



Fund Overview

Base Currency for Fund	EUR
Total Net Assets (EUR)	1.35 billion
Fund Inception Date	26.04.1991
Number of Issuers	38
Benchmark	MSCI All Country World Index-NR, MSCI ACWI Investable Market Index-NR
Morningstar Category™*	Sector Equity Ecology

Summary of Investment Objective

The Fund seeks to contribute towards climate change mitigation and adaptation, while seeking capital appreciation, by investing in equity securities of companies that provide solutions for the mitigation and/or adaptation of climate change risk or which are in the process of making their business models more resilient to long-term risks presented by climate change and resource depletion.

Fund Management*

Craig Cameron, CFA: United Kingdom
Tina Sadler, CFA: Canada

Ratings - A (Ydis) EUR

Overall Morningstar Rating™*: ★★★★★

Asset Allocation*

Equity	97.38%
Cash & Cash Equivalents	2.62%

Offering Documents



Risk Considerations

INVESTMENT INVOLVES RISKS. The value of the Fund can be volatile and investors may not get back the amount originally invested. Past performance is not indicative of future results.

- Templeton Global Climate Change Fund invests primarily in equity securities of global companies that provide solutions for mitigation and/or adaptation of climate change risk or which are in the process of making their business models more resilient to long-term risks presented by climate change and resource depletion.
- The Fund is subject to sustainability risk, market risk, equity risk, Europe and eurozone risk, foreign currency risk, liquidity risk, concentration risk, convertible securities risk, Chinese market risk, emerging markets risk, derivative instruments risk, counterparty risk and class hedging risk.
- The Fund is subject to additional risks associated with the Fund's environmental, social and governance ("ESG") investment theme including lack of standardized taxonomy, subjective judgement in investment selection, reliance on third party providers and concentration in investments with ESG focus.
- Security lending may involve the risk that the borrower may fail to return the securities lent out in a timely manner and the value of the collateral may fall below the value of the securities lent out, which may result in a substantial loss to the Fund.
- The Fund may at its discretion pay dividends out of the capital or out of gross income of the Fund while paying all or part of the Fund's fees and expenses out of the capital of the Fund, which results in effectively paying dividends out of capital. Payment of dividends out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. Any distributions involving payment of dividends out of the Fund's capital or payment of dividends effectively out of the Fund's capital (as the case may be) may result in an immediate reduction of the net asset value per share.
- Investors should not invest based on this marketing material alone. Offering documents should be read for further details, including the risk factors. Before you decide to invest, you should make sure the intermediary has explained to you that the Fund is suitable to you.

Performance*

Past performance does not predict future returns.

Performance over 5 Years in Share Class Currency (%)

■ Templeton Global Climate Change Fund A (Ydis) EUR



Performance in Share Class Currency (%)

	Cumulative						
	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Incept
A (Ydis) EUR	3.20	3.20	8.51	15.98	62.73	100.43	657.73
MSCI All Country World Index-NR in EUR	10.67	10.67	23.95	33.15	74.53	192.86	1,112.77
MSCI ACWI Investable Market Index-NR in EUR	10.17	10.17	23.18	30.77	71.81	186.68	N/A

Calendar Year Performance in Share Class Currency (%)

	2023	2022	2021	2020	2019
A (Ydis) EUR	15.01	-8.36	13.42	17.98	25.28
MSCI All Country World Index-NR in EUR	18.06	-13.01	27.54	6.65	28.93
MSCI ACWI Investable Market Index-NR in EUR	17.47	-13.06	27.20	6.65	28.68

Top Ten Holdings* (% of Total)

Issuer Name	
CIE DE SAINT-GOBAIN SA	4.68
SSE PLC	4.31
SMURFIT KAPPA GROUP PLC	4.23
ING GROEP NV	3.93
PRYSMIAN SPA	3.83
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	3.80
ALBEMARLE CORP	3.44
FIRST SOLAR INC	3.15
VEOLIA ENVIRONNEMENT SA	3.10
ORSTED AS	3.02

Fund Measures

Price to Earnings (12-mo Trailing)	18.97x
Price to Book	1.89x
Price to Cash Flow	8.05x
Dividend Yield*	2.06%
Standard Deviation (5 Yrs)	19.35%

Share Class Information

Share Class	Incept Date	NAV	TER (%) 29.02.2024	Fees			Dividends		Fund Identifiers
				Max. Sales Charge (%)	Max. Annual Charge* (%)	Max. Serv. Charge (%)	Last Paid Date	Last Paid Amount	ISIN
A (Ydis) EUR	26.04.1991	EUR 31.25	1.83	5.00	1.50	N/A	10.07.2023	0.1260	LU0029873410
A (acc) USD-H1	06.04.2018	USD 18.76	1.83	5.00	1.50	N/A	N/A	N/A	LU1803068623

The charges are the fees the fund charges to investors to cover the costs of running the Fund. Additional costs, including transaction fees, will also be incurred. These costs are paid out by the Fund, which will impact on the overall return of the Fund.

