



Franklin Templeton Mutual Fund

One International Centre, Tower 2, 12th and 13th Floor, Senapati Bapat Marg,
Elphinstone (West), Mumbai 400013

Addendum to various Scheme Information Documents/ Key information Memorandum of Franklin Templeton Mutual Fund

The unit holders of various schemes of Franklin Templeton Mutual Fund ("FTMF") are requested to note that pursuant to SEBI (Mutual Funds) (Second Amendment) Regulations, 2025 dated October 31, 2025 and SEBI circular dated November 28, 2025 on reclassification of Real Estate Investment Trusts (REITs) as equity related instruments, it is proposed to change certain features of few schemes (collectively referred as 'the Schemes') with effect from January 1, 2026

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

➤ Changes to the definition of Equity related/linked instruments for all Schemes investing in such securities

Current	Proposed
Equity related instruments include convertible debentures, convertible preference shares, warrants carrying the right to obtain equity shares, equity derivatives and such other instrument as may be specified by the Board from time to time	Equity related instruments include convertible debentures, convertible preference shares, warrants carrying the right to obtain equity shares, equity derivatives, REITs and such other instrument as may be specified by the Board from time to time

➤ Scheme Specific changes

1. Franklin India Large Cap Fund, Franklin India Large & Mid Cap Fund, Franklin India Mid Cap Fund, Franklin India Small Cap Fund, Franklin India Flexi Cap Fund, Franklin India Opportunities Fund, Franklin Build India Fund, Franklin India Focused Equity Fund, Franklin India Balanced Advantage Fund, Franklin India Retirement Fund, Franklin India Arbitrage Fund, Franklin India ELSS Tax Saver Fund and Franklin India NSE Nifty 50 Index Fund

Particulars	Current features			Proposed features								
Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars)	<div style="display: flex; justify-content: space-between;"> <div style="width: 33%;"> <th>Type of Instrument</th> <th>Percentage of exposure</th> <th>Circular references*</th> </div> <div style="width: 33%;"> <th>Type of Instrument</th> <th>Percentage of exposure</th> <th>Circular references*</th> </div> </div>	Type of Instrument	Percentage of exposure	Circular references*	Type of Instrument	Percentage of exposure	Circular references*	<div style="display: flex; justify-content: space-between;"> <div style="width: 33%;"> <p>REITs and InvITs</p> <p>The scheme does not intend to invest in units issued by REITs* and InvITs.</p> <p>*Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025, and any other applicable Regulations, circulars or guidelines issued by SEBI from time to time.</p> </div> <div style="width: 33%;"> <p>Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024.</p> <p>In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025</p> </div> </div>	<div style="display: flex; justify-content: space-between;"> <div style="width: 33%;"> <p>Units issued by REITs</p> <p>The scheme may invest in units issued by REITs in line with SEBI regulations</p> </div> <div style="width: 33%;"> <p>Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p> <p>In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated November 28, 2025.</p> </div> </div>	<div style="display: flex; justify-content: space-between;"> <div style="width: 33%;"> <p>Units issued by InvITs</p> <p>The scheme does not intend to invest in units issued by InvITs.</p> </div> <div style="width: 33%;"> <p>Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024.</p> </div> </div>		
Part II. Where will the scheme invest	Not available			<p>Addition of following:</p> <ul style="list-style-type: none"> Units of Real Estate Investment Trusts (REITs) 								
Part III. Section II B.	<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible 			<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, 								

Particulars	Current features	Proposed features
Where will the scheme invest	debentures, equity warrants, convertible preference shares and equity derivatives.	equity warrants, convertible preference shares, equity derivatives and REITs.
Risk Factors	Not available	<p>The following shall be replaced under Risk factors:</p> <ul style="list-style-type: none"> • Risks associated with Investments in REITs <p>Please refer disclosure provided in Note 1 below</p>

2. Franklin India Dividend Yield Fund

Particulars	Current features	Proposed features																																		
How will the scheme allocate its assets?	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of total assets)</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> </tr> </thead> <tbody> <tr> <td>Equity and Equity related instruments, out of which:</td> <td>65</td> <td>100</td> </tr> <tr> <td> Indian Companies</td> <td>50</td> <td>100</td> </tr> <tr> <td> Foreign Securities</td> <td>0</td> <td>50</td> </tr> <tr> <td>Debt Securities, Money Market Instruments, units of Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) and Cash*</td> <td>0</td> <td>35</td> </tr> </tbody> </table> <p>The cumulative gross exposure through equity, debt and derivative positions (including commodity and fixed income derivatives), repo</p>	Instruments	Indicative Allocations (% of total assets)		Minimum	Maximum	Equity and Equity related instruments, out of which:	65	100	Indian Companies	50	100	Foreign Securities	0	50	Debt Securities, Money Market Instruments, units of Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) and Cash*	0	35	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of total assets)</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> </tr> </thead> <tbody> <tr> <td>Equity and Equity related instruments, out of which:</td> <td>65</td> <td>100</td> </tr> <tr> <td> Indian Companies</td> <td>50</td> <td>100</td> </tr> <tr> <td> Foreign Securities</td> <td>0</td> <td>50</td> </tr> <tr> <td>Debt Securities, Money Market Instruments, units of Infrastructure Investment Trust (InvIT) and Cash*</td> <td>0</td> <td>35</td> </tr> </tbody> </table> <p>The cumulative gross exposure through equity, debt and derivative positions (including commodity and fixed income derivatives), repo transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs),</p>	Instruments	Indicative Allocations (% of total assets)		Minimum	Maximum	Equity and Equity related instruments, out of which:	65	100	Indian Companies	50	100	Foreign Securities	0	50	Debt Securities, Money Market Instruments, units of Infrastructure Investment Trust (InvIT) and Cash*	0	35
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Particulars	Current features	Proposed features								
	<p>transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time) should not exceed 100% of the net assets of the scheme.</p> <p>*Indicative Table (Actual instrument/percentages may vary subject to applicable SEBI circulars)</p> <table border="1" data-bbox="392 589 1203 740"> <thead> <tr> <th data-bbox="392 589 451 708">Sl. no</th><th data-bbox="451 589 608 708">Type of Instrument</th><th data-bbox="608 589 922 708">Percentage of exposure</th><th data-bbox="922 589 1203 708">Circular references*</th></tr> </thead> </table>	Sl. no	Type of Instrument	Percentage of exposure	Circular references*	<p>other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time) should not exceed 100% of the net assets of the scheme.</p> <p>Indicative Table (Actual instrument/percentages may vary subject to applicable SEBI circulars)</p> <table border="1" data-bbox="1248 509 2112 660"> <thead> <tr> <th data-bbox="1248 509 1371 612">Sl. no</th><th data-bbox="1371 509 1517 612">Type of Instrument</th><th data-bbox="1517 509 1820 612">Percentage of exposure</th><th data-bbox="1820 509 2112 612">Circular references</th></tr> </thead> </table>	Sl. no	Type of Instrument	Percentage of exposure	Circular references
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Particulars	Current features				Proposed features				
	1	Securities Lending	A maximum of 40% of net assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time. # Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024		1	Securities Lending	A maximum of 40% of net assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time. # Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024

Particulars	Current features				Proposed features			
	2	Securitized Debt	upto 35% of net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024	2	Securitized Debt	upto 35% of net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	3	Derivatives for hedging and rebalancing purposes	upto a maximum of 50% of net assets	Para 12.25 of SEBI Master Circular dated June 27, 2024.	3	Derivatives for hedging and rebalancing purposes	upto a maximum of 50% of net assets	Para 12.25 of SEBI Master Circular dated June 27, 2024.
	4	Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024	4	Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	5	Covered call options	The Scheme shall not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024	5	Covered call options	The Scheme shall not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	6	Repos/reverse repo in corporate debt securities	The scheme shall not invest in Repos/reverse repo in corporate debt securities.	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024	6	Repos/reverse repo in corporate debt securities	The scheme shall not invest in Repos/reverse repo in corporate debt securities.	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	7	Overseas Securities	upto 50% of the net assets of the scheme	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024				

Particulars	Current features				Proposed features			
	7	Overseas Securities	upto 50% of the net assets of the scheme	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024	8	Units issued by REITs	The scheme may invest in units issued by REITs in line with SEBI regulations	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024 In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated November 28, 2025.
	9	Units issued by InvITs	A maximum of 10% of net assets may be deployed in units issued by InvITs and the maximum single issuer exposure may be restricted to 5% of net assets in the units of InvITs or upto the limits permitted by SEBI from time to time.	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024				

Particulars	Current features				Proposed features			
	8	ReITS and InvITS	<p>A maximum of 10% of net assets may be deployed in InvITs and the maximum single issuer exposure may be restricted to 5% of net assets in the units of Invits or upto the limits permitted by SEBI from time to time.</p> <p>Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025, and any other applicable Regulations, circulars or guidelines issued by SEBI from time to time.</p>	<p>Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p> <p>In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025</p>	10	Securities borrowing & Short selling	<p>If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.</p>	<p>Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p>

Particulars	Current features				Proposed features			
	9	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024	11	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework)	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and b. more than 5% of its NAV of the debt	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	10	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework)	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin Templeton Mutual Fund, under all	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024				

Particulars	Current features				Proposed features							
	1	1	Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024		1	2	Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024	
	1	2	Units of mutual Fund schemes	The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996		1	3	Units of mutual Fund schemes	The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996	
	1	3	Tri-party repos	Upto 35% of net assets	Not applicable							

Particulars	Current features	Proposed features			
		1 4	Tri-party repos	Upto 35% of net assets	Not applicable
Part III. Section II B. Where will the scheme invest	<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, equity warrants, convertible preference shares and equity derivatives. 	<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, equity warrants, convertible preference shares, equity derivatives and REITs. 			
Risk Factors	Refer existing disclosure for Risks associated with Investments in REITs and InvITs in SID under Section "Risk factors"	<p>The following shall be replaced under Risk factors:</p> <ul style="list-style-type: none"> Risks associated with Investments in REITs Risks associated with Investments in InvITs 		Please refer disclosure provided in Note 1 below	

