

**Manulife**  
NextStep Fund Series



**Manulife NextStep Stable Growth FIF (MN-STABLE)**



For investors seeking to reduce market volatility or who have a shorter time period to invest.

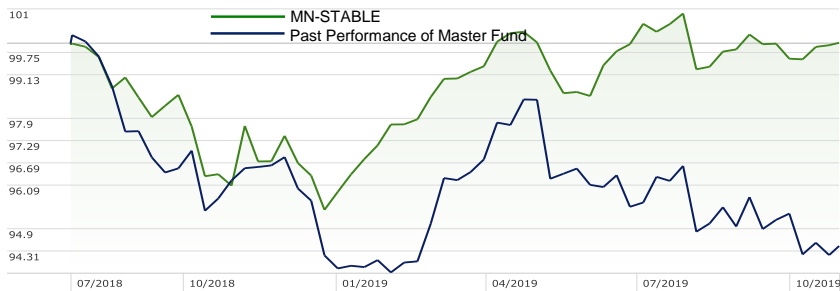
10-30% Stocks  
70-90% Bonds

**Fund Investment**

<b>Investment Policy:</b> Mainly invest in units of a foreign fund named FRANKLIN TEMPLETON INVESTMENT FUNDS - Franklin NextStep Stable Growth Fund (Class A (USD)) at least 80% of the fund's Net Asset Value in any accounting period.		<b>Inception Date:</b> 26 July 2018	<b>Registered Size:</b> 1,000 Million Baht	<b>Fund Maturity:</b> Indefinite
<b>Fund Type:</b> Open-ended Feeder Fund, Foreign Mixed Fund	<b>Dividend Policy:</b> None	<b>Risk Level:</b> Level 5 : Medium to High Risk	<b>Risk:</b> Market, Liquidity, Exchange Rate, Credit, Country&Political, Repatriation and Derivative Risks	
<b>AIMC Category Performance Report:</b> Foreign Investment Allocation	<b>Bloomberg Ticker:</b> MNSTABL:TB	<b>The Fund's Custodian:</b> Citibank, N.A. – Bangkok	<b>The Fund's Registrar:</b> Bank of Ayudhya PCL.	

31/10/2019	Net Asset Value (Baht)	NAV per unit (Baht)
MN-STABLE	74,615,311.60	10.0021

**Performance chart of the investment amount of THB 100 from the inception date**



**Fund Performance (%)**

	YTD	3 Mths	6 Mths	1 Y <sup>1</sup>	3 Ys <sup>1</sup>	5 Ys <sup>1</sup>	10 Ys <sup>1</sup>	Since Inception
MN-STABLE	4.50	-0.46	-0.13	3.76	N/A	N/A	N/A	0.02
Benchmark <sup>^</sup>	-0.41	-1.65	-3.85	-1.82	N/A	N/A	N/A	-4.60
Fund's Standard Deviation	3.49	3.05	3.51	3.63	N/A	N/A	N/A	3.66
Benchmark's Standard Deviation	4.67	4.00	4.72	4.54	N/A	N/A	N/A	4.51

Remark: <sup>1</sup>%Annualized

**Calendar Year (%)**

Year	MN-STABLE	Benchmark <sup>^</sup>	Fund's Standard Deviation	Benchmark's Standard Deviation
2018*	-4.28	-5.40	3.90	4.15
2019**	4.50	-0.41	3.49	4.67

\*Performance since Fund's inception date to last year end.

\*\*Performance as of 1 Jan - 31 Oct 2019

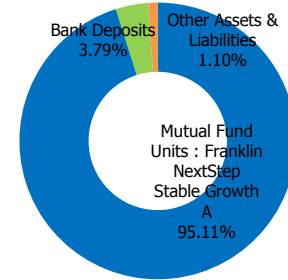
<sup>^</sup>The benchmark of the Fund is 100% performance of Franklin NextStep Stable Growth Fund (Class A (USD)) (Master Fund) in USD term and is the converted into Thai Baht-denominated on the date calculating returns of the Fund.

