2 May 2021

Subject: Partial Payment from Scheme under winding up - Franklin India Ultra Short Bond Fund

Dear Unitholder,

This has reference to your investment in **Franklin India Ultra Short Bond Fund* (FIUBF),** a scheme under winding up.

Further to the two tranches of distribution totaling to INR 6,564.39 crores in FIUBF, we are pleased to inform you that SBI Funds Management Pvt. Ltd. (SBI MF) would be distributing the next tranche of **INR 771.50 crores** to unitholders. This will be paid by extinguishing proportionate units at the **NAV dated 30 April 2021.** Accordingly, the units held by you in the scheme will reduce to that extent. The payment to all investors whose accounts are KYC compliant with all details available will be made during the **week of 3 May 2021.** The amount to be paid to unitholders of FIUBF will be calculated as per the below table:

*Cash available for disbursement to FIUBF unitholders as on 30 April 2021^*	***A***	*INR 771.50 crores*
AUM of FIUBF as of 30 April 2021	***B***	*INR 3785.09 crores*
Amount to be distributed to FIUBF unitholders as a % of FIUBF AUM as of 30 April 2021	***A/B***	*20.38%*

^NRI investors will receive their payment after deduction of TDS

The amount payable to you will be **20.38%** (as shown in the table above) of your portfolio value, prior to extinguishment of units, as of 30 April 2021. The same proportion (20.38%) of your units held will also be extinguished as per your respective plan level NAV as on 30 April 2021. The plan level NAVs are tabulated below:

Plan	**NAV as of 30 April 2021 (INR)**
Super Institutional Plan - Growth Option	30.0685
Super Institutional Plan - Direct - Growth Option	30.2552
Super Institutional Plan - Daily IDCW Option	10.7472
Super Institutional Plan - Weekly IDCW Option	10.7751
Super Institutional Plan - Direct - Daily IDCW Option	10.7385
Super Institutional Plan - Direct - Weekly IDCW Option	10.7781
Retail Plan – Growth Option	28.3574
Retail Plan - Daily IDCW Option	10.6912
Retail Plan - Weekly IDCW Option	10.7796
Institutional Plan – Growth Option	29.0889
Institutional Plan - Daily IDCW Option	10.6531

IDCW – Income Distribution cum Capital Withdrawal

Here is an Illustration:

Scheme & Plan name: **FIUBF-Retail Plan Growth Option**

- As on 30 April 2021 and prior to extinguishment
  Portfolio value: INR 100,000 (A)
  NAV per unit: 28.3574 (B)

- Units prior to extinguishment: 3526.416 [100,000 / 28.3574] (C) = (A / B)

- Payout percentage: 20.38% (D)

Payout amount **:** INR 20,380 (E) = (A x D)
Units extinguished **:** 718.684 (C x D) or (E / B)

Post this payout, FIUBF would have paid 76% of its AUM as on 23 April 2020.

The payment will be made electronically to all eligible unitholders by SBI MF. In case your bank account is not eligible for an electronic payment, a Demand Draft/Cheque will be issued and sent to your registered address by SBI MF. We will send an account statement to all unitholders showing details of units extinguished and payment made. However, if you hold units in your demat account, please contact your Depository Participant (DP) for your transaction statement. For your Capital Gains statement, you may reach out to us via our website, call centre or from your registered email ID and we will be happy to share the same with you.

Please note that the distribution for unitholders whose PAN/KYC, FATCA/UBO, Minor through guardian or Transmission details / documentation are not available/invalid, will be made after completion of the regulatory/ compliance requirements. We request unitholders to complete these formalities so that we can release the payment at the earliest.

Please write to us at service@franklintempleton.com or call our toll-free investor helplines 1-800-258-4255 or 1-800-425-4255 from 8 a.m. to 9 p.m. Monday to Saturday in case of any queries.

Sincerely,

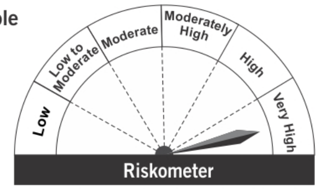
Sameer Seksaria
Head- RTA
Franklin Templeton Asset Management (India) Pvt. Ltd.

**Franklin India Ultra Short Bond Fund (Number of Segregated Portfolios - 1)*

Product Label for Franklin India Ultra Short Bond Fund (No. of Segregated Portfolio - 1)

This product is suitable for investors who are seeking*

- Regular income for short term
- A fund that invests in short term debt and money market instruments



Investors understand that their principal will be at Very High risk

Riskometer is as on March 31, 2021

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

Disclaimer

The information contained in this communication is not a complete representation of every material fact and is for informational purposes only. Statements/ opinions/recommendations in this communication which contain words or phrases such as “will”, “expect”, “could”, “believe” and similar expressions or variations of such expressions are “forward – looking statements”. Actual results may differ materially from those suggested by the forward-looking statements due to risk or uncertainties associated with our expectations with respect to, but not limited to, exposure to market risk, general economic and political conditions in India and other countries globally, which have an impact on the service and / or investments. The AMC, Trustee, their associates, officers, or employees or holding companies do not assure or guarantee any return of principle or assurance of income on investments in these schemes. Please read the Scheme Information Document carefully in its entirety prior to making an investment decision and visit our website http://www.franklintempletonindia.com for further details.

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