3. Franklin India Multi Cap Fund

Particulars	Current features	Proposed features																																											
How will the scheme allocate its assets?	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of Net assets)</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> </tr> </thead> <tbody> <tr> <td>Equity and Equity related securities of large cap, midcap and small cap companies of which;</td> <td>75</td> <td>100</td> </tr> <tr> <td> Large Cap companies</td> <td>25</td> <td>50</td> </tr> <tr> <td> Midcap companies</td> <td>25</td> <td>50</td> </tr> <tr> <td> Small cap companies</td> <td>25</td> <td>50</td> </tr> <tr> <td>Debt & Money Market Instruments, cash & cash</td> <td>0</td> <td>25</td> </tr> </tbody> </table>	Instruments	Indicative Allocations (% of Net assets)		Minimum	Maximum	Equity and Equity related securities of large cap, midcap and small cap companies of which;	75	100	Large Cap companies	25	50	Midcap companies	25	50	Small cap companies	25	50	Debt & Money Market Instruments, cash & cash	0	25	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of Net assets)</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> </tr> </thead> <tbody> <tr> <td>Equity and Equity related securities of large cap, midcap and small cap companies of which;</td> <td>75</td> <td>100</td> </tr> <tr> <td> Large Cap companies</td> <td>25</td> <td>50</td> </tr> <tr> <td> Midcap companies</td> <td>25</td> <td>50</td> </tr> <tr> <td> Small cap companies</td> <td>25</td> <td>50</td> </tr> <tr> <td>Debt & Money Market Instruments, cash & cash equivalent</td> <td>0</td> <td>25</td> </tr> </tbody> </table>				Instruments	Indicative Allocations (% of Net assets)		Minimum	Maximum	Equity and Equity related securities of large cap, midcap and small cap companies of which;	75	100	Large Cap companies	25	50	Midcap companies	25	50	Small cap companies	25	50	Debt & Money Market Instruments, cash & cash equivalent	0	25
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Particulars	Current features			Proposed features							
	equivalent			Units issued by Infrastructure Investment Trust (InvITs)	0	10					
<p>The cumulative gross exposure through equity, debt, derivative positions (including fixed income derivatives), and repo transactions in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets shall not exceed 100% of the net assets of the scheme.</p> <p>Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):</p>				<p>The cumulative gross exposure through equity, debt, derivative positions (including fixed income derivatives), and repo transactions in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets shall not exceed 100% of the net assets of the scheme.</p> <p>Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):</p>							
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Sl. No	Type of Instrument	Percentage of exposure	Circular reference s*								
1.	Derivatives including index futures, stock futures, index options, & stock options (including covered call strategy) in line with SEBI guidelines, etc.	Upto 50% of net assets of the scheme The Scheme may use derivatives for such purposes as may be permitted by the Regulations, including for the purpose of hedging and portfolio balancing, based on the opportunities available and subject to guidelines issued by SEBI from time to time. The margin money deployed on derivative positions	Para 12.25 of SEBI Master Circular dated June 27, 2024.								
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	1.	Derivatives including index futures, stock futures, index options, & stock options (including covered call strategy) in line with SEBI guidelines, etc.	Upto 50% of net assets of the scheme The Scheme may use derivatives for such purposes as may be permitted by the Regulations, including for the purpose of hedging and portfolio balancing, based on the opportunities available and subject to guidelines issued by SEBI from time to time. The margin money deployed on derivative positions	Para 12.25 of SEBI Master Circular dated June 27, 2024.							

Particulars	Current features				Proposed features			
			would be included in Debt & Money Market Instruments. Derivatives exposure for non-hedging purposes: upto 20%				Derivatives exposure for non-hedging purposes: upto 20%	
	2.	Securities Lending	Upto 20% of net assets and the maximum single party exposure will be restricted to 5%^ of net assets outstanding at any point of time. ^ Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where	Para 12.11 of SEBI Master Circular dated June 27, 2024.	2.	Securities Lending	Upto 20% of net assets and the maximum single party exposure will be restricted to 5%^ of net assets outstanding at any point of time. ^ Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.	Para 12.11 of SEBI Master Circular dated June 27, 2024.
					3.	Securitized Debt	Upto 20% of net assets	Para 12.3 of SEBI Master

Particulars	Current features				Proposed features				
	3.	Securitized Debt	Upto 20% of net assets The Scheme shall not invest in foreign securitized debt.	Para 12.3 of SEBI Master Circular dated June 27, 2024.		4.	Overseas Securities/ETFs	The Scheme shall not invest in foreign securitized debt.	Circular dated June 27, 2024.
	4.	Overseas Securities/ETFs	Upto 25% of net assets	Para 12.19 of SEBI Master Circular dated June 27, 2024.		5.	Debt instruments with special features	Upto 25% of net assets	Para 12.19 of SEBI Master Circular dated June 27, 2024.
	5.	Debt instruments with special features	Upto 10% of the debt portfolio of the scheme and not more than 5% of debt portfolio of the scheme in instruments issued by a single issuer	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024		6.	Debt instruments having Structured Obligations / Credit Enhancements	Upto 10% of the debt portfolio of the scheme and the group exposure in such instruments shall not exceed 5% of the debt portfolio of the schemes	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	6.	Debt instruments having	Upto 10% of the debt portfolio of the scheme	Para 12.3 of SEBI Master		7.	Repo transactions in Corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024
						8.	Units of debt-oriented	Upto 10% of net assets	Schedule 7 of SEBI (Mutual Funds)

Particulars	Current features				Proposed features			
		Structured Obligations / Credit Enhancements	and the group exposure in such instruments shall not exceed 5% of the debt portfolio of the schemes	Circular on Mutual Funds dated June 27, 2024		mutual funds		Regulations, 1996
	7.	Repo transactions in Corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024	9.	Credit Default Swap transactions	The Scheme shall not invest in Credit Default Swap transactions	-
	8.	Units of debt-oriented mutual funds	Upto 10% of net assets	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996	10.	Securities borrowing and Short Selling activities	The Scheme shall not invest in Securities borrowing and Short Selling activities	-
	9.	Credit Default Swap transactions	The Scheme shall not invest in Credit Default Swap transactions	-	11.	Units issued by REITs	The scheme may invest in units issued by REITs in line with SEBI regulations	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	10.	Securities borrowing and Short Selling activities	The Scheme shall not invest in Securities borrowing and Short Selling activities	-				In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated November 28,

Particulars	Current features				Proposed features			
	11. ReITS and InVITS	<p>A maximum of 10% of net assets may be deployed in Units issued by InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time.</p> <p>Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025, and any other applicable Regulations, circulars or guidelines issued by SEBI from time to time.</p>	<p>Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024.</p> <p>In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025</p>		12.	Units issued by InvITs	A maximum of 10% of net assets may be deployed in units issued by InvITs and the maximum single issuer exposure may be restricted to 5% of net assets in the units of InvITs or upto the limits permitted by SEBI from time to time.	2025. Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024
Risk Factors	Refer existing disclosure for Risks associated with Investments in REITs and InvITs in SID under Section "Risk factors"				The following shall be replaced under Risk factors:			
					<ul style="list-style-type: none"> • Risks associated with Investments in REITs • Risks associated with Investments in InvITs 			

Particulars	Current features	Proposed features
		Please refer disclosure provided in Note 1 below

4. Templeton India Value Fund

Particulars	Current features	Proposed features																						
How will the scheme allocate its assets?	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of total assets)</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> </tr> </thead> <tbody> <tr> <td>Equity and Equity related instruments</td> <td>65</td> <td>100</td> </tr> <tr> <td>Debt Securities, Money Market Instruments, Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) and Cash</td> <td>0</td> <td>35</td> </tr> </tbody> </table> <p>The cumulative gross exposure through equity, debt, derivative positions (including fixed income derivatives), and repo transactions in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets shall not exceed 100% of the net assets of the scheme.</p>	Instruments	Indicative Allocations (% of total assets)		Minimum	Maximum	Equity and Equity related instruments	65	100	Debt Securities, Money Market Instruments, Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) and Cash	0	35	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of total assets)</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> </tr> </thead> <tbody> <tr> <td>Equity and Equity related instruments</td> <td>65</td> <td>100</td> </tr> <tr> <td>Debt Securities, Money Market Instruments, units issued by Infrastructure Investment Trust (InvIT) and Cash</td> <td>0</td> <td>35</td> </tr> </tbody> </table> <p>The cumulative gross exposure through equity, debt, derivative positions (including fixed income derivatives), and repo transactions in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets shall not exceed 100% of the net assets of the scheme.</p> <p>Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):</p>	Instruments	Indicative Allocations (% of total assets)		Minimum	Maximum	Equity and Equity related instruments	65	100	Debt Securities, Money Market Instruments, units issued by Infrastructure Investment Trust (InvIT) and Cash	0	35
Instruments	Indicative Allocations (% of total assets)																							
	Minimum	Maximum																						
Equity and Equity related instruments	65	100																						
Debt Securities, Money Market Instruments, Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) and Cash	0	35																						
Instruments	Indicative Allocations (% of total assets)																							
	Minimum	Maximum																						
Equity and Equity related instruments	65	100																						
Debt Securities, Money Market Instruments, units issued by Infrastructure Investment Trust (InvIT) and Cash	0	35																						

Particulars	Current features	Proposed features											
	Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):	Sl. no	Type of Instrument	Percentage of exposure	Circular references								
	<p>Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):</p> <table border="1"> <thead> <tr> <th>Sl. no</th> <th>Type of Instrument</th> <th>Percentage of exposure</th> <th>Circular references</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Securities Lending</td> <td> <p>A maximum of 50% of net assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single</p> </td> <td>Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024</td> </tr> </tbody> </table>	Sl. no	Type of Instrument	Percentage of exposure	Circular references	1	Securities Lending	<p>A maximum of 50% of net assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single</p>	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024	1	Securities Lending	<p>A maximum of 50% of net assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades</p>	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024
Sl. no	Type of Instrument	Percentage of exposure	Circular references										
1	Securities Lending	<p>A maximum of 50% of net assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single</p>	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024										

Particulars	Current features				Proposed features			
			party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.				where counterparty can be identified.	
	2	Securitized Debt	upto 35%	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024	2	Securitized Debt	upto 35%	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	3	Derivatives for hedging and rebalancing purposes	upto a maximum of 50%	Para 12.25 of SEBI Master Circular dated June 27, 2024.	3	Derivatives for hedging and rebalancing purposes	upto a maximum of 50%	Para 12.25 of SEBI Master Circular dated June 27, 2024.
	4	Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024	4	Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	5	Covered call options	The Scheme shall not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024	5	Covered call options	The Scheme shall not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024

Particulars	Current features				Proposed features			
	6	Repos/reverse repo in corporate debt securities	The scheme shall not invest in Repos/reverse repo in corporate debt securities.	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024	6	Repos/reverse repo in corporate debt securities	The scheme shall not invest in Repos/reverse repo in corporate debt securities.	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	7	Overseas Securities	upto 50% of the net assets of the scheme	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024	7	Overseas Securities	upto 50% of the net assets of the scheme	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	8	REITS and InvITs	A maximum of 10% of net assets may be deployed in InvITs and the maximum single issuer exposure may be restricted to 5% of net assets in the units of InvITs or upto the limits permitted by SEBI from time to time *Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the Securities and Exchange Board of India (Mutual	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024 In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations,	8	Units issued by REITs	The scheme may invest in units issued by REITs in line with SEBI regulations In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated November 28, 2025.	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024 In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated November 28, 2025.