Fund charges will be incurred in multiple currencies, meaning that payments may increase or decrease as a result of currency exchange fluctuations.

Composition of Fund*

■ Templeton Global Climate Change Fund ■ MSCI All Country World Index-NR

Geographic	% of Total	Sector	% of Total
United States	30.92 / 63.82	Industrials	27.42 / 10.80
France	11.99 / 2.84	Materials	23.60 / 4.23
United Kingdom	8.77 / 3.41	Information Technology	22.47 / 23.68
South Korea	7.71 / 1.28	Utilities	12.14 / 2.46
Denmark	6.85 / 0.85	Consumer Discretionary	5.31 / 10.90
Netherlands	4.90 / 1.19	Financials	3.95 / 16.06
Ireland	4.24 / 0.08	Communication Services	2.50 / 7.56
Japan	3.86 / 5.52	Health Care	0.00 / 11.14
Italy	3.85 / 0.66	Consumer Staples	0.00 / 6.43
Others	14.30 / 20.35	Others	0.00 / 6.75
Cash & Cash Equivalents	2.62 / 0.00	Cash & Cash Equivalents	2.62 / 0.00

Market Capitalisation Breakdown in EUR	% of Equity
<10.0 Billion	26.39
10.0-25.0 Billion	42.90
25.0-50.0 Billion	9.70
50.0-100.0 Billion	6.11
100.0-200.0 Billion	3.09
>200.0 Billion	11.81

Investment Objective and Strategy

The Fund aims to contribute towards climate change mitigation and adaptation as considered by the Paris Climate Agreement while seeking capital appreciation.

The Fund invests primarily in equity securities of global companies that provide solutions for mitigation and/or adaptation of climate change risk or which are in the process of making their business models more resilient to long-term risks presented by climate change and resource depletion. Such companies are, in our view, better prepared financially and competitively for a transition to a low carbon and more resource constrained economy.

The Fund may invest on an ancillary basis in:

- preferred stock, securities convertible into common stock and fixed income securities - time deposits, cash and money market instruments
- units of other mutual funds and exchange traded funds (ETFs) (limited to 10% of the Fund's net assets)
- financial derivative instruments for hedging and efficient portfolio management purposes. These derivatives may include, inter alia, swaps, currency forwards, futures contracts (including futures based on equity, equity index, interest rate and currency), equity and equity index options, equity linked notes, as well as options (including covered calls and warrants).

Product Features

The Investment Manager uses in depth analysis to select equity securities which it believes are undervalued, based on such factors as their expected long-term earnings and the value of the business assets.

The Fund aims to achieve its climate change mitigation and adaptation objective by investing in companies that reduce emissions, improve resource efficiency and limit the physical consequences of climate change so as to align the Fund's portfolio carbon footprint with the landmark Paris Climate Agreement adopted in December 2015. Companies that may benefit financially and competitively from the transition to a global low-carbon economy can be grouped into three broad categories:

- **Solution providers:** (>50% of the Fund's net assets) companies that derive more than 50% of revenues (or alternative metric such as assets) from products and services that directly or indirectly reduce global emissions, improve resource efficiency, and/or protect against the physical consequences of climate change. The solutions activities are generally associated with one of the following themes: Renewable Energy, Energy Efficiency, Water & Waste Management, Sustainable Transportation, and Sustainable Forestry & Agriculture. Factors driving security selection include the Investment Manager's percent of revenues and profits from solutions, a company's net impact on greenhouse gas emissions and resource usage and its governance of the opportunities arising from the low carbon transition.

- **Transitioning companies:** (<50% of the Fund's net assets) companies that are transitioning to solution providers or have moderate to high emissions or resource intensity which are making industry-leading efforts to reduce them (notably by setting science-based emission reduction targets, or companies which have already achieved emission reductions putting them in the top quintile of their industry peer group). Such companies will have below average projected carbon intensity compared to industry peers as a result of historical greenhouse gas emissions reductions and quantitative reduction targets, or they will have above industry peers average projected solutions revenue based on internal methodology. Factors driving security selection include the Investment Manager's view on a company's ability to achieve carbon and resource intensity aligned with the long-term global warming targets of the Paris Climate Agreement, greenhouse gas emissions disclosure quality, exposure to climate mitigation and adaptation solutions and the company's governance of the risks and opportunities arising from the low carbon transition.

- **Resilient companies:** (<50% of the Fund's net assets) companies that have relatively low carbon and resource (e.g. water) intensity in the bottom half of the broad global investment universe defined as MSCI ACWI Investable Market Index. Carbon intensity is measured as Scope 1, 2 and 3 greenhouse gas emissions / Enterprise Value Including Cash. Resource intensity is measured similarly but substituting specific resources such as water. A company's alignment with the Net Zero Asset Managers Initiative by 2050 is a primary consideration for security selection. The Investment Manager uses the Paris Aligned Investment Initiative's Net Zero Investment Framework to aid in categorizing companies, by levels of alignment and commitment. This supports the Investment Manager's efforts to prioritize engagement on companies least aligned based on both their current level of emissions and level of commitment.

