

PORTFOLIO SUSTAINABILITY

APRIL 2021 This document is issued by Franklin Templeton International Services S.à r.l. (FTIS) - Supervised by the *Commission de Surveillance du Secteur Financier*. FTIS and the Specialist Investment Manager (SIM), Martin Currie, are both part of the Franklin Templeton Group. For Professional Investor use only. Not for distribution to Retail Investors.

Long-term, sustainable alpha generation from a concentrated, high conviction portfolio of leading global companies. Proprietary fundamental research with Environmental, Social and Governance (ESG) analysis fully embedded, identifies quality growth companies, with compounding characteristics that are undervalued by the market. This results in a portfolio with the potential to deliver strong upside capture whilst proving resilient in a down market.

This document covers the outcomes of the Long-Term Unconstrained team's approach. Favourable ESG scores are outcomes of our investment process. For more on how the team fully integrates ESG into portfolio, the following whitepaper is available via our website:

Our Global Long-Term Unconstrained ESG Integration

The objective of our Funds is to deliver long-term capital appreciation and we expect to outperform the market index over rolling 5-year periods. Our industry-leading integrated ESG analysis exists to enhance alpha generation and ensures we can build concentrated sustainable portfolios where the ESG risks are understood, engaged and minimised.

Leaders in Sustainability

A+ A+ A+

Highest possible ratings by PRI 2017, 2018, 2019, 2020

Tier 1

Tier 1 ranking by the Financial Reporting Council

Top 9%

Worldwide for Active Ownership

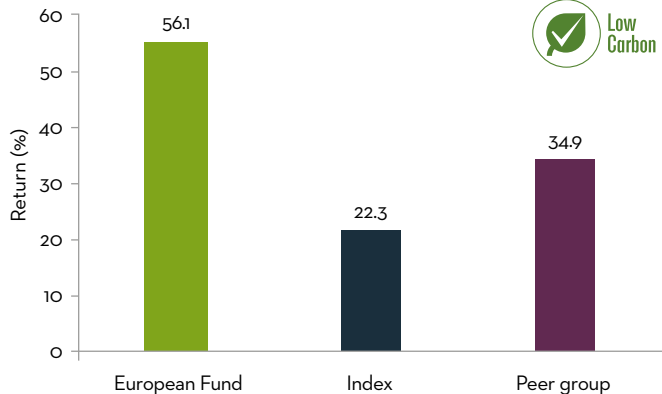
Winner

ICGN Global Stewardship Disclosure Award 2019

Source: Martin Currie, FRC, ICGN, and PRI 2020. PRI A+ ratings relate to activity for the period 1 January 2019 - 31 December 2019. A copy of the PRI's assessment of Martin Currie and methodology is available on request. Listed Equity - Investment manager peer group.

European Fund

Performance since inception*

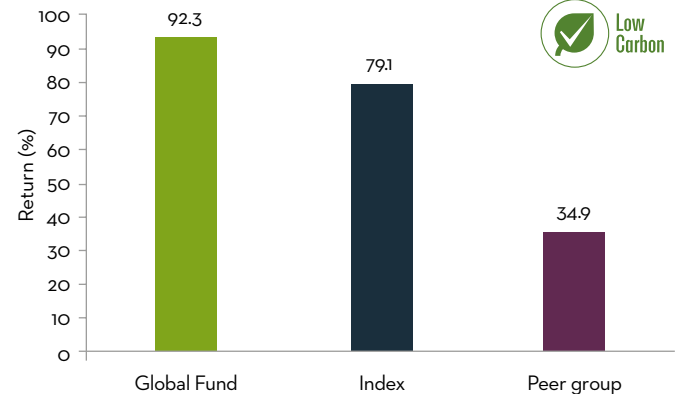


12 month performance

12 months to:	Feb 17	Feb 18	Feb 19	Feb 20	Feb 21
European Fund	-	-	-	(2.0)	44.6
MSCI Europe (net)	16.9	(0.4)	5.5	(13.5)	34.0

Global Fund

Performance since inception**



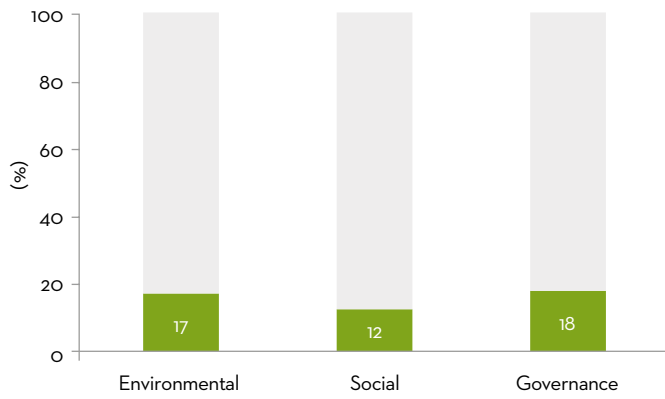
12 month performance

12 months to:	Feb 17	Feb 18	Feb 19	Feb 20	Feb 21
Global Fund	-	0.8	21.4	0.7	34.2
MSCI ACWI (net)	22.6	(0.1)	12.4	(9.2)	44.3