Particulars	Current features				Proposed features			
9			Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025, and any other applicable Regulations, circulars or guidelines issued by SEBI from time to time.	2025, notified on October 31, 2025	9	Units issued by InvITs	A maximum of 10% of net assets may be deployed in units issued by InvITs and the maximum single issuer exposure may be restricted to 5% of net assets in the units of InvITs or upto the limits permitted by SEBI from time to time.	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	9	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024		10	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.

Particulars	Current features				Proposed features			
	10	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III)	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024	11	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework)	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024

Particulars	Current features				Proposed features			
		framework)	issued by a single issuer				scheme in such instruments issued by a single issuer	
	11	Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024	12	Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	12	Units of mutual Fund schemes	The Scheme may invest in any other scheme without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996	13	Units of mutual Fund schemes	The Scheme may invest in any other scheme without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996

Particulars	Current features				Proposed features			
			the mutual fund				mutual fund	
13	Tri-party repos	Upto 35% of net assets	Not applicable		14	Tri-party repos	Upto 35% of net assets	Not applicable
<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 Para 1.14.1.2.b of SEBI Master circular on Mutual Funds dated June 27, 2024), 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>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 Para 1.14.1.2.b of SEBI Master circular on Mutual Funds dated June 27, 2024), 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>			
Part III. Section II B. Where will the scheme invest	<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, equity warrants, convertible preference shares and equity derivatives. 				<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, equity warrants, convertible preference shares, equity derivatives and REITs. 			
Risk Factors	<ul style="list-style-type: none"> Refer existing disclosure for Risks associated with Investments 				The following shall be replaced under Risk factors:			

Particulars	Current features	Proposed features
	in REITs and InvITs in SID under Section "Risk factors"	<ul style="list-style-type: none"> • Risks associated with Investments in REITs • Risks associated with Investments in InvITs <p>Please refer disclosure provided in Note 1 below</p>

5. Franklin India Aggressive Hybrid Fund

Particulars	Current features	Proposed features																						
How will the scheme allocate its assets?	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of total assets)</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> </tr> </thead> <tbody> <tr> <td>Equities and Equity related Securities</td> <td>65</td> <td>80</td> </tr> <tr> <td>Fixed Income and Money market instruments and Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT)</td> <td>20</td> <td>35</td> </tr> </tbody> </table> <p>The cumulative gross exposure through equity, debt and derivative positions (including commodity and fixed income derivatives), repo transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time) should not exceed 100% of the net assets of the scheme.</p> <p>Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):</p>	Instruments	Indicative Allocations (% of total assets)		Minimum	Maximum	Equities and Equity related Securities	65	80	Fixed Income and Money market instruments and Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT)	20	35	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of total assets)</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> </tr> </thead> <tbody> <tr> <td>Equities and Equity related Securities</td> <td>65</td> <td>80</td> </tr> <tr> <td>Fixed Income and Money market instruments and Units issued by Infrastructure Investment Trust (InvIT)</td> <td>20</td> <td>35</td> </tr> </tbody> </table> <p>The cumulative gross exposure through equity, debt and derivative positions (including commodity and fixed income derivatives), repo transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time) should not exceed 100% of the net assets of the scheme.</p> <p>Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):</p>	Instruments	Indicative Allocations (% of total assets)		Minimum	Maximum	Equities and Equity related Securities	65	80	Fixed Income and Money market instruments and Units issued by Infrastructure Investment Trust (InvIT)	20	35
Instruments	Indicative Allocations (% of total assets)																							
	Minimum	Maximum																						
Equities and Equity related Securities	65	80																						
Fixed Income and Money market instruments and Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT)	20	35																						
Instruments	Indicative Allocations (% of total assets)																							
	Minimum	Maximum																						
Equities and Equity related Securities	65	80																						
Fixed Income and Money market instruments and Units issued by Infrastructure Investment Trust (InvIT)	20	35																						

Particulars	Current features			Proposed features				
	Sl. no	Type of Instrument	Percentage of exposure	Sl. no	Type of Instrument	Percentage of exposure	Circular references*	
	applicable SEBI circulars):							
	1	Securities Lending	<p>A maximum of 40% of net assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be</p>	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024	1	Securities Lending	<p>A maximum of 40% of net assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.</p>	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	2	Securitized Debt	up to a maximum limit of 35%				Para 12.15 of SEBI Master Circular on Mutual Funds	

Particulars	Current features			Proposed features			
		identified.					dated June 27, 2024
	2	Securitized Debt	up to a maximum limit of 35%	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024	3	Derivatives for hedging and rebalancing purposes	Derivatives up to a maximum of 50% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures shall be in line with the guidelines prescribed by SEBI from time to time. The exposure limit per scrip/instrument shall be to the extent permitted by the SEBI Regulation for the time being in force.
	3	Derivatives for hedging and rebalancing purposes	Derivatives up to a maximum of 50% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures shall be in line with the guidelines prescribed by SEBI from time to time. The exposure limit per scrip/instrument shall be to the extent permitted by the SEBI Regulation for the time being in force.	Para 12.25 of SEBI Master Circular dated June 27, 2024.	4	Credit default Swaps	As per applicable regulations
	4	Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024	5	Covered call options	The Scheme shall not invest in covered call options
					6	Repos/reverse repo in corporate debt securities	Upto 10% of net assets
							Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27,

Particulars	Current features				Proposed features			
	5	Covered call options	The Scheme shall not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024				2024
	6	Repos/reverse repo in corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024	7	Overseas Securities	upto 20% of net assets	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	7	Overseas Securities	upto 20% of net assets	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024	8	Units issued by REITs	The scheme may invest in units issued by REITs in line with SEBI regulations	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024 In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated November 28, 2025.
	8	ReITS and InVITS	A maximum of 10% of net assets may be deployed in InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time. Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the 2025, notified on	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024. In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on	9	Units issued by InvITs	A maximum of 10% of net assets may be deployed in units issued by InvITs and the maximum single issuer	Para 12.21 of SEBI Master Circular on Mutual Funds

Particulars	Current features				Proposed features			
			Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025, and any other applicable Regulations, circulars or guidelines issued by SEBI from time to time.	October 31, 2025.			exposure may be restricted to 5% of net assets in the units of InvITs or upto the limits permitted by SEBI from time to time.	dated June 27, 2024
9	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024	10	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024	
				11	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following:	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024	

Particulars	Current features			Proposed features			
	10	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and/or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III)	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024		to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework)	a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer
	12				Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	13				Units of mutual Fund schemes	The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996

Particulars	Current features			Proposed features			
		framework)				management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund	
	11	Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024	14	Tri-party repos	Upto 35% of net assets
	12	Units of mutual Fund schemes	The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996	The above percentages will be reckoned at the time of investment and the above allocation is based on a steady state situation.		

Particulars	Current features				Proposed features
	13	Tri-party repos	Upto 35% of net assets	Not applicable	
	The above percentages will be reckoned at the time of investment and the above allocation is based on a steady state situation.				
Part III. Section II B. Where will the scheme invest	<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, equity warrants, convertible preference shares and equity derivatives. 				<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, equity warrants, convertible preference shares, equity derivatives and REITs.
Risk Factors	Refer existing disclosure for Risks associated with Investments in REITs and InvITs in SID under Section "Risk factors"				<p>The following shall be replaced under Risk factors:</p> <ul style="list-style-type: none"> Risks associated with Investments in REITs Risks associated with Investments in InvITs <p>Please refer disclosure provided in Note 1 below</p>

6. Franklin India Banking & PSU Debt Fund

Particulars	Current features				Proposed features										
How will the scheme allocate its assets?	Under normal market circumstances, the investment range would be as follows:	<table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of total assets)</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Debt and Money Market Instruments issued by Banks, Public Sector Undertakings (PSUs), Public Financial Institutions (PFIs) and Municipal Bonds</td> <td>100</td> <td>80</td> </tr> </tbody> </table>			Instruments	Indicative allocations (% of total assets)		Maximum	Minimum	Debt and Money Market Instruments issued by Banks, Public Sector Undertakings (PSUs), Public Financial Institutions (PFIs) and Municipal Bonds	100	80	Under normal market circumstances, the investment range would be as follows:		
Instruments	Indicative allocations (% of total assets)														
	Maximum	Minimum													
Debt and Money Market Instruments issued by Banks, Public Sector Undertakings (PSUs), Public Financial Institutions (PFIs) and Municipal Bonds	100	80													
		<table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of total assets)</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Debt and Money Market Instruments issued by Banks, Public Sector Undertakings (PSUs), Public Financial Institutions (PFIs) and Municipal Bonds</td> <td>100</td> <td>80</td> </tr> <tr> <td>Debt and Money Market Instruments</td> <td>20</td> <td>0</td> </tr> </tbody> </table>			Instruments	Indicative allocations (% of total assets)		Maximum	Minimum	Debt and Money Market Instruments issued by Banks, Public Sector Undertakings (PSUs), Public Financial Institutions (PFIs) and Municipal Bonds	100	80	Debt and Money Market Instruments	20	0
Instruments	Indicative allocations (% of total assets)														
	Maximum	Minimum													
Debt and Money Market Instruments issued by Banks, Public Sector Undertakings (PSUs), Public Financial Institutions (PFIs) and Municipal Bonds	100	80													
Debt and Money Market Instruments	20	0													

