This is a marketing communication.
For the purposes of the UK Sustainability Disclosure Requirements, a sustainable investment label helps investors find funds that have a specific sustainability objective. This Fund does not have a UK sustainable investment label because it does not have a specific sustainability objective.

FRANKLIN TEMPLETON

FTF ClearBridge UK Equity Income Fund

W (acc)
31 January 2026

Franklin Templeton Funds

Product Commentary

Performance Review[1]

- 2026 started strongly with equity markets pressing ahead in the face of heightened geopolitical uncertainty.
- Trends we saw last year continued in earnest with the FTSE 100 Index surpassing 10,000, led by banks, mining and defence sectors.
- For the month, the fund's W (acc) shares returned 3.39%, and its benchmark, the FTSE All-Share Index, returned 3.08%.

ONE-MONTH KEY PERFORMANCE DRIVERS

	Stocks	Sectors
HELPED	Ashmore Group	Financial Services (Overweight)
	Rio Tinto	Basic Resources (Overweight)
	BAE Systems	Industrial Goods and Services (Overweight)
HURT	Dunelm Group	Retail (Overweight)
	HSBC Holdings	Banks (Underweight)
	Page Group	Industrial Goods and Services (Overweight)

- At a sector level, stock selection in financial services and industrial goods and services as well as stock selection and an underweight in travel and leisure contributed to relative returns.
- Conversely, stock selection in retail and basic resources, as well as stock selection and an underweight in banks, detracted from relative returns.
- Emerging market specialist Ashmore delivered a 33% share increase during the month having beaten expectations and achieved its first quarterly net inflow since June 2021. Supported by a materially improved investment performance across its AUM we are hopeful that Ashmore will be a beneficiary of improving macroeconomic stability, rate cut cycles, and a weaker US dollar—conditions historically favourable for emerging market assets.
- Homewares specialist retailer Dunelm was the biggest detractor in the month having delivered a quarterly sales figure that was below expectations. This was driven by macro weakness, high levels of industry promotions and softer trading in furniture due to company availability challenges. Having had a sustained period of outperforming the market, we remain vigilant for any further signs of deterioration in its competitive position.

Outlook & Strategy

- January began with a positive tone for UK equities despite a noisier macroeconomic backdrop. At the World Economic Forum conference in Davos, discussions reinforced a more fragmented outlook, with leaders warning that fractures in the trading system and shifting power dynamics could mean sustained volatility. Markets have gradually been digesting the implications of this wider shift, which has seen the dollar depreciate and investors lift expectations around long-end yields.
- Domestically, inflation came in at 3.4%, ahead of expectations of 3.3%. However, the pathway down towards 2% remains intact, although the outlook for rate cuts in 2026 remains uncertain with the markets currently pricing between one and two cuts in the year ahead.
- Despite this unhelpful data point, sentiment in the new year was constructive enough for the FTSE 100 Index to surpass the 10,000 mark, with small- and mid-capitalisation areas of the market posting mid–single-digit gains in January.
- Looking forward, the UK market remains well-placed given the mix of sectors, which should continue to perform well in the prevailing backdrop. Despite successive years of strong equity market returns, valuations are still near the bottom of long-term ranges, and UK equities remain attractively valued compared to global peers.
- There were no new purchases or complete sales over the month.

1. Please go to https://www.franklintempleton.co.uk/glossary for key terms and definitions.

Fund Details

Inception Date	17/10/2011
Benchmark	FTSE All-Share Index
IA Sector Peer Group	IA UK Equity Income

Fund Description

The Fund aims to generate an income that is higher than that of the FTSE All-Share Index and increase in value through investment growth, over periods of five years, after all fees and costs are deducted. There is no guarantee that the Fund will achieve its objective over this or any other time period. Capital invested is at risk and you may get back less than you paid in.

Performance Data[2,3]

Discrete Annual Performance (%) as at 31/01/2026

	1/25 1/26	1/24 1/25	1/23 1/24	1/22 1/23	1/21 1/22	1/20 1/21	1/19 1/20	1/18 1/19	1/17 1/18	1/16 1/17
W (acc)	19.58	12.64	2.16	5.16	19.49	-9.86	13.55	-2.09	11.40	17.41
FTSE All-Share Index GBP	21.15	17.06	1.90	5.20	18.90	-7.55	10.67	-3.83	11.28	20.06
Peer Group Average	17.31	14.23	1.30	2.27	18.81	-9.21	11.45	-5.11	10.38	13.64

Performance Net of Management Fees as at 31/01/2026 (Dividends Reinvested) (%)[a,b]

	1 Mth	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception (29/04/1988)
W (acc)	3.39	5.73	3.39	19.58	11.23	11.57	8.53	8.75
FTSE All-Share Index	3.08	5.73	3.08	21.15	13.05	12.57	9.04	8.70
Peer Group Average	2.69	4.92	2.69	17.31	10.72	10.53	7.11	7.80
Quartile Ranking	2	2	2	2	3	2	2	1

Performance data is based on Rensburg UK Equity Income Trust mid price from its launch 29/04/1988 to 17/10/2011 and the net asset value of the FTF Franklin UK Equity Income Fund A (inc) shares thereafter. The fund charges all or part of its management fees to capital. This could lead to a higher level of income but may constrain capital growth. The W (acc) share class launched on 31/05/2012. Performance data prior to that date is for the A (inc) GBP share class launched on 29/04/1988 which has higher annual charges.

Please refer to the “How We Measure Performance” section for more details about the benchmark.