The Investment Manager undertakes to reduce the investment universe by at least 20% by excluding companies with the worst climate scores according to its proprietary methodology.

To measure the attainment of the Fund's sustainable investment objective, the Fund will measure (i) exposure to climate mitigation and adaptation solutions providers, (ii) exposure to transitioning companies, (iii) MWh generated in the most recent year from renewable sources, per US\$M invested (measured as the Fund's ownership share of holdings), (iv) percentage of portfolio companies with quantitative greenhouse gas emissions reduction targets (v) weighted average reduction target (vi) carbon intensity, (vii) carbon footprint trajectory (viii) carbon reductions achieved; and (ix) avoided greenhouse gas emission.

The Fund seeks to invest in companies that are good stewards of their impact on social and environmental development. Environmental, social and governance (ESG) issues are considered alongside traditional financial measures to identify responsible and effective stewards of capital and provide a more comprehensive view of the longer-term value, risk and sustainable return potential of an investment. ESG issues evaluated will include elements such as 1) Environmental - how a company manages its impact on the environment (energy use, climate change, waste, pollution, natural resource conservation), 2) Social - how a company manages relationships with its employees, suppliers, customers and the communities where it operates (human rights, labour standards, employee engagement, community relations, data protection and privacy, gender and diversity) and 3) Governance - how a company's oversight is structured to ensure responsible and effective management (company's leadership, degree of independent directors, executive pay, independent audits and internal controls, shareholder rights). The Investment Manager's ESG approach also includes regular dialogue with companies, monitoring material ESG issues and voting proxies.

The Fund will not invest in fossil fuel producers, producers of controversial weapons (i.e., anti-personnel mines, nuclear weaponry, biological & chemical weaponry and cluster munitions) and companies that generate 5% or more of their revenues from tobacco, conventional weapons, firearms, coal power generation, oil-based power generation, nuclear power generation, alcohol, oil services, thermal coal refining, crude oil refining, genetic engineering or palm oil, and companies that generate 1% or more of their revenues from gambling or pornography. The Fund will not invest in companies that violate the United Nations Global Compact Principles, international norms on human rights listed by MSCI, labour rights, environment standards and anti-corruption statutes, according to the Investment Manager's analysis.

On a temporary basis and if justified by exceptionally unfavourable market conditions, the Fund may, in order to take measures to mitigate risks relative to such exceptional market conditions in the best interests of its shareholders, hold ancillary liquid assets (i.e. bank deposits at sight, such as cash held in current accounts with a bank accessible at any time) up to 100% of its net assets.

In order to achieve its investment goals and for treasury purposes, the Fund may hold significant amounts of bank deposits, money market instruments or money market funds pursuant to the applicable investment restrictions (up to 100% of its net assets).

The Fund's net derivative exposure may be up to 50% of the Fund's net asset value.

Important Information

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Any share class with "H1" in its name will attempt to hedge the currency risk between the base currency of the Fund and the currency of the share class, although there can be no guarantee that it will be successful in doing so. In some cases, investors may be subject to additional risks.

In addition, a summary of investor rights is available from <https://www.franklintempleton.com.hk/en-hk/about-us/summary-of-investor-rights>. The summary is available in English and Chinese.

The fund(s)/ sub-fund(s) are notified for marketing in various regions under the UCITS Directive. The fund(s)/ sub-fund(s) can terminate such notifications for any share class and/or sub-fund at any time by using the process contained in Article 93a of the UCITS Directive.

For the avoidance of doubt, if you make a decision to invest, you will be buying units/shares in the fund(s)/sub-fund(s) and will not be investing directly in the underlying assets of the fund(s)/sub-fund(s).

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*Explanatory Notes

Performance: Performance information is based on the stated share class only, in Fund Currency, NAV to NAV, taking into account of dividend reinvestments and capital gain or loss.

Net Returns (NR) include income net of tax withholding when dividends are paid.

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.

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***Explanatory Notes (continued)**

Performance: MSCI All Country World Index-NR reflects performance of the MSCI All Country World Index (gross returns) from fund inception through 31 December 2000 and the MSCI All Country World Index-NR thereafter.

Benchmarks: The **MSCI All Country World Index-NR** is used for performance comparison purposes. It is not used as a constraint on how the Fund's portfolio is to be constructed nor set as a target for the Fund's performance to beat. The **MSCI ACWI Investable Market Index-NR** is used as a proxy for the universe, for the purpose of the ESG rating comparison.

Top 10 Holdings: These securities do not represent all of the securities purchased, sold or recommended for clients, and the reader should not assume that investment in the securities listed was or will be profitable.

Dividend Yield: Reported as a weighted average to reflect the proportion of the portfolio each stock holding represents. This is the ratio of a stock's dividend per share to the month end market price.

Dividend Yield: The dividend yield quoted here is the yield on securities within the Portfolio and should not be used as an indication of the income received from this portfolio.

Asset Allocation/Composition of Fund: Due to rounding, the sum of portfolio may not equal 100%.

Fees: Maximum Annual Charge includes Management Fee and Maximum Maintenance Charge.