Particulars	Current features			Proposed features																
	<p>Debt and Money Market Instruments issued by other entities; Gilt Securities and State Development Loans (SDLs) and Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT)</p> <p>The cumulative gross exposure through equity, debt and derivative positions (including commodity and fixed income derivatives), repo transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time) should not exceed 100% of the net assets of the scheme.</p> <p>Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure. SEBI vide letter dated November 3, 2021 has clarified that Cash Equivalent shall consist of Government Securities, T-Bills and Repo on Government Securities.</p> <p>The Scheme may have exposure in the following:</p> <p>Indicative Table (Actual instrument/percentages may vary subject to applicable SEBI circulars)</p> <table border="1"> <thead> <tr> <th>Sl. no</th> <th>Type of Instrument</th> <th>Percentage of exposure</th> <th>Circular references</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Securities Lending</td> <td>A maximum of 20% of net assets will be deployed in securities lending and the</td> <td>Para 12.11 of SEBI Master Circular on</td> </tr> </tbody> </table>	Sl. no	Type of Instrument	Percentage of exposure	Circular references	1	Securities Lending	A maximum of 20% of net assets will be deployed in securities lending and the	Para 12.11 of SEBI Master Circular on	20	0	<p>issued by other entities; Gilt Securities and State Development Loans (SDLs) and units issued by Infrastructure Investment Trust (InvIT)</p> <p>The cumulative gross exposure through equity, debt and derivative positions (including commodity and fixed income derivatives), repo transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time) should not exceed 100% of the net assets of the scheme.</p> <p>Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure. SEBI vide letter dated November 3, 2021 has clarified that Cash Equivalent shall consist of Government Securities, T-Bills and Repo on Government Securities.</p> <p>The Scheme may have exposure in the following:</p> <p>Indicative Table (Actual instrument/percentages may vary subject to applicable SEBI circulars)</p> <table border="1"> <thead> <tr> <th>Sl. no</th><th>Type of Instrument</th><th>Percentage of exposure</th><th>Circular references</th></tr> </thead> <tbody> <tr> <td>1</td><td>Securities Lending</td><td>A maximum of 20% of net assets will be deployed in securities lending and the maximum single counterparty exposure will be restricted to 5%[^] of net assets outstanding at any point of time</td><td>Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024</td></tr> </tbody> </table>	Sl. no	Type of Instrument	Percentage of exposure	Circular references	1	Securities Lending	A maximum of 20% of net assets will be deployed in securities lending and the maximum single counterparty exposure will be restricted to 5% [^] of net assets outstanding at any point of time	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024
Sl. no	Type of Instrument	Percentage of exposure	Circular references																	
1	Securities Lending	A maximum of 20% of net assets will be deployed in securities lending and the	Para 12.11 of SEBI Master Circular on																	
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1	Securities Lending	A maximum of 20% of net assets will be deployed in securities lending and the maximum single counterparty exposure will be restricted to 5% [^] of net assets outstanding at any point of time	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024																	

Particulars	Current features			Proposed features			
		maximum single counterparty exposure will be restricted to 5%^ of net assets outstanding at any point of time	Mutual Funds dated June 27, 2024	2 Securitized Debt	Upto 50% of the net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024	
	2 Securitized Debt	Upto 50% of the net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024	3 Derivatives for hedging and rebalancing purposes	The Scheme may invest in derivatives of fixed income instruments up to a maximum of 50% of its net assets. The Scheme may also take imperfect hedging positions using Interest Rate Futures. The cumulative gross exposure through debt and derivative positions should not exceed 100% of the net assets of the Scheme.	Para 12.25 of SEBI Master Circular dated June 27, 2024.	Para 12.25 of SEBI Master Circular dated June 27, 2024.
	3 Derivatives for hedging and rebalancing purposes	The Scheme may invest in derivatives of fixed income instruments up to a maximum of 50% of its net assets. The Scheme may also take imperfect hedging positions using Interest Rate Futures. The cumulative gross exposure through debt and derivative positions should not exceed 100% of the net assets of the Scheme.	Para 12.25 of SEBI Master Circular dated June 27, 2024.	4 Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	4 Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024	5 Covered call options	The Scheme shall not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	5 Covered call	The Scheme shall not invest	Para 12.25.8 of	6 Repos/rever	Upto 10% of net assets	Para 12.18 of	Para 12.18 of

Particulars	Current features				Proposed features			
		options	in covered call options	SEBI Master Circular on Mutual Funds dated June 27, 2024		se repo in corporate debt securities		SEBI Master Circular on Mutual Funds dated June 27, 2024
	6	Repos/reverse repo in corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024	7	Overseas Securities	Upto 50% of the net assets of the scheme	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	7	Overseas Securities	Upto 50% of the net assets of the scheme	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024	8	Units issued by InvITs	A maximum of 10% of net assets may be deployed in InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time.	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	8	ReITS and InvITS	A maximum of 10% of net assets may be deployed in InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time. Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024 In accordance with the SEBI (Mutual Funds) (Second Amendment)	9	Units issued by REITs	The scheme does not intend to invest in units issued by REITs. In accordance with SEBI circular dated November 28, 2025, existing investment in REITs held by the scheme as on December 31, 2025 shall be grandfathered and no further investments shall be made in REIT with effect from January 1, 2026.	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024 In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on

Particulars	Current features				Proposed features			
		Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025, and any other applicable Regulations, circulars or guidelines issued by SEBI from time to time.	Regulations, 2025, notified on October 31, 2025					October 31, 2025 and SEBI circular dated November 28, 2025
	9	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024	10	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	10	Debt instruments with special features viz. subordination	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity)	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated	11	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024

Particulars	Current features	Proposed features	
	<p>10 Conversion to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework)</p> <p>capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following:</p> <p>a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer</p> <p>b) A Mutual Fund scheme shall not invest:</p> <p>a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and</p> <p>b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer</p>	<p>June 27, 2024</p> <p>11 Debt instruments with Credit enhancement / structured obligations</p> <p>Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme</p>	<p>of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework)</p> <p>12 Debt instruments with Credit enhancement/ structured obligations</p> <p>Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme</p> <p>13 Units of mutual Fund schemes</p> <p>The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of</p>
			<p>instruments issued by a single issuer</p> <p>b) A Mutual Fund scheme shall not invest:</p> <p>a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and</p> <p>b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer</p> <p>Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p> <p>Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p> <p>Schedule 7 of SEBI (Mutual Funds) Regulations, 1996</p>

Particulars	Current features				Proposed features			
				2024			any other AMC shall not exceed 5% of the net asset value of the mutual fund	
	12	Units of mutual Fund schemes	The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996	14	Tri-party repos	upto 20% of net assets	Not applicable
	13	Tri-party repos	upto 20% of net assets	Not applicable				
Part II. Where will the scheme invest	<ul style="list-style-type: none"> Real Estate Investment Trusts (REITs) and Infrastructure Investment Trusts (InvITs) 				Units issued by Infrastructure Investment Trusts (InvITs)			
Risk Factors	<ul style="list-style-type: none"> Refer existing disclosure for Risks associated with Investments in REITs and InvITs in SID under Section "Risk factors" 				<p>The following shall be replaced under Risk factors:</p> <ul style="list-style-type: none"> Risks associated with Investments in REITs Risks associated with Investments in InvITs <p>Please refer disclosure provided in Note 1 below</p>			

7. Franklin India Corporate Debt Fund

Particulars	Current features	Proposed features																						
How will the scheme allocate its assets?	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of total assets)</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Corporate Debt*</td> <td>100</td> <td>80</td> </tr> <tr> <td>Government Securities, Debt, Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) and Money Market Instruments)</td> <td>20</td> <td>0</td> </tr> </tbody> </table> <p>*Investment will be in AA+ and above rated corporate debt as provided by any SEBI recognised Rating Agency at the time of investment.</p> <p>The cumulative gross exposure through equity, debt and derivative positions (including commodity and fixed income derivatives), repo transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time) should not exceed 100% of the net assets of the scheme.</p> <p>Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure. SEBI vide letter dated November 3, 2021 has clarified that Cash Equivalent shall consist of Government Securities, T-Bills and Repo on Government Securities.</p>	Instruments	Indicative allocations (% of total assets)		Maximum	Minimum	Corporate Debt*	100	80	Government Securities, Debt, Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) and Money Market Instruments)	20	0	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of total assets)</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Corporate Debt*</td> <td>100</td> <td>80</td> </tr> <tr> <td>Government Securities, Debt, Units issued by Infrastructure Investment Trust (InvIT) and Money Market Instruments)</td> <td>20</td> <td>0</td> </tr> </tbody> </table> <p>*Investment will be in AA+ and above rated corporate debt as provided by any SEBI recognised Rating Agency at the time of investment.</p> <p>The cumulative gross exposure through equity, debt and derivative positions (including commodity and fixed income derivatives), repo transactions and credit default swaps in corporate debt securities, Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time) should not exceed 100% of the net assets of the scheme.</p> <p>Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure. SEBI vide letter dated November 3, 2021 has clarified that Cash Equivalent shall consist of Government Securities, T-Bills and Repo on Government Securities.</p> <p>The Scheme may have exposure in the following:</p>	Instruments	Indicative allocations (% of total assets)		Maximum	Minimum	Corporate Debt*	100	80	Government Securities, Debt, Units issued by Infrastructure Investment Trust (InvIT) and Money Market Instruments)	20	0
Instruments	Indicative allocations (% of total assets)																							
	Maximum	Minimum																						
Corporate Debt*	100	80																						
Government Securities, Debt, Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) and Money Market Instruments)	20	0																						
Instruments	Indicative allocations (% of total assets)																							
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Particulars	Current features	Proposed features																
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Particulars	Current features			Proposed features			
		do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.			where counterparty can be identified.		
	2	Securitized Debt	Upto 50% of the net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024	Securitized Debt	Upto 50% of the net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	3	Derivatives for hedging and rebalancing purposes	Upto a maximum of 50% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures shall be in line with the guidelines prescribed by SEBI from time to time. The exposure limit per scrip/ instrument shall be to the extent permitted by	Para 12.25 of SEBI Master Circular dated June 27, 2024.	Derivatives for hedging and rebalancing purposes	Upto a maximum of 50% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures shall be in line with the guidelines prescribed by SEBI from time to time. The exposure limit per scrip/ instrument shall be to the extent permitted by the SEBI Regulation for the time being in force. These limits will be reviewed by the AMC from time to time.	Para 12.25 of SEBI Master Circular dated June 27, 2024.
	4	Credit default Swaps			Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024

Particulars	Current features			Proposed features				
		the SEBI Regulation for the time being in force. These limits will be reviewed by the AMC from time to time.		5	Covered call options	The scheme will not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024	
	4	Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024	6	Repos/reverse repo in corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	5	Covered call options	The scheme will not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024	7	Overseas Securities	Up to 50% of net assets	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024
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	7	Overseas Securities	Up to 50% of net assets	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024	9	Units issued by REITs	The scheme does not intend to invest in units issued by REITs. In accordance with SEBI circular dated November 28, 2025,	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024

Particulars	Current features				Proposed features			
			2024				existing investment in REITs held by the scheme as on December 31, 2025 shall be grandfathered and no further investments shall be made in REIT with effect from January 1, 2026.	In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated November 28, 2025
8	REITs and InVITS	<p>A maximum of 10% of net assets may be deployed in InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time.</p> <p>Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025, and any other applicable Regulations, circulars or guidelines issued by SEBI from time to time.</p>	<p>Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p> <p>In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025</p>	10	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024	
				11	Debt instruments with	The scheme may invest in certain debt instruments with special features viz. subordination to	Referred in Para 12.2 of SEBI Master Circular	