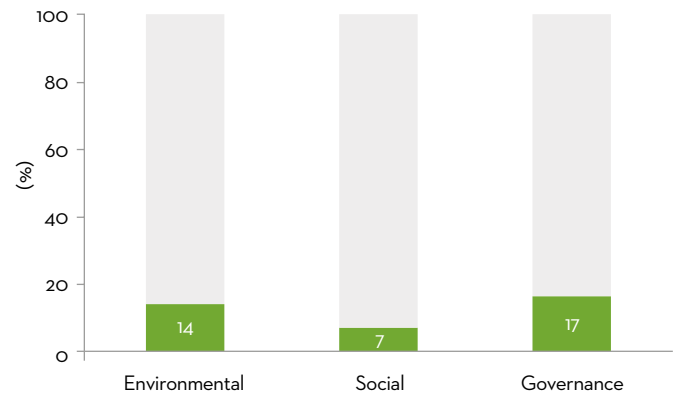
Past performance is not a guide to future returns.

Source: Martin Currie, return data as at 31 March 2021. ***European Fund** from fund inception 9 November 2018 in €. Fund shown is the Legg Mason Martin Currie European Unconstrained Fund PR EUR ACC Class. Index performance is the MSCI Europe (net) index. Peer group defined as the Morningstar EAA Europe Large-Cap Growth Equity. Current Sustainability Score and Carbon Metrics based on 99.7% of AUM, Global Category is the Europe Equity Large Cap as at 31 January 2021. ****Global Fund** from fund inception 28 June 2016 in €. Fund shown is the Legg Mason Martin Currie Global Long-Term Unconstrained Fund A EUR ACC Class. Index performance is the MSCI ACWI (net) index. Peer group defined as the Morningstar EAA Global Large-Cap Growth Equity. Current Sustainability Score and Carbon Metrics based on 91.4% of AUM, Global Category is the Global Equity Large Cap as at 31 January 2021. Data presented net of investment advisory fees, broker commissions and all other expenses borne by investors. Inception 28 June 2016.

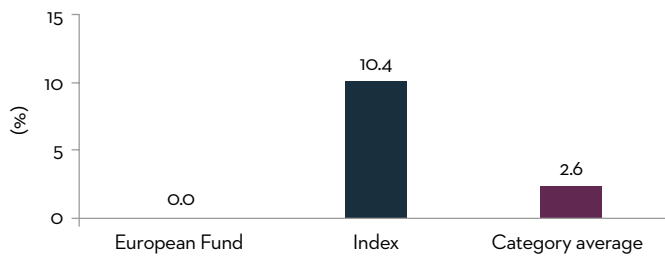
European Fund ESG risk rank percentiles



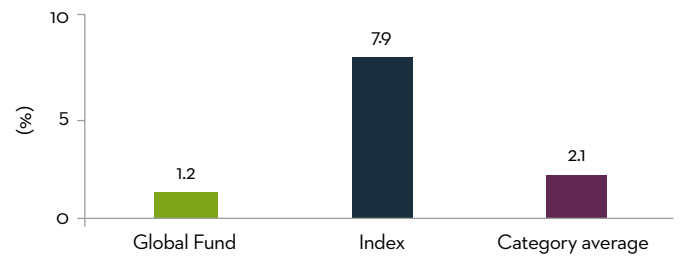
Global Fund ESG risk rank percentiles



European Fund 12 month average fossil fuel involvement



Global Fund 12 month average fossil fuel involvement



Source: Martin Currie and Morningstar as at 31 March 2021. European Fund rank percentiles are for the Legg Mason Martin Currie European Unconstrained Fund PR EUR ACC Class in the Global Category: Europe Equity Large Cap and Index shown is the MSCI Europe (net) index. Global Fund rank percentiles are for the Legg Mason Martin Currie Global Long-Term Unconstrained Fund A EUR ACC Class in the Global Category: Global Equity Large Cap and index shown is the MSCI ACWI (net) index.

