not arising out of omission and commission of AMCs), rebalancing period shall be 30 Business Days. Where the portfolio is not rebalanced within 30 Business Days justification in writing, including details of efforts taken to rebalance the portfolio shall be placed before the Investment Committee. The Investment committee shall then decide on the course of action. The Investment Committee, if so desires, can extend the timelines up to sixty (60) business days from the date of completion of mandated rebalancing period. However, at all times the portfolio will adhere to the overall investment objectives of the Scheme.</p> <p>All the reporting and disclosure requirements as mentioned in the SEBI circular number SEBI/HO/IMD/IMD-II DOF3/P/CIR/2022/39 dated March 30, 2022 shall be complied with. This includes disclosure to investors in case the AUM of deviated portfolio is more than 10% of the AUM of main portfolio of scheme.</p> <p><b>TEMPORARY INVESTMENTS:</b> When the Fund Managers believes market or economic conditions are unfavourable for investors, the scheme may invest up to 100% of the Fund's assets in a temporary defensive manner by holding all or a substantial portion of its assets in cash, cash equivalents or other high quality short-term investments. Temporary defensive investments generally may include commercial paper, bank obligations, repurchase agreements and other approved money market instruments, including Mibor/call linked instruments, fixed deposits of banks etc. The manager also may invest in these types of securities or hold cash while looking for suitable investment opportunities or to maintain liquidity. In these circumstances, the Fund may be unable to achieve its investment goal.</p>	<p>If Nifty 500 Index weighted average P/B as on 30th April stands at 2.7x, the corresponding equity allocation as per the band will be, say, 72%.</p> <p>50% weight will be applied to 30% (P/E based allocation) and 50% weight to 72% (P/B based allocation) to arrive at a combined weighted average equity allocation of 51%. Debt allocation will constitute the balance of 49%.</p> <p>The equity allocation level of 51% thus obtained from quantitative model is further subject to modification by the fund manager to the extent of +/- 15% based on his/ her qualitative analysis.</p> <p>It must be clearly understood that the percentages stated above are only indicative and not absolute and that they can vary substantially (subject to and within the maximum limits prescribed above) depending upon the perception of the Investment Manager, the intention being at all times to seek to protect the interests of the Unit holders. The asset allocation pattern described above may alter from time to time on a short-term basis on defensive considerations (As per SEBI circular number SEBI/HO/IMD/DF2/CIR/P/2021/024 dated March 4, 2021), keeping in view market conditions, market opportunities, applicable regulations and political and economic factors (i.e., for reasons other than downgrade in rating) and would, in such cases, shall be rebalanced within 30 calendar days from date of deviation. However, if the asset allocation pattern is to be altered for other reasons, as this is a fundamental attribute, the procedure outlined in the paragraph on fundamental attributes below, shall be followed.</p> <p><b>Portfolio Rebalancing</b></p> <p>In the event of deviations the portfolio will be rebalanced in line with SEBI circular number SEBI/HO/IMD/IMD-II DOF3/P/CIR/2022/39 dated March 30, 2022. In the event of deviation from mandated asset allocation mentioned in the Scheme Information Document (SID) due to passive breaches (occurrence of instances not arising out of omission and commission of AMCs), rebalancing period shall be 30 Business Days. Where the portfolio is not rebalanced within 30 Business Days justification in writing, including details of efforts taken to rebalance the portfolio shall be placed before the Investment Committee. The Investment committee shall then decide on the course of action. The Investment Committee, if so desires, can extend the timelines up to sixty (60) Business Days from the date of completion of mandated rebalancing period. However, at all times the portfolio will adhere to the overall investment objectives of the Scheme.</p> <p>All the reporting and disclosure requirements as mentioned in the SEBI circular number SEBI/HO/IMD/IMD-II DOF3/P/CIR/2022/39 dated March 30, 2022 shall be complied with. This includes disclosure to investors in case the AUM of deviated portfolio is more than 10% of the AUM of main portfolio of scheme.</p> <p><b>TEMPORARY INVESTMENTS:</b> When the Fund Managers believes market or economic conditions are unfavourable for investors, the scheme may invest up to 100% of the Fund's assets in a temporary defensive manner by holding all or a substantial portion of its assets in cash, cash equivalents or other high quality short-term investments. Temporary defensive investments generally may include commercial paper, bank obligations, repurchase agreements and other approved money market instruments, including Mibor/call linked instruments, fixed deposits of banks etc. The manager also may invest in these types of securities or hold cash while looking for suitable investment opportunities or to maintain liquidity. In these circumstances, the Fund may be unable to achieve its investment goal. As per SEBI circular number SEBI/HO/IMD/DF2/CIR/P/2021/024 dated March 4, 2021 such changes in the investment pattern will be for short term and for defensive considerations only and shall be rebalanced within 30 calendar days from date of deviation.</p>
Benchmark	<p>CRISIL Hybrid 35+65 – Aggressive Index</p> <p>The fund invests across equity and debt asset classes. The allocation to equity and debt varies based on the relative valuation. Hence, Crisil Hybrid 35+65 - Aggressive index is an appropriate benchmark.</p>	<p>CRISIL Hybrid 50+50 - Moderate Index</p> <p>The index is designed to provide 50% exposure to BSE 200 TRI and 50% exposure to Crisil Composite Bond Fund index. The fund would follow a dynamic asset allocation strategy with the equity asset class exposure being actively managed. Benchmark index for this dynamic allocation strategy should have exposure to both equity and fixed income components. CRISIL Hybrid 50+50 index provides exposure to both asset classes in equal ratio, and thus works out to be a suitable index for the fund.</p>