Particulars	Current features				Proposed features			
	9	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024		special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under	equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer	on Mutual Funds dated June 27, 2024
	10	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024				

Particulars	Current features			Proposed features			
	to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework)	framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer		Basel III framework)			
				12	Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024	13	Units of mutual Fund schemes	The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996
				14	Tri-party repos	Upto 20% of net assets	Not applicable

Particulars	Current features				Proposed features
	12	Units of mutual Fund schemes	The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996	
	13	Tri-party repos	Upto 20% of net assets	Not applicable	
Part II. Where will the scheme invest	<ul style="list-style-type: none"> Real Estate Investment Trusts (REITs) and Infrastructure Investment Trusts (InvITs) 				Units issued by Infrastructure Investment Trusts (InvITs)
Risk Factors	<ul style="list-style-type: none"> Refer existing disclosure for Risks associated with Investments in REITs and InvITs in SID under Section "Risk factors" 				<p>The following shall be replaced under Risk factors:</p> <ul style="list-style-type: none"> Risks associated with Investments in REITs Risks associated with Investments in InvITs <p>Please refer disclosure provided in Note 1 below</p>

8. Franklin India Multi- Factor Fund

Particulars	Current Features			Proposed Features		
Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars)	Type of Instrument	Percentage of exposure	Circular references*	Type of Instrument	Percentage of exposure	Circular references*
	REITS and InvITs	The scheme may invest upto 10% of the net assets of the scheme in units issued by REITS and InvITs and not more than 5% of the net assets of the Scheme will be invested in InvITs and REITS of any single issuer.	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024	Units issued by REITS	The scheme may invest in units issued by REITS in line with SEBI regulations	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024 In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated November 28, 2025.
				Units issued by InvITs	The scheme may invest upto 10% of the net assets of the scheme in units issued by InvITs and not more than 5% of the net assets of the Scheme will be invested in InvITs of any single issuer.	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024.
Part III. Section II B. Where will	<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible 			<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible 		

the scheme invest	debentures, equity warrants, convertible preference shares and equity derivatives.	debentures, equity warrants, convertible preference shares, equity derivatives and REITs.
Risk Factors	Refer existing disclosure for Risks associated with Investments in REITs and InvITs in SID under Section "Risk factors"	<p>The following shall be replaced under Risk factors:</p> <ul style="list-style-type: none"> • Risks associated with Investments in REITs • Risks associated with Investments in InvITs <p>Please refer disclosure provided in Note 1 below</p>

9. Franklin India Conservative Hybrid Fund

Particulars	Current features			Proposed features																						
How will the scheme allocate its assets?	Under normal market circumstances, the investment range would be as follows:			Under normal market circumstances, the investment range would be as follows:																						
	<table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of total assets) #</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> </tr> </thead> <tbody> <tr> <td>Fixed Income and Money market instruments and Real Estate Investment Trusts (REIT)/units issued by Infrastructure Investment Trust (InvITs)</td> <td>75</td> <td>90</td> </tr> <tr> <td>Equity and equity related instruments</td> <td>10</td> <td>25</td> </tr> </tbody> </table>			Instruments	Indicative Allocations (% of total assets) #		Minimum	Maximum	Fixed Income and Money market instruments and Real Estate Investment Trusts (REIT)/units issued by Infrastructure Investment Trust (InvITs)	75	90	Equity and equity related instruments	10	25	<table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of total assets) #</th> </tr> <tr> <th>Minimum</th> <th>Maximum</th> </tr> </thead> <tbody> <tr> <td>Fixed Income and Money market instruments and Units issued by Infrastructure Investment Trust (InvITs)</td> <td>75</td> <td>90</td> </tr> <tr> <td>Equity and equity related instruments</td> <td>10</td> <td>25</td> </tr> </tbody> </table>	Instruments	Indicative Allocations (% of total assets) #		Minimum	Maximum	Fixed Income and Money market instruments and Units issued by Infrastructure Investment Trust (InvITs)	75	90	Equity and equity related instruments	10	25
Instruments	Indicative Allocations (% of total assets) #																									
	Minimum	Maximum																								
Fixed Income and Money market instruments and Real Estate Investment Trusts (REIT)/units issued by Infrastructure Investment Trust (InvITs)	75	90																								
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Instruments	Indicative Allocations (% of total assets) #																									
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Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):																										
	<table border="1"> <thead> <tr> <th>Sl. no</th> <th>Type of Instrument</th> <th>Percentage of exposure</th> <th>Circular references*</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Securities</td> <td>A maximum of 40% of net</td> <td>Para 12.11 of</td> </tr> </tbody> </table>			Sl. no	Type of Instrument	Percentage of exposure	Circular references*	1	Securities	A maximum of 40% of net	Para 12.11 of	<table border="1"> <thead> <tr> <th>Sl. no</th> <th>Type of Instrument</th> <th>Percentage of exposure</th> <th>Circular references*</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Securities Lending</td> <td>A maximum of 40% of net assets may be deployed in</td> <td>Para 12.11 of SEBI Master Circular on</td> </tr> </tbody> </table>	Sl. no	Type of Instrument	Percentage of exposure	Circular references*	1	Securities Lending	A maximum of 40% of net assets may be deployed in	Para 12.11 of SEBI Master Circular on						
Sl. no	Type of Instrument	Percentage of exposure	Circular references*																							
1	Securities	A maximum of 40% of net	Para 12.11 of																							
Sl. no	Type of Instrument	Percentage of exposure	Circular references*																							
1	Securities Lending	A maximum of 40% of net assets may be deployed in	Para 12.11 of SEBI Master Circular on																							

		Lending	<p>assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.</p>	SEBI Master Circular on Mutual Funds dated June 27, 2024			<p>securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over</p>	Mutual Funds dated June 27, 2024
2	Securitized Debt	Upto 50% of the net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024					

	3	Derivatives for hedging and rebalancing purposes	up to a maximum of 50% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures shall be in line with the guidelines prescribed by SEBI from time to time. The exposure limit per scrip/instrument shall be to the extent permitted by the SEBI Regulation for the time being in force. These limits will be reviewed by the AMC from time to time.	Para 12.25 of SEBI Master Circular dated June 27, 2024.			the counter) trades where counterparty can be identified.	
	4	Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024	2	Securitized Debt	Upto 50% of the net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	5	Covered call options	The Scheme shall not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024	3	Derivatives for hedging and rebalancing purposes	up to a maximum of 50% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures shall be in line with the guidelines prescribed by SEBI from time to time. The exposure limit per scrip/instrument shall be to the extent permitted by the SEBI Regulation for the time being in force. These limits will be reviewed by the AMC from time to time.	Para 12.25 of SEBI Master Circular dated June 27, 2024.
	6	Repos/reverse repo in corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024	4	Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on
	7	Overseas	upto 50% of net assets	Para 12.19 of				

		Securities		SEBI Master Circular on Mutual Funds dated June 27, 2024				Mutual Funds dated June 27, 2024
8	ReITS and InVITS	<p>A maximum of 10% of net assets may be deployed in InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time.</p> <p>Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025</p>	<p>Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024.</p> <p>In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025</p>	<p>5</p> <p>Covered call options</p>	<p>The Scheme shall not invest in covered call options</p>	<p>Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p>		
9	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024	<p>6</p> <p>Repos/reverse repo in corporate debt securities</p>	<p>Upto 10% of net assets</p>	<p>Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p>		
				<p>7</p> <p>Overseas Securities</p>	<p>upto 50% of net assets</p>	<p>Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p>		
				<p>8</p> <p>Units of REITs</p>	<p>The scheme may invest in units issued by REITs in line with SEBI regulations</p>	<p>Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p> <p>In accordance with the SEBI (Mutual Funds) (Second</p>		

			means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.				Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated November 28, 2025.
10	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following:	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments;	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024	9	Units of InvITs	A maximum of 10% of net assets may be deployed in units issued by InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time.	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024. In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025.
				10	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024

		and b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer				securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	
11	Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024				
12	Units of mutual Fund schemes	The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996	11	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier 1 bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier 1 bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024
13	Tri-party repos	Upto 90% of net assets	Not applicable				

			framework)	Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer	
	12	Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024	

		13	Units of mutual Fund schemes	The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any other AMC shall not exceed 5% of the net asset value of the mutual fund	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996
		14	Tri-party repos	Upto 90% of net assets	Not applicable
Risk Factors	Refer existing disclosure for Risks associated with Investments in REITs and InvITs in SID under Section "Risk factors"	<p>The following shall be replaced under Risk factors:</p> <ul style="list-style-type: none"> • Risks associated with Investments in REITs • Risks associated with Investments in InvITs <p>Please refer disclosure provided in Note 1 below</p>			

10. Franklin India Multi Asset Allocation Fund

	Current Features		Proposed Features	
How will the scheme allocate its assets?	Under normal market circumstances, the investment range would be as follows:		Under normal market circumstances, the investment range would be as follows:	
Instruments	Indicative Allocations (% of Net assets)		Indicative Allocations (% of Net assets)	
	Maximum	Minimum	Maximum	Minimum
Equity and Equity related instruments;	80	65	Equity and Equity related instruments;	80
Debt & Money Market Instruments, cash & cash equivalent@	25	10	Debt & Money Market Instruments, cash & cash equivalent@	25
Commodities^	25	10	Commodities^	25
Units issued by REITs and InvITs	10	0	Units issued by Infrastructure Investment Trust (InvITs)	10
<p>@includes mutual fund units;</p> <p>Money Market instruments include commercial papers, commercial bills, treasury bills, Tri-party repo, Government securities having an unexpired maturity up to one year, call or notice money, certificate of deposit, and any other like instruments as specified under applicable regulations from time to time;</p> <p>Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure. SEBI vide letter dated November 3, 2021 has clarified that Cash Equivalent shall consist of Government Securities, T-Bills and Repo on Government Securities.</p> <p>^Includes Gold ETF, Silver ETF, Exchange Traded Commodity Derivatives (ETCDS) & any other mode of investment in commodities as permitted by SEBI from time to time</p>				
<p>@includes mutual fund units;</p> <p>Money Market instruments include commercial papers, commercial bills, treasury bills, Tri-party repo, Government securities having an unexpired maturity up to one year, call or notice money, certificate of deposit, and any other like instruments as specified under applicable regulations from time to time;</p> <p>Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure. SEBI vide letter dated November 3, 2021 has clarified that Cash Equivalent shall consist of Government Securities, T-Bills and Repo on Government Securities.</p> <p>^Includes Gold ETF, Silver ETF, Exchange Traded Commodity Derivatives (ETCDS) & any other mode of investment in commodities as permitted by SEBI from time to time</p> <p>The cumulative gross exposure through equity, debt, derivative positions</p>				