For the period less than 1 year, the fund performance shall not calculated to annualized return.

Source : Morningstar

The fund performance document is prepared in accordance with AIMC standards.

**Asset Allocation (as % of NAV)**



**Subscription Redemption and Switching Period**

**Subscription Period:** Before 3.30 p.m. of every trading day  
**Redemption/Switching Period:** Before 3.30 p.m. of every trading day (Investors can check schedule of trading day for subscription/redemption and switching at [www.manulife-asset.co.th](http://www.manulife-asset.co.th))  
**Min. Initial Subscription:** 10,000.00 Baht  
**Min. Subsequent Subscription:** Not specified  
**Min. Redemption:** Not specified **Min. Balance Account:** Not specified  
**Period of Payment:** 5 business days from the date which NAV is calculated. (T+5)

**Fees (include VAT)**

**Chargeable to the Fund**  
 (% per annum of total asset value deducted by total liabilities except for Management Fee, Custodian Fee and Registrar Fee)  
**Management Fee:** ≤ 1.6050% per annum (Current charge 0.963%)  
**Custodian Fee:** Maximum 1.2840% per annum (Current charge 0.6420%)\*  
 \*(pls. review more details in the Fund's Prospectus via [www.manulife-asset.co.th](http://www.manulife-asset.co.th))  
**Registrar Fee:** ≤ 0.1070% per annum (Current charge 0.0642%)  
**Chargeable to the Unitholders** (% of NAV per unit)  
**Front-end Fee:** ≤ 1.50% (Current charge 0.50%)  
**Back-end Fee:** None **Switching Fee:** None  
**Transfer Fee:** Not exceeding 200 Baht per transaction

**Master Fund Information**

**Franklin NextStep Stable Growth Fund (Class A (USD))**

**Objective and Investment Policy:**  
 The Fund intends to achieve its objective by investing its net assets principally in units of UCITS and other open and closed-end UCIs (including exchange traded funds). The Fund will seek to maintain an asset allocation exposure generally in the range of 10% to 30% for equities and equity-related securities globally and 70% to 90% for fixed or floating-rate debt securities. These asset allocations may move out of these ranges from time to time based on market conditions and the Investment Managers' strategic and tactical asset allocation views.  
**Fund Duration:** Indefinite  
**Management Fee:** 0.80%\*  
 \*(The Master Fund shall rebate the management fee to MN-STABLE at the rate of 0.55% p.a. of the investment value in The Master Fund)  
**Front-end Fee:** Current charge 5.00% (This initial charge is waived for MN-STABLE)  
**Back-end Fee:** None  
**Switching Fee:** Not exceeding 1.00%  
**Source:** <http://www.nextstepfunds.com/nextstep-en-sg/investor/home>

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Please consider the product features, conditions, risks and returns before making an investment decision.  
 Past performance / performance comparison relating to a capital market product is not a guarantee of future results.  
 The value of investment units may go down as well as up due to exchange rate fluctuation and investors may not get back their original investment.

