



FRANKLIN TEMPLETON

February 11, 2021

Dear Investor,

In my previous communication, I had shared with you that the Hon'ble Supreme Court has accepted our prayer to permit distribution of INR 9,122 crores (available cash in the schemes as of January 15, 2021) to the respective unitholders in proportion to their holdings in the schemes under winding up. The Hon'ble Supreme Court, as agreed by all the parties, has directed that SBI Funds Management Pvt. Ltd. (SBI) be entrusted with the activity of distributing available cash to unitholders. I would like to update you, that we have started working closely with the SBI team and are providing the assistance they require to ensure distribution of available cash at the earliest.

This letter is to update you that the Hon'ble Supreme Court has accepted the application for placing on record the distribution mechanism proposed to be followed by SBI, in compliance with the order of the Hon'ble Supreme Court dated February 2, 2021. Available cash across schemes is as follows:

Scheme	Amount (INR in crores)
Franklin India Ultra Short Bond Fund	5075.39
Franklin India Low Duration Fund	1625.36
Franklin India Short Term Income Fund	469.24
Franklin India Credit Risk Fund	926.15
Franklin India Dynamic Accrual Fund	1025.45
Total	9121.59

Please find below the process of distribution of monies for the five cash positive schemes under winding up:

- Payment will be made by extinguishing proportionate units at the prevailing NAV on the date of processing.
- Payment to all investors whose accounts are KYC compliant with all details available will be made during the week of February 15, 2021. Please [click here](#) to check the status of your account in the schemes under winding up. 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.
- Payment will be made by SBI from the bank accounts (one per scheme) opened by them for this purpose.
- Payment will be made electronically to all eligible customers.
- 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.

- You will receive an account statement from Franklin Templeton showing the details of units extinguished and payment made.
- Capital Gains statements will also be made available. You may request the same via our website, call centre or from your registered email ID.
- Franklin Templeton will be responsible for deduction of TDS and issue of TDS certificates for NRI investors.
- Franklin Templeton will assist with query resolution, unclaimed payments or any other payment issues.

In the meanwhile, my team and I remain available to answer any questions you may have. 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.

Thank you once again for your continued patience and support during these challenging times.

Please stay safe and healthy.

Sincerely,

Sanjay Sapre

President, Franklin Templeton Asset Management (India) Pvt. Ltd.

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.