<p>The cumulative gross exposure through equity, debt, derivative positions (including fixed income derivatives), and repo transactions in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets shall not exceed 100% of the net assets of the scheme.</p> <p>Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):</p> <table border="1" data-bbox="316 605 1124 1327"> <thead> <tr> <th>Sl. No</th><th>Type of Instrument</th><th>Percentage of exposure</th><th>Circular reference s*</th></tr> </thead> <tbody> <tr> <td>1.</td><td> <p>Derivatives including index futures, stock futures, index options, & stock options (including covered call strategy) in line with SEBI guidelines, etc. (excluding commodities)</p> <p>Debt derivatives including Forward Rate Agreements, Interest Rate Futures and Interest rate swaps.</p> </td><td> <p>Upto 50% of net assets of the scheme The Scheme may use derivatives for such purposes as may be permitted by the Regulations, including for the purpose of hedging and portfolio balancing, based on the opportunities available and subject to guidelines issued by SEBI from time to time. The margin money deployed on derivative positions would be included in</p> </td><td> <p>Para 12.25 of SEBI Master Circular dated June 27, 2024.</p> </td></tr> </tbody> </table>	Sl. No	Type of Instrument	Percentage of exposure	Circular reference s*	1.	<p>Derivatives including index futures, stock futures, index options, & stock options (including covered call strategy) in line with SEBI guidelines, etc. (excluding commodities)</p> <p>Debt derivatives including Forward Rate Agreements, Interest Rate Futures and Interest rate swaps.</p>	<p>Upto 50% of net assets of the scheme The Scheme may use derivatives for such purposes as may be permitted by the Regulations, including for the purpose of hedging and portfolio balancing, based on the opportunities available and subject to guidelines issued by SEBI from time to time. The margin money deployed on derivative positions would be included in</p>	<p>Para 12.25 of SEBI Master Circular dated June 27, 2024.</p>	<p>(including fixed income derivatives), and repo transactions in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets shall not exceed 100% of the net assets of the scheme.</p> <p>Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):</p> <table border="1" data-bbox="1169 501 2056 1327"> <thead> <tr> <th>Sl. No</th><th>Type of Instrument</th><th>Percentage of exposure</th><th>Circular references*</th></tr> </thead> <tbody> <tr> <td>1.</td><td> <p>Derivatives including index futures, stock futures, index options, & stock options (including covered call strategy) in line with SEBI guidelines, etc. (excluding commodities)</p> <p>Debt derivatives including Forward Rate Agreements, Interest Rate Futures and Interest rate swaps.</p> </td><td> <p>Upto 50% of net assets of the scheme The Scheme may use derivatives for such purposes as may be permitted by the Regulations, including for the purpose of hedging and portfolio balancing, based on the opportunities available and subject to guidelines issued by SEBI from time to time. The margin money deployed on derivative positions would be included in Debt & Money Market Instruments.</p> <p>Derivatives exposure for non-hedging purposes: upto 20%</p> </td><td> <p>Para 12.25 of SEBI Master Circular dated June 27, 2024.</p> </td></tr> </tbody> </table>	Sl. No	Type of Instrument	Percentage of exposure	Circular references*	1.	<p>Derivatives including index futures, stock futures, index options, & stock options (including covered call strategy) in line with SEBI guidelines, etc. (excluding commodities)</p> <p>Debt derivatives including Forward Rate Agreements, Interest Rate Futures and Interest rate swaps.</p>	<p>Upto 50% of net assets of the scheme The Scheme may use derivatives for such purposes as may be permitted by the Regulations, including for the purpose of hedging and portfolio balancing, based on the opportunities available and subject to guidelines issued by SEBI from time to time. The margin money deployed on derivative positions would be included in Debt & Money Market Instruments.</p> <p>Derivatives exposure for non-hedging purposes: upto 20%</p>	<p>Para 12.25 of SEBI Master Circular dated June 27, 2024.</p>
Sl. No	Type of Instrument	Percentage of exposure	Circular reference s*														
1.	<p>Derivatives including index futures, stock futures, index options, & stock options (including covered call strategy) in line with SEBI guidelines, etc. (excluding commodities)</p> <p>Debt derivatives including Forward Rate Agreements, Interest Rate Futures and Interest rate swaps.</p>	<p>Upto 50% of net assets of the scheme The Scheme may use derivatives for such purposes as may be permitted by the Regulations, including for the purpose of hedging and portfolio balancing, based on the opportunities available and subject to guidelines issued by SEBI from time to time. The margin money deployed on derivative positions would be included in</p>	<p>Para 12.25 of SEBI Master Circular dated June 27, 2024.</p>														
Sl. No	Type of Instrument	Percentage of exposure	Circular references*														
1.	<p>Derivatives including index futures, stock futures, index options, & stock options (including covered call strategy) in line with SEBI guidelines, etc. (excluding commodities)</p> <p>Debt derivatives including Forward Rate Agreements, Interest Rate Futures and Interest rate swaps.</p>	<p>Upto 50% of net assets of the scheme The Scheme may use derivatives for such purposes as may be permitted by the Regulations, including for the purpose of hedging and portfolio balancing, based on the opportunities available and subject to guidelines issued by SEBI from time to time. The margin money deployed on derivative positions would be included in Debt & Money Market Instruments.</p> <p>Derivatives exposure for non-hedging purposes: upto 20%</p>	<p>Para 12.25 of SEBI Master Circular dated June 27, 2024.</p>														

		Debt & Money Market Instruments. Derivatives exposure for non-hedging purposes: upto 20%					
2.	Securities Lending	<p>Upto 20% of net assets and the maximum single party exposure will be restricted to 5%^ of net assets outstanding at any point of time.</p> <p>[^] Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform.</p>	Para 12.11 of SEBI Master Circular dated June 27, 2024.	2.	Securities Lending	<p>Upto 20% of net assets and the maximum single party exposure will be restricted to 5%^ of net assets outstanding at any point of time.</p> <p>[^] Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.</p>	Para 12.11 of SEBI Master Circular dated June 27, 2024.
				3.	Securitized Debt	<p>Upto 20% of net assets</p> <p>The Scheme shall not invest in foreign securitized debt.</p>	Para 12.15 of SEBI Master Circular dated June 27, 2024.
				4.	Exchange	The exposure to	Para 12.26 of

		Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.			Traded Commodity Derivatives	ETCDs shall not be more than 25% of the net asset value of the scheme.	SEBI Master Circular on Mutual Funds dated June 27, 2024
3.	Securitized Debt	Upto 20% of net assets The Scheme shall not invest in foreign securitized debt.	Para 12.15 of SEBI Master Circular dated June 27, 2024.	5.	Overseas Securities/ETFs	Upto 20% of net assets	Para 12.19 of SEBI Master Circular dated June 27, 2024.
4.	Exchange Traded Commodity Derivatives	The exposure to ETCDs shall not be more than 25% of the net asset value of the scheme.	Para 12.26 of SEBI Master Circular on Mutual Funds dated June 27, 2024	6.	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework)	The Scheme shall not invest more than 10% of its NAV of the debt portfolio of the scheme in such instruments having special features or as permitted by SEBI from time to time.	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024
5.	Overseas Securities/ETFs	Upto 20% of net assets	Para 12.19 of SEBI Master Circular dated June 27, 2024.	7.	Debt instruments	The total exposure towards Credit Enhancement /	Para 12.3 of SEBI Master

	6.	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier 1 bonds and Tier 2 bonds issued under Basel III framework)	The Scheme shall not invest more than 10% of its NAV of the debt portfolio of the scheme in such instruments having special features or as permitted by SEBI from time to time.	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024		having Structured Obligations / Credit Enhancements	structured obligations such as corporate / promoter guarantee etc. shall not exceed 10% of debt portfolio of the Scheme and group exposure shall not exceed 5% of debt portfolio of the Scheme.	Circular on Mutual Funds dated June 27, 2024
	7.	Debt instruments having Structured Obligations / Credit Enhancements	The total exposure towards Credit Enhancement / structured obligations such as corporate / promoter guarantee etc. shall not exceed 10% of debt portfolio of the Scheme and group exposure shall not exceed 5% of debt portfolio of the Scheme.	Para 4.5.3 (for Overnigh t & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024	8.	Repo/reverse repo transactions in Corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024

	8.	Repo/reverse repo transactions in Corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024		10.	Credit Default Swap transactions	As per regulations applicable	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	9.	Units of mutual funds	The scheme may invest in Mutual Fund units including ETFs to the extent of 35% of net assets. This investment is subject to prevailing regulatory limits of aggregate interscheme investment made by all schemes under the same management or in schemes under the management of any other asset management company which shall not exceed 5% of the net asset value of the mutual fund.	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996		11.	Securities borrowing and Short Selling activities	The Scheme shall not engage in Securities borrowing and Short Selling activities	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024
						12.	Tri-party repos	Upto 100% of net assets	Not applicable
						13.	Units of REITs	The scheme may invest in units issued by REITs in line with SEBI regulations	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024 In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated

	10. Credit Default Swap transactions	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024		14. Units of InVITS	A maximum of 10% of net assets may be deployed in units issued by InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time.	November 28, 2025.
	11. Securities borrowing and Short Selling activities	The Scheme shall not engage in Securities borrowing and Short Selling activities	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024				Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024. In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025.
	12. Tri-party repos	Upto 100% of net assets	Not applicable				
	13. ReITS and InVITS	The scheme may invest upto 10% of the net assets of the scheme in units issued by InvITs and not more than 5% of the net assets of the Scheme will be	Para 12.21 of SEBI Master Circular on Mutual Funds				

		<p>invested in InvITs of any single issuer.</p> <p>Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025, and any other applicable Regulations, circulars or guidelines issued by SEBI from time to time.</p>	<p>dated June 27, 2024.</p> <p>In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025.</p>	
Part III. Section II B. Where will the scheme invest	<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, equity warrants, convertible preference shares and equity derivatives. 	<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, equity warrants, convertible preference shares, equity derivatives and REITs. 		
Risk Factors	Refer existing disclosure for Risks associated with Investments in REITs and InvITs in SID under Section "Risk factors"	The following shall be replaced under Risk factors: <ul style="list-style-type: none"> Risks associated with Investments in REITs 		