The aforesaid changes in scheme features constitute change in fundamental attributes of the FIDAAF in accordance with Regulation 18 (15A) of SEBI (Mutual Funds) Regulation, 1996. The investors may note that expenses in relation to the proposed change is not required to be borne by the unitholders.

In terms of prevailing regulatory requirements, investors in FIDAAF and all Plans under FILSF are given an option to exit at the prevailing Net Asset Value (NAV) without any exit load, in case they do not wish to approve the merger(s) or continue in the surviving scheme in view of the change in the fundamental attributes. The period of this no load exit offer is from November 17, 2022 to December 16, 2022 (both days inclusive). The redemption request for this purpose may be submitted at any of Official Points of Acceptance of Transactions (OPAT) of Franklin Templeton Mutual Fund, and the NAV applicable will be based on the day and time the application is received at any of the designated OPAT. Unitholders who do not exercise the exit option on or before December 16, 2022 would be deemed to have consented to the proposed change.

However, the exit option without load will not be available to investments in FIDAAF made on or after November 17, 2022. Unitholders who have pledged their units will need to procure a release of their pledge prior to submitting their redemption request.

The Merger and changes in scheme features have been approved by the Board of Directors of the Franklin Templeton Asset Management (India) Pvt. Ltd. (investment manager for schemes of Franklin Templeton Mutual Fund) and Franklin Templeton Trustee Services Pvt. Ltd. (the Trustee to the schemes of Franklin Templeton Mutual Fund).

Relevant modifications in other Sections of Scheme Information Document and Key Information Memorandum pertaining to the above-mentioned proposed change in features shall be made.

All the other terms and conditions of the Scheme Information Document and Key Information Memorandum of the Scheme, read with the addenda issued from time to time, will remain unchanged.

This addendum forms an integral part of the Scheme Information Document and Key Information Memorandum issued for the Scheme, read with the Addenda.

This addendum is dated November 7, 2022.

**For Franklin Templeton Asset Management (India) Pvt. Ltd.**  
(Investment Manager of Franklin Templeton Mutual Fund)

Sd/-

**Authorised Signatory**

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.