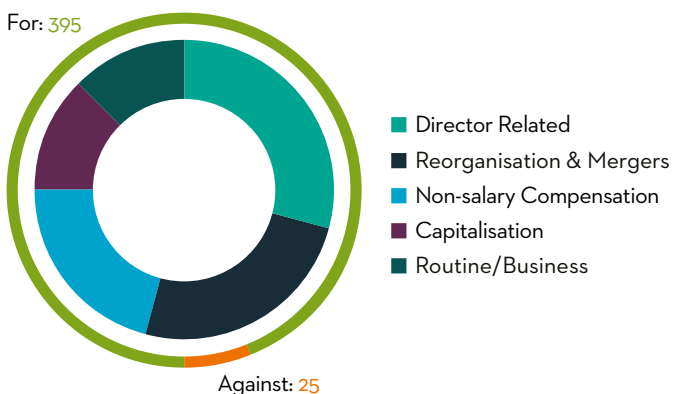
Our low risk scores mean the portfolios have a lower level of material risk associated to ESG factors. Overall, both Funds are ranked in the **1st percentile for Sustainability** in their Morningstar Global Categories¹. Strong performance and strong stewardship do not necessarily go hand-in-glove, as funds delivering top quartile performance can show a wide dispersion of Sustainability Rankings.



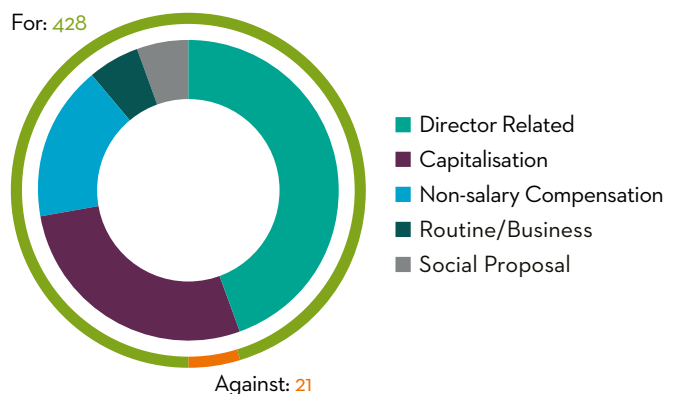
The 'Carbon Risk Score' published by Morningstar uses weighted Sustainability company-level data to identify those portfolios best placed to navigate the journey to a more environmentally conscious world. Both Long-Term Unconstrained portfolios have been awarded Low Carbon designations².

As custodians of our clients' assets, engagement and proxy voting is an integral part of our active management and critical to us as long-term investors. By integrating ESG throughout our process, it enables us to meaningfully engage with a company thereby providing greater insight into their culture and sustainability going forward. It encourages us to work collaboratively, building on our relationship and guiding them towards best practice.

European Fund Votes



Global Fund Votes



Source: Martin Currie, voting record for Legg Mason Martin Currie European Unconstrained Fund and the Legg Mason Martin Currie Global Long-Term Unconstrained Fund, 12 months to 31 December 2020.

The analysis of Environmental, Social and Governance (ESG) factors form an important part of the investment process and helps inform investment decisions. We continue to broaden our investors' toolkit, develop the ways in which we analyse and report on sustainable impacts and, of course, build and deepen client partnerships.

¹Source: Morningstar as at 31 March 2021. European Fund Global Category, Europe Equity Large Cap. Global Fund Global Category, Global Equity Large Cap.

²Source: Morningstar as at 31 March 2021.

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Past performance is no guarantee of future results.

Investor's attention is drawn to the following fund risks:

Investment in company shares: The fund invests in shares of companies, and the value of these shares can be negatively affected by changes in the company, its industry or the economy in which it operates.

Emerging markets investment: The fund may invest in the markets of countries which are smaller, less developed and regulated, and more volatile than the markets of more developed countries.

Concentrated fund: The fund invests in fewer companies than other funds which invest in shares usually do. This means that the fund does not spread its risk as widely as other funds and will therefore be affected more if an individual company has significant losses.

Sustainability: The fund's integration of sustainability risks in the investment decision process may have the effect of excluding profitable investments from the investment universe of the fund and may also cause the fund to sell investments that will continue to perform well. A sustainability risk could materialise due to an environmental, social or governance event or condition which may impact the fund's investments and negatively affect the returns of the fund.

Fund currency: Changes in exchange rates between the currencies of investments held by the fund and the fund's base currency may negatively affect the value of an investment and any income received from it.

Derivatives: The use of derivatives can result in greater fluctuations of the fund's value and may cause the fund to lose as much as or more than the amount invested.

Fund operations: The fund is subject to the risk of loss resulting from inadequate or failed internal processes, people or systems or those of third parties such as those responsible for the custody of its assets, especially to the extent that it invests in developing countries.

Hedged class currency: The value of your investment may fall due to changes in the exchange rate between the currency of your share class and the base currency of the fund. Efforts will be made to try to protect the value of your investment against such changes, but such efforts may not succeed.

This material is intended to be of general interest only and should not be construed as individual investment advice or a recommendation or solicitation to buy, sell or hold any security, or fund, or to adopt any investment strategy. It does not constitute legal or tax advice. The views expressed are those of the investment manager and the comments, opinions and analyses are rendered as at publication date and may change without notice. The information provided in this material is not intended as a complete analysis of every material fact regarding any country, region or market.

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