	<ul style="list-style-type: none"> • Risks associated with Investments in InvITs <p>Please refer disclosure provided in Note 1 below</p>
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11. Franklin Asian Equity Fund

Particulars	Current Features	Proposed Features																																												
How will the scheme allocate its assets?	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of Net assets)</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Equities and Equity Linked instruments</td><td>100</td> <td>80</td> </tr> <tr> <td>Domestic securities</td><td>45</td> <td>35</td> </tr> <tr> <td>Foreign Securities</td><td>65</td> <td>45</td> </tr> <tr> <td>Domestic Debt securities and Money Market Instruments</td><td>20</td> <td>0</td> </tr> <tr> <td>Units of Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT)</td><td>10</td> <td>0</td> </tr> </tbody> </table> <p>The cumulative gross exposure through equity, debt, derivative positions (including fixed income derivatives), and repo transactions in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets shall not exceed 100% of the net assets of the scheme.</p>	Instruments	Indicative Allocations (% of Net assets)		Maximum	Minimum	Equities and Equity Linked instruments	100	80	Domestic securities	45	35	Foreign Securities	65	45	Domestic Debt securities and Money Market Instruments	20	0	Units of Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT)	10	0	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative Allocations (% of Net assets)</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Equities and Equity Linked instruments</td><td>100</td> <td>80</td> </tr> <tr> <td>Domestic securities</td><td>45</td> <td>35</td> </tr> <tr> <td>Foreign Securities</td><td>65</td> <td>45</td> </tr> <tr> <td>Domestic Debt securities and Money Market Instruments</td><td>20</td> <td>0</td> </tr> <tr> <td>Units of Infrastructure Investment Trust (InvIT)</td><td>10</td> <td>0</td> </tr> </tbody> </table> <p>The cumulative gross exposure through equity, debt, derivative positions (including fixed income derivatives), and repo transactions in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets shall not exceed 100% of the net assets of the scheme.</p> <p>Indicative Table (Actual instrument/ percentages may vary subject to applicable SEBI circulars):</p> <table border="1"> <thead> <tr> <th>Sl. no</th> <th>Type of Instrument</th> <th>Percentage of exposure</th> <th>Circular references</th> </tr> </thead> </table>	Instruments	Indicative Allocations (% of Net assets)		Maximum	Minimum	Equities and Equity Linked instruments	100	80	Domestic securities	45	35	Foreign Securities	65	45	Domestic Debt securities and Money Market Instruments	20	0	Units of Infrastructure Investment Trust (InvIT)	10	0	Sl. no	Type of Instrument	Percentage of exposure	Circular references
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Sl. no	Type of Instrument	Percentage of exposure	Circular references														
1	Securities Lending	<p>A maximum of 40% of net assets may be deployed in securities lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.</p>	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024														
			2	Securitized Debt	Upto 20% of the net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024											

		identified.					
2	Securitized Debt	Upto 20% of the net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024	3	Derivatives for hedging and rebalancing purposes	upto a maximum of 50% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures and writing call options through covered strategy shall be in line with the guidelines prescribed by SEBI from time to time. The exposure limit per scrip/instrument shall be to the extent permitted by the SEBI Regulation for the time being in force. These limits will be reviewed by the AMC from time to time.	Para 12.25 of SEBI Master Circular dated June 27, 2024.
3	Derivatives for hedging and rebalancing purposes	upto a maximum of 50% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures and writing call options through covered strategy shall be in line with the guidelines prescribed by SEBI from time to time. The exposure limit per scrip/instrument shall be to the extent permitted by the SEBI Regulation for the time being in force. These limits will be reviewed by the AMC from time to time.	Para 12.25 of SEBI Master Circular dated June 27, 2024.	4	Credit default Swaps	The Scheme shall not invest in Credit Default Swap transactions.	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024
				5	Covered call options	As per applicable regulations	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024
				6	Repos/reverse repo in corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024

	4	Credit default Swaps	The Scheme shall not invest in Credit Default Swap transactions.	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024	7	Overseas Securities	45-65% of net assets. Foreign Securities of Asian companies (excluding Japan) and other companies that are benefiting from growth in Asian economies.	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	5	Covered call options	As per regulations applicable	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024	8	Units of REITs	The scheme may invest in units issued by REITs in line with SEBI regulations	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	6	Repos/reverse repo in corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024				In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025 and SEBI circular dated November 28, 2025.
	7	Overseas Securities	45-65% of net assets. Foreign Securities of Asian companies (excluding Japan) and other companies that are benefiting from growth	Para 12.19 of SEBI Master Circular on Mutual	9	Units of InvITs	A maximum of 10% of net assets may be deployed in units issued by InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time.	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024.

		in Asian economies.	Funds dated June 27, 2024				In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025.
8	ReITS and InVITS	<p>A maximum of 10% of net assets may be deployed in InvITs and the maximum single issuer exposure may be restricted to 5% of net assets in the units of InvITs or upto the limits permitted by SEBI from time to time</p> <p>*Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025, and any other applicable Regulations, circulars or guidelines issued by SEBI from time to time.</p>	<p>Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p> <p>In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025</p>	10	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024
				11	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024

	9	Securities borrowing & Short selling	If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27, 2024		trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework)	framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer	
	10	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024	12	Debt instruments with Credit enhancement/ structured obligations	Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme	Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024
					13	Units of mutual Fund schemes	upto 10% of the net assets	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996
					14	Tri-party repos	Upto 20% of net assets	Not applicable

		upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier 1 bonds and Tier 2 bonds issued under Basel III framework)	<p>instruments issued by a single issuer</p> <p>b) A Mutual Fund scheme shall not invest:</p> <p>a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and</p> <p>b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer</p>		
11		Debt instruments with Credit enhancement/ structured obligations	<p>Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme</p>	<p>Para 4.5.3 (for Overnight & Liquid fund)/</p> <p>Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p>	

	12	Units of mutual Fund schemes	upto 10% of the net assets	Schedule 7 of SEBI (Mutual Funds) Regulations, 1996	
	13	Tri-party repos	Upto 20% of net assets	Not applicable	
Part III. Section II B. Where will the scheme invest				<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, equity warrants, convertible preference shares and equity derivatives. 	
Risk Factors				<ul style="list-style-type: none"> Equity Securities: Equity and Equity related instruments include convertible debentures, equity warrants, convertible preference shares, equity derivatives and REITs. <p>The following shall be replaced under Risk factors:</p> <ul style="list-style-type: none"> Risks associated with Investments in REITs Risks associated with Investments in InvITs <p>Please refer disclosure provided in Note 1 below</p>	

12. Franklin India Floating Rate Fund

Particulars	Current features	Proposed features																
How will the scheme allocate its assets?	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of total assets)</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Floating Rate debt instruments (including fixed rate instruments</td> <td>100</td> <td>65</td> </tr> </tbody> </table>	Instruments	Indicative allocations (% of total assets)		Maximum	Minimum	Floating Rate debt instruments (including fixed rate instruments	100	65	<p>Under normal market circumstances, the investment range would be as follows:</p> <table border="1"> <thead> <tr> <th rowspan="2">Instruments</th> <th colspan="2">Indicative allocations (% of total assets)</th> </tr> <tr> <th>Maximum</th> <th>Minimum</th> </tr> </thead> <tbody> <tr> <td>Floating Rate debt instruments (including fixed rate instruments converted to floating rate</td> <td>100</td> <td>65</td> </tr> </tbody> </table>	Instruments	Indicative allocations (% of total assets)		Maximum	Minimum	Floating Rate debt instruments (including fixed rate instruments converted to floating rate	100	65
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	Maximum	Minimum																
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	Maximum	Minimum																
Floating Rate debt instruments (including fixed rate instruments converted to floating rate	100	65																

Particulars	Current features			Proposed features																		
	converted to floating rate exposures using swaps/ derivatives)			exposures using swaps/ derivatives)																		
	Debt (other than floating rate instruments), Money market instruments and Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT)	35	0	Debt (other than floating rate instruments), Money market instruments and Units issued by Infrastructure Investment Trust (InvIT)	35	0																
	<p>The cumulative gross exposure through debt and derivative positions (<i>including fixed income derivatives, repo transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time</i>) should not exceed 100% of the net assets of the scheme.</p> <p>Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure. SEBI vide letter dated November 3, 2021 has clarified that Cash Equivalent shall consist of Government Securities, T-Bills and Repo on Government Securities.</p> <p>The Scheme may have exposure in the following:</p> <p>Indicative Table (Actual instrument/percentages may vary subject to applicable SEBI circulars)</p>			<p>The cumulative gross exposure through debt and derivative positions (<i>including fixed income derivatives, repo transactions and credit default swaps in corporate debt securities, Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (InvITs), other permitted securities/assets and such other securities/assets as may be permitted by SEBI from time to time</i>) should not exceed 100% of the net assets of the scheme.</p> <p>Cash or cash equivalents with residual maturity of less than 91 days may be treated as not creating any exposure. SEBI vide letter dated November 3, 2021 has clarified that Cash Equivalent shall consist of Government Securities, T-Bills and Repo on Government Securities.</p> <p>The Scheme may have exposure in the following:</p> <p>Indicative Table (Actual instrument/percentages may vary subject to applicable SEBI circulars)</p>																		
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1	Securities Lending	A maximum of 40% of net assets may be deployed in securities	Para 12.11 of SEBI Master Circular on Circular on																			

Particulars	Current features			Proposed features			
		<p>lending and the maximum single party exposure may be restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where</p>	<p>Mutual Funds dated June 27, 2024</p>			<p>restricted to 10%# of net assets outstanding at any point of time.</p> <p># Presently, Securities lending and borrowing (SLB) is an Exchange traded product. Counterparty is not known for transactions carried out under SLB segment and they are guaranteed by Clearing Corporations and hence do not carry any counter party risk. Accordingly, single party exposure limit will not apply to trades on Stock Exchange platform. Single party exposure limits can only apply in case of OTC (over the counter) trades where counterparty can be identified.</p>	

Particulars	Current features				Proposed features			
			counterparty can be identified.		2	Securitized Debt	Upto 50% of the net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	2	Securitized Debt	Upto 50% of the net assets	Para 12.15 of SEBI Master Circular on Mutual Funds dated June 27, 2024	3	Derivatives for hedging and rebalancing purposes	up to a maximum of 100% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures, Interest Rate Swaps and any other derivatives instrument as prescribed by SEBI from time to time. The exposure limit per scrip/instrument shall be to the extent permitted by the SEBI Regulation for the time being in force. These limits will be reviewed by the AMC from time to time.	Para 12.25 of SEBI Master Circular dated June 27, 2024.
	3	Derivatives for hedging and rebalancing purposes	up to a maximum of 100% of net assets. Investment in derivatives including imperfect hedging using Interest Rate Futures, Interest Rate Swaps and any other derivatives instrument as prescribed by SEBI from time to time. The exposure limit per scrip/instrument shall be to the extent permitted by the SEBI Regulation for the time being in force. These limits will be reviewed by the AMC from time to time.	Para 12.25 of SEBI Master Circular dated June 27, 2024.	4	Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024