**Fund Fact Sheet**
**Fund Overview**

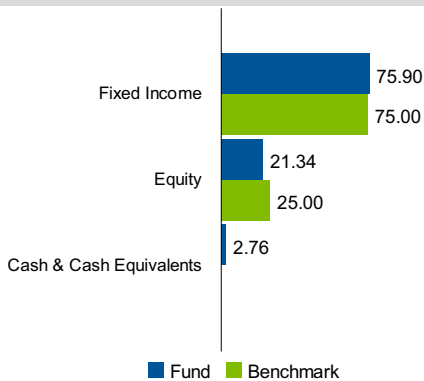
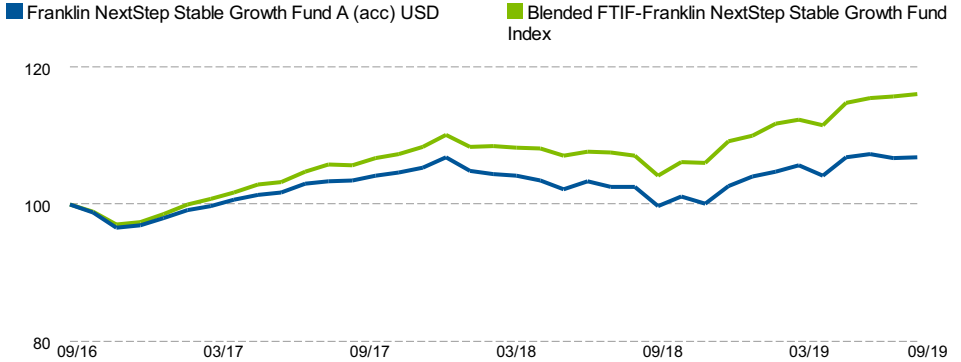
Base Currency for Fund	USD
Total Net Assets (USD)	18 million
Fund Inception Date	05.02.2016
Benchmark	Blended FTIF-Franklin NextStep Stable Growth Fund Index
Investment Style	Asset Allocation
Morningstar Category™	USD Cautious Allocation

**Summary of Investment Objective**

The Fund seeks the highest level of long-term total return, including capital growth and income. The Fund may appeal to investors looking for a high level of long-term total return that is consistent with a low to moderate level of risk and willing to invest for the medium to long term.

**Fund Management**

Thomas Nelson, CFA: United States  
 May Tong, CFA: United States  
 Ricky Chau: Hong Kong  
 Ian M. Riach, CFA: Canada

**Asset Allocation**

**Performance**
**Performance over 3 Years in Share Class Currency (%)**

**Performance in Share Class Currency (%)**

	Cumulative		Annualized	
	1 Yr	3 Yrs	1 Yr	3 Yrs
A (acc) USD	4.15	6.85	2.23	2.27
A (Mdis) USD	4.19	6.96	2.27	2.27
Benchmark in USD	8.49	16.16	5.12	5.12

**Past performance is not an indicator or a guarantee of future performance. 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.** All performance data shown is in the currency stated, include reinvested dividends and are net of management fees. Sales charges and other commissions, taxes and other relevant costs paid by the investor are not included in the calculations. Performance may also be affected by currency fluctuations. Currency fluctuations may affect the value of overseas investments. The fund offers other share classes subject to different fees and expenses, which will affect their performance. Please see the prospectus for details. Up to date performance figures can be found on our local website.

References to indices are made for comparative purposes only and are provided to represent the investment environment existing during the time periods shown. 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.

**Top Ten Holdings (% of Total)**

Issuer Name	% of Total
JPMORGAN FUNDS - AGGREGATE BOND FUND	16.53
ISHARES CORE GLOBAL AGGREGATE BOND UCITS ETF	13.54
FTIF-FRANKLIN U.S. LOW DURATION FUND	12.37
ISHARES USD TREASURY BOND 7-10YR UCITS ETF	9.52
EASTSPRING INVESTMENTS - ASIAN LOCAL BOND FUND	8.28
FTIF-TEMPLETON ASIAN BOND FUND	6.73
FTIF-TEMPLETON GLOBAL TOTAL RETURN FUND	5.20
INVESTEC GLOBAL STRATEGY FUND LTD-ASIAN EQUIT BONDS	4.28
ROBECO CAPITAL GROWTH FUNDS - HIGH YIELD BONDS	3.73
FIDELITY FUNDS - ASIAN SPECIAL SITUATIONS FUND	3.33

**Fund Measures**

Standard Deviation (3 Yrs)	4.16%
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**Share Class Information**

Share Class	Incept Date	NAV	TER (%)	Fees		Dividends			Fund Identifiers	
				Max. Sales Charge (%)	Max. Annual Charge (%)	Frequency	Last Paid Date	Last Paid Amount	Bloomberg ID	ISIN
A (acc) USD	05.02.2016	USD 11.55	1.37	5.75	1.10	N/A	N/A	N/A	FRNSAAU LX	LU1350350259
A (Mdis) USD	05.02.2016	USD 10.83	1.37	5.75	1.10	Mth	16.09.2019	0.0140	FRNSAMU LX	LU1350350333

**Composition of Fund**

Geographic	% of Total
Other	39.00
United States	27.93
Asia ex-Japan	26.03
Australasia	2.67
Europe	1.39
Japan	0.23
Cash & Cash Equivalents	2.76

**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.

The Fund invests principally in units of other funds (open- and closed-end, including exchange-traded funds) managed by Franklin Templeton entities or other asset managers, providing exposure to fixed income or floating rate debt securities (both investment grade and non-investment grade) and, to a lesser extent, equity securities of issuers located anywhere in the world, including emerging markets, with a bias to the Asia Pacific region. Such investments have historically been subject to price movements due to such factors as general sudden changes in interest rates, changes in the financial outlook or perceived credit worthiness of securities issuers, and stock market volatility. As a result, the performance of the Fund can fluctuate moderately over time.

The Fund may distribute income gross of expenses. Whilst this might allow more income to be distributed, it may also have the effect of reducing capital.

Other significant risks include: counterparty risk, credit risk, currency risk, derivatives risk, emerging markets risk, investment funds risk, liquidity risk.

For full details of all of the risks applicable to this Fund, please refer to the "Risk Considerations" section of the Fund in the current prospectus of Franklin Templeton Investment Funds.

**Glossary**

**Standard Deviation:** A measure of the degree to which a fund's return varies from the average of its previous returns. The larger the standard deviation, the greater the likelihood (and risk) that a fund's performance will fluctuate from the average return.

**Important Information**

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Benchmark related data provided by FactSet, as of the date of this document, unless otherwise noted.

Please consult your financial advisor before deciding to invest.

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**Fund Management:** CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

**Asset Allocation:** Fund allocations are a percentage of investments in asset categories as of the end of the period. The asset category of each underlying Fund is based on its predominant investments under normal market conditions. The Fund may shift allocations among asset classes at any time. Benchmark allocations reflect the targeted long-term strategic allocation of the Fund as of the end of the period. Benchmark allocations are for illustrative purposes only and should not be viewed as predictive or representative of the composition of the Fund's portfolio. The difference between Fund and Benchmark allocations reflect the Fund's tactical asset allocation. Percentage may not equal 100% due to rounding.

**Benchmark:** The Blended FTIF-Franklin NextStep Stable Growth Fund Index is comprised of 60% Bloomberg Barclays Multiverse (hedged to USD) + 15% MSCI All Country Asia Pacific Ex-Japan + 15% JPM GBI-EM Broad Diversified Asia Index + 10% MSCI All Country World Index.

**Top Ten 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. The portfolio manager for the Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top holdings list.

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# FTIF – Franklin NextStep Stable Growth Fund

FUND COMMENTARY

## The Simple Way to Invest: Franklin NextStep Funds

- **Simplicity**—All-in-one portfolios matched to three levels of risk.
- **Diversification**—A broad mix of funds invested across fund managers, asset classes and countries.
- **Expertise**—Professionally managed to navigate the ups and downs of the market.

## Fund Description



For investors seeking to **reduce market volatility** or who have a **shorter time period to invest**.

## Performance Highlights

- Franklin NextStep Stable Growth Fund appreciated in the third quarter of 2019 but underperformed its benchmark index.
- Slower global growth remained a concern in the third quarter, as contagion from manufacturing started to threaten resilience in the services sector. This, coupled with ongoing trade tensions and global political uncertainties, continued to present headwinds to business investments. Profit margins have peaked, and inflation expectations remain close to historical lows, fuelling concerns about whether corporations have the ability to pass costs on to consumers. This is putting further pressure on margins. In the face of mounting uncertainties and elevated volatility, the portfolio maintained a defensive position, including a modest underweight to equities and a corresponding overweight to cash.
- Our overall allocation