Investment Team

Ben Russon, CFA
Years with Firm 12
Years Experience 26

Will Bradwell, CFA
Years with Firm 7
Years Experience 15

Joanne Rands
Years with Firm 4
Years Experience 26

What Are the Key Risks?

The value of shares in the Fund and income received from it can go down as well as up and investors may not get back the full amount invested. Performance may also be affected by currency fluctuations. Currency fluctuations may affect the value of overseas investments. There is no guarantee that the Fund will meet its objective. The Fund invests mainly in equity securities listed on the London Stock Exchange, but may to a lesser extent also invest in debt securities or convertible securities of UK issuers. Such securities have historically been subject to price movements due to company-specific factors and movements in the equity and fixed income markets of the UK generally. As a result, the performance of the Fund can fluctuate significantly over relatively short time periods. Risks materially relevant not adequately captured by the indicator: **Charges from capital:** the fund’s fees and expenses may be taken from its capital (rather than income). This will result in an increase in income available for distribution to investors. However, this will forego some of the capital that the share class has available for future investment and potential growth. **Concentration risk:** the risk that arises when a fund invests in relatively few holdings, few sectors or a restricted geographic area. Performance may be more volatile than a fund with a greater number of securities. **Single Country/Region Risk:** This fund invests primarily in UK, which means that it is more sensitive to local economic, market, political or regulatory events in UK, and will be more affected by these events than other funds that invest in a broader range of regions. **Equity risk:** prices of equities may be affected by factors such as economic, political, market, and issuer-specific changes. Such changes may adversely affect the value of the equities regardless of company-specific performance**. Liquidity risk:** the risk that arises when adverse market conditions affect the ability to sell assets when necessary. Such risk may be triggered by (but not limited to) unexpected events such as environmental disasters or pandemics. Reduced liquidity may have a negative impact on the price of the assets. For a full discussion of all the risks applicable to this Fund, please refer to the “Risk Factors” section of the current prospectus of Franklin Templeton.

How We Measure Performance

We measure performance and price shares in the Fund in British pounds (GBP).

- We measure performance against the Fund’s performance target, the FTSE All-Share Index, as it is widely available and reflects investments in the UK stock market.
- The Fund’s performance can also be compared against the Investment Association UK Equity Income sector average, which reflects the performance of the Fund’s competitors.

2. © 2026 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. For more information, visit www.morningstar.co.uk.
3. Please go to https://www.franklintempleton.co.uk/glossary for key terms and definitions.

Important Legal Information

Effective 30 September 2025, the FTF Martin Currie UK Equity Income Fund was renamed FTF ClearBridge UK Equity Income Fund. Effective 30 September 2025, the fund's investment manager changed to "ClearBridge Investment Management Limited" ("CIML").

This material is intended to be of general interest only and does not constitute legal or tax advice nor is it an offer for shares or invitation to apply for shares of the sub funds of Franklin Templeton Funds ("FTF"), a UK-domiciled OEIC ("the Fund"). Nothing in this document should be construed as investment advice.

Subscriptions to shares of the Fund can only be made on the basis of the current prospectus, the relevant Key Investor Information Document ("KIID") or Supplementary Information Document (SID) accompanied by the latest available audited annual report and the latest semi-annual report if published thereafter, which can be found on our website (www.franklintempleton.co.uk) or from the address below. US Persons (as more fully defined in the latest Fund prospectus) are not eligible to invest in the Fund. Shares of the Fund are available for sale and distribution in the UK.

An investment in the Fund entails risks which are described in the Fund's prospectus and the relevant KIID. The value of shares in the Fund and any income received from them can go down as well as up, and investors may not get back the full amount invested. Past performance is not an indicator, not a guarantee, of future performance. Where a fund invests in a specific sector or geographical area, the returns may be more volatile than a more diversified fund.

Opinions expressed are the author's at the publication date and they are subject to change without prior notice. Given the rapidly changing market environment, Franklin Templeton disclaim responsibility for updating this material. References to particular industries, sectors or companies are for general information and are not necessarily indicative of a fund's holding at any one time. Any research and analysis contained in this document has been procured by Franklin Templeton for its own purposes and is provided to you only incidentally. Franklin Templeton shall not be liable to any user of this document or to any other person or entity for the inaccuracy of information or any errors or omissions in its contents, regardless of the cause of such inaccuracy, error or omission.

There is no guarantee that the Fund will achieve its objective. For a free copy of the latest Prospectus, the SID, the relevant KIID, the annual report and semi-annual report, if published thereafter or for more information about any Franklin Templeton fund, UK investors should contact: Franklin Templeton, Telephone: 0800 305 306, Email: franklintempletonuk@fisglobal.com or write to us at the address below. Alternatively, the information can be downloaded from our website www.franklintempleton.co.uk.

CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

Indices are unmanaged, and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

Important data provider notices and terms available at www.franklintempletondatasources.com.

Source: FTSE.

Issued by Franklin Templeton Investment Management Limited (FTIML) Registered office: Cannon Place, 78 Cannon Street, London EC4N 6HL. FTIML is authorised and regulated by the Financial Conduct Authority.

a. Source for all information is Franklin Templeton. Benchmark related data provided by FactSet. Past performance is not an indicator or a guarantee of future performance. Portfolio holdings are subject to change. Periods greater than one year are shown as average annual total returns. Sales charges and other commissions, taxes and other relevant costs paid by investor are not included.
b. When performance for either the portfolio or its benchmark has been converted, different foreign exchange closing rates may be used between the portfolio and its benchmark.

Franklin Templeton Investment Management Limited
Cannon Place
78 Cannon Street
London EC4N 6HL
0800 313 4049
franklintempleton.co.uk