Particulars	Current features				Proposed features			
	4	Credit default Swaps	As per applicable regulations	Para 12.28 of SEBI Master Circular on Mutual Funds dated June 27, 2024	5	Covered options call	The scheme will not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	5	Covered call options	The scheme will not invest in covered call options	Para 12.25.8 of SEBI Master Circular on Mutual Funds dated June 27, 2024	6	Repos/reverse repo in corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	6	Repos/reverse repo in corporate debt securities	Upto 10% of net assets	Para 12.18 of SEBI Master Circular on Mutual Funds dated June 27, 2024	7	Overseas Securities	upto 50% of net assets	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	7	Overseas Securities	upto 50% of net assets	Para 12.19 of SEBI Master Circular on Mutual Funds dated June 27, 2024	8	Units of issued by InvITs	A maximum of 10% of net assets may be deployed in InvITs and the maximum single issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time.	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024
	8	REITs and InVITS	A maximum of 10% of net assets may be deployed in InvITs and the maximum single	Para 12.21 of SEBI Master Circular on Mutual Funds	9	Units issued by REITs	The scheme does not intend to invest in units issued by REITs. In accordance with SEBI circular dated November 28, 2025, existing	Para 12.21 of SEBI Master Circular on Mutual Funds dated June 27, 2024 In accordance with the SEBI (Mutual

Particulars	Current features			Proposed features		
		<p>issuer exposure may be restricted to 5% of net assets or upto the limits permitted by SEBI from time to time.</p> <p>Any potential future investment in units of Real Estate Investment Trusts (REITs) shall be undertaken in accordance with the Securities and Exchange Board of India (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025, and any other applicable Regulations, circulars or guidelines issued by SEBI from time to time.</p>	<p>dated June 27, 2024</p> <p>In accordance with the SEBI (Mutual Funds) (Second Amendment) Regulations, 2025, notified on October 31, 2025</p>		<p>investment in REITs held by the scheme as on December 31, 2025 shall be grandfathered and no further investments shall be made in REIT with effect from January 1, 2026.</p>	<p>Funds) (Second Amendment) Regulations, 2025, be grandfathered and no further investments shall be made in REIT with effect from January 1, November 28, 2025</p>
9	Securities borrowing & Short selling	<p>If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the</p>	<p>Para 12.11 of SEBI Master Circular on Mutual Funds dated June 27,</p>	10	Securities borrowing & Short selling	<p>If permitted by SEBI Regulations, the Scheme may engage in short selling of securities in accordance with the guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.</p>
				11	Debt instruments with special	<p>The scheme may invest in certain debt of SEBI Master</p>

Particulars	Current features			Proposed features		
		guidelines issued by SEBI. Short sale of securities means selling of securities without owning them. The AMC will comply with the guidelines issued by SEBI in this behalf, including reporting obligations and the Trustee will carry out the reviews required under said guidelines.	2024		features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to	instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to the following: a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer b) A Mutual Fund scheme shall not invest: a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and b. more than 5% of its
10	Debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional	The scheme may invest in certain debt instruments with special features viz. subordination to equity (absorbs losses before equity capital) and /or convertible to equity upon trigger of a pre-specified event for loss absorption (For eg. Additional Tier I bonds and Tier 2 bonds issued under Basel III framework) subject to	Referred in Para 12.2 of SEBI Master Circular on Mutual Funds dated June 27, 2024			Circular on Mutual Funds dated June 27, 2024

Particulars	Current features		Proposed features		
	Tier I bonds and Tier 2 bonds issued under Basel III framework)	<p>the following:</p> <p>a) Franklin Templeton Mutual Fund, under all its schemes shall not own more than 10% of such instruments issued by a single issuer</p> <p>b) A Mutual Fund scheme shall not invest:</p> <p>a. more than 10% of its NAV of the debt portfolio of the scheme in such instruments; and</p> <p>b. more than 5% of its NAV of the debt portfolio of the scheme in such instruments issued by a single issuer</p>		<p>NAV of the debt portfolio of the scheme in such instruments issued by a single issuer</p>	
			<p>12</p> <p>Debt instruments with Credit enhancement/structured obligations</p>	<p>Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme</p>	<p>Para 4.5.3 (for Overnight & Liquid fund)/ Para 12.3 of SEBI Master Circular on Mutual Funds dated June 27, 2024</p>
11	Debt instruments with Credit enhancement/structured obligations	<p>Investment of the scheme in the following instruments shall not exceed 10% of the debt portfolio of the scheme and the Group exposure in such instruments shall not exceed 5% of the debt portfolio of the scheme</p>	<p>13</p> <p>Units of mutual Fund schemes</p>	<p>The Scheme may invest in any other scheme with similar investment objectives without charging any fees, provided that aggregate interscheme investment made by all schemes under the management of Franklin Templeton Asset Management (India) Private Limited or in schemes under the management of any</p>	<p>Schedule 7 of SEBI (Mutual Funds) Regulations, 1996</p>

Particulars	Current features				Proposed features			
	12	Units of mutual Fund schemes	scheme		Schedule 7 of SEBI (Mutual Funds) Regulations, 1996		other AMC shall not exceed 5% of the net asset value of the mutual fund	
	13	Tri-party repos	Upto 35% of net assets	Not applicable		14	Tri-party repos	Upto 35% of net assets Not applicable
Part II. Where will the scheme invest	<ul style="list-style-type: none"> Real Estate Investment Trusts (REITs) and Infrastructure Investment Trusts (InvITs) 				Units issued by Infrastructure Investment Trusts (InvITs)			
Risk Factors	<ul style="list-style-type: none"> Refer existing disclosure for Risks associated with Investments in REITs and InvITs in SID under Section "Risk factors" 				<p>The following shall be replaced under Risk factors:</p> <ul style="list-style-type: none"> Risks associated with Investments in REITs Risks associated with Investments in InvITs <p>Please refer disclosure provided in Note 1 below</p>			

Notes on Additional disclosures

1. RISK FACTORS

Risk associated with investments in Real Estate Investment Trusts REITs

1. **Market Risk:** REIT securities are subject to fluctuations in market prices driven by macroeconomic conditions, investor sentiment, and overall equity market volatility. REITs are vulnerable to movements in the prices of securities invested in by the scheme, due to various market-related factors like changes in the general market conditions, factors and forces affecting capital market, level of interest rates, trading volumes, settlement periods and transfer procedures. Adverse economic cycles may lead to a decline in property valuations and rental income streams.
2. **Interest Rate Risk:** REITs are highly sensitive to changes in interest rates. An increase in interest rates typically raises borrowing costs and may reduce the relative attractiveness of REIT dividend yields compared to fixed-income securities, thereby impacting valuations.
3. **Liquidity Risk:** Although listed REITs provide market liquidity, trading volumes may be limited compared to equities, potentially impacting the ability to exit positions at favorable prices.
4. **Property-Specific Risk:** The financial performance of a REIT is directly linked to the quality and occupancy of its underlying real estate assets. Risks include tenant defaults, prolonged vacancies, and sector-specific downturns (e.g., retail, office, hospitality).
5. **Regulatory and Taxation Risk:** REITs operate under specific regulatory frameworks and tax regimes. Any amendments to applicable laws, including changes in tax treatment or compliance requirements, may adversely affect distributions and overall returns.
6. **Concentration Risk:** REITs with concentrated exposure to a single property type or geographic region are vulnerable to sector-specific or regional economic downturns, which may impair income stability and asset valuations.
7. **Inflation Risk:** Although real estate is generally considered an inflation hedge, fixed long-term lease agreements may restrict the ability to adjust rental income in line with inflationary trends, thereby impacting profitability.
8. **Management and Operational Risk:** The performance of a REIT is contingent upon the strategic and operational decisions of its management team. Ineffective asset allocation, acquisition strategies, or tenant management practices can materially affect financial outcomes.

Risk associated with investments in Infrastructure Investment Trusts (InvITs):

1. **Regulatory and Policy Risk:** InvITs operate under a defined regulatory regime. Any changes in government policies, tax laws, or SEBI regulations can materially impact the structure, returns, and compliance obligations of InvITs.
2. **Economic and Market Risk:** The performance of InvITs is influenced by macroeconomic conditions, interest rate movements, and overall market sentiment. Economic downturns may reduce traffic volumes, energy demand, or other usage metrics, thereby impacting cash flows.
3. **Operational Risk:** Infrastructure assets are subject to operational challenges such as maintenance issues, technical failures, and delays in project execution. These factors can lead to cost overruns and reduced revenue generation.
4. **Revenue and Demand Risk:** InvIT revenues often depend on long-term concessions or usage-based models (e.g., toll roads, transmission lines). Lower-than-expected demand or traffic volumes can adversely affect income streams.

5. **Counterparty and Credit Risk:** InvITs rely on counterparties such as concession authorities, contractors, and lenders. Defaults or delays in payments by these entities can impair cash flows and distributions to unit holders.
6. **Interest Rate and Financing Risk:** InvITs typically employ leverage for asset acquisition and operations. Rising interest rates can increase financing costs and reduce distributable income.
7. **Sector Concentration Risk:** InvITs often focus on specific infrastructure sectors (e.g., roads, power transmission). Sector-specific regulatory changes or economic stress can disproportionately affect performance.
8. **Liquidity Risk:** Although listed InvITs provide market liquidity, trading volumes may be limited compared to equities, potentially impacting the ability to exit positions at favorable prices.
9. **Force Majeure and Environmental Risk:** Infrastructure assets are exposed to risks arising from natural disasters, extreme weather events, and other force majeure situations, which can disrupt operations and revenue generation.
10. **Management and Governance Risk:** The success of an InvIT depends on the competence and integrity of its management team. Poor governance, inadequate risk controls, or misaligned interests can negatively impact investor returns.

Relevant modifications in other Sections of Scheme Information Document/ 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/ Key Information Memorandum of the Schemes, read with the addenda issued from time to time, will remain unchanged. Any corresponding changes in the Scheme Information Document/ Key Information Memorandum arising out of the aforesaid changes shall be carried in the respective scheme documents to ensure uniformity of provisions.

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

This addendum is dated December 30, 2025.

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.