

28 August 2021

Subject: Partial Payment from Scheme under winding up - Franklin India Short Term Income Plan

Dear Unitholder,

Hope you and your loved ones are staying safe and taking good care of your health.

This has reference to your investment in **Franklin India Short Term Income Plan* (FISTIP)**, a scheme under winding up.

Further to the five tranches of distribution totaling to INR 3738.74 crores in FISTIP, we are pleased to inform you that SBI Funds Management Pvt. Ltd. (SBI MF) would be distributing the next tranche of **INR 950.00 crores** to unitholders. This will be paid by extinguishing proportionate units at the **NAV dated 27 August 2021**. Accordingly, the units held by you in the scheme will reduce to that extent. As advised by the court appointed liquidator (SBI MF), the payment to all investors whose accounts are KYC compliant with all details available will commence from **1 September 2021**. The amount to be paid to unitholders of FISTIP will be calculated as per the below table:

<i>Cash available for disbursement to FISTIP unitholders as on 27 August 2021[^]</i>	A	<i>INR 950.00 crores</i>
<i>AUM of FISTIP as of 27 August 2021</i>	B	<i>INR 2,047.43 crores</i>
<i>Amount to be distributed to FISTIP unitholders as a % of FISTIP AUM as of 27 August 2021</i>	A/B	<i>46.40%</i>

[^]NRI investors will receive their payment after deduction of TDS

The amount payable to you will be 46.40% (as shown in the table above) of your portfolio value, prior to extinguishment of units, as of 27 August 2021. The same proportion (46.40%) of your units held will also be extinguished as per your respective plan level NAV as on 27 August 2021. The plan level NAVs are tabulated below:

Plan	NAV as of 27 August 2021 (INR)
Retail Plan – Growth Option	4013.2337
Retail Plan - Weekly IDCW Option	1014.3217
Retail Plan - Monthly IDCW Option	1119.8617
Retail Plan - Quarterly IDCW Option	1165.0022
Institutional Plan – Growth Option	3321.5901
Retail Plan - Direct – Growth Option	4272.7113
Retail Plan - Direct - Weekly IDCW Option	1025.3296
Retail Plan - Direct - Monthly IDCW Option	1211.671
Retail Plan - Direct - Quarterly IDCW Option	1262.2241

IDCW – Income Distribution cum Capital Withdrawal

Here is an Illustration:

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

- As on 27 August 2021 and prior to extinguishment
Portfolio value: INR 100,000 (A)
NAV per unit: 4013.2337 (B)
- Units prior to extinguishment: $24.918 [100,000 / 4013.2337] (C) = (A / B)$
- Payout percentage: 46.40% (D)

Payout amount : INR 46,400 (E) = (A x D)

Units extinguished : 11.562 (C x D) or (E / B)

Post this payout, FISTIP would have paid 84.43% 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 via CAMS/FT 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.

You may please write to 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,

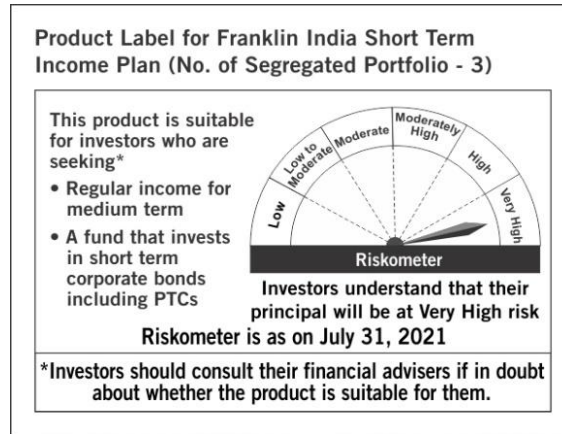
Viji Krishnan

Vice President

Computer Age Management Services Ltd.,

Unit: Franklin Templeton Mutual Fund

** Franklin India Short Term Income Plan (Number of Segregated Portfolios - 3)*



Disclaimer

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