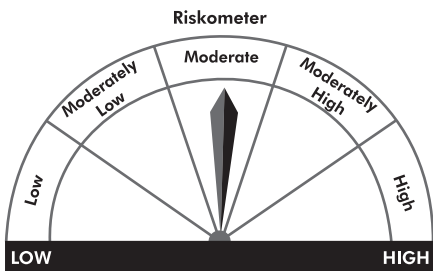
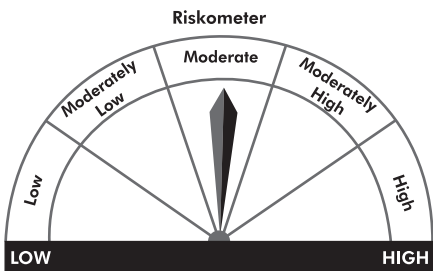


Annexure I

Particulars	Current features	Proposed features																					
<b>Name of scheme</b>	Franklin India Income Builder Account	Franklin India Corporate Debt Fund																					
<b>Type of scheme</b>	Open – end Income Fund	An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds																					
<b>Investment Objective</b>	<p>The investment objective of the Scheme is primarily to provide investors Regular income under the Dividend Plan and Capital appreciation under the Growth Plan</p> <p>It is a scheme designed for investors seeking regular returns in the form of dividends or capital appreciation. Investing in quality bonds and debentures, the scheme has an active management style that emphasizes quality of debt, tapping opportunities from interest rate changes and deriving maximum value by targeting undervalued sectors.</p>	<p>The investment objective of the Scheme is primarily to provide investors Regular income and Capital appreciation.</p>																					
<b>Benchmark Index</b>	Crisil Composite Bond Fund Index	Crisil Short Term Bond Fund Index																					
<b>Asset Allocation</b>	<p>Under normal market circumstances, the investment range would be as follows:</p> <table> <tr> <th>Instruments</th><th>Risk Profile</th><th>% of Net Assets #</th></tr> <tr> <td>Debentures* (Investment grade, privately placed etc.), Bonds issued by Public Sector Units and other Fixed Income Instruments</td><td>Medium to Low</td><td>Upto 100%</td></tr> <tr> <td>Money Market Instruments</td><td>Low</td><td>Upto 20%</td></tr> <tr> <td>Shares</td><td>High to Medium</td><td>Upto 20%</td></tr> </table> <p>* Includes Securitised Debt up to 40%</p> <p>#including investments in Foreign Securities as may be permitted by SEBI/RBI upto the limit specified for applicable asset class in the asset allocation table above.</p>	Instruments	Risk Profile	% of Net Assets #	Debentures* (Investment grade, privately placed etc.), Bonds issued by Public Sector Units and other Fixed Income Instruments	Medium to Low	Upto 100%	Money Market Instruments	Low	Upto 20%	Shares	High to Medium	Upto 20%	<p>Under normal market circumstances, the investment range would be as follows:</p> <table> <tr> <th>Instruments</th><th>Risk Profile</th><th>% of Net Assets #</th></tr> <tr> <td>Corporate Debt*</td><td>Low to Medium</td><td>80 - 100</td></tr> <tr> <td>Government Securities, Debt, Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) and Money Market Instruments</td><td>Low to Medium</td><td>0 - 20</td></tr> </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 Scheme may have exposure in the following:</p> <ol style="list-style-type: none"> <li>Securitised Debt up to 50% of net assets</li> <li>Foreign securities as may be permitted by SEBI/ RBI upto 50% of net assets</li> </ol>	Instruments	Risk Profile	% of Net Assets #	Corporate Debt*	Low to Medium	80 - 100	Government Securities, Debt, Real Estate Investment Trusts (REIT)/ Infrastructure Investment Trust (InvIT) and Money Market Instruments	Low to Medium	0 - 20
Instruments	Risk Profile	% of Net Assets #																					
Debentures* (Investment grade, privately placed etc.), Bonds issued by Public Sector Units and other Fixed Income Instruments	Medium to Low	Upto 100%																					
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Particulars	Current features	Proposed features
	<p>The scheme may enter into derivatives in line with the guidelines prescribed by SEBI from time to time. The scheme may take exposure in derivatives up to a maximum of 50% of its AUM. 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.</p> <p>It must be clearly understood that the percentages stated above are only indicative and not absolute and that they can vary substantially 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, 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 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>3. 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. These limits will be reviewed by the AMC from time to time.</p> <p>4. Repos in corporate debt securities</p> <p>5. Short Selling</p> <p>6. 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.</p> <p>7. REITs and InvITs - A maximum of 10% of net assets may be deployed in REITs and 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>It must be clearly understood that the percentages stated above are only indicative and not absolute and that they can vary substantially 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, 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 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>
<b>Product Positioning</b>	An income fund that primarily focuses on duration with a potential for higher accrual gains.	A corporate bond fund that primarily focuses on income generation along with some capital gains.
<b>Product Label</b>	<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> <li>• Medium term capital appreciation with current income</li> <li>• A long bond fund – focuses on Corporate/PSU Bonds.</li> </ul>  <p>Investors understand that their principal will be at moderate risk</p>	<p>This product is suitable for investors who are seeking*:</p> <ul style="list-style-type: none"> <li>• Medium term capital appreciation with current income</li> <li>• A bond fund – focuses on AA+ and above rated Corporate/PSU Bonds.</li> </ul>  <p>Investors understand that their principal will be at moderate risk</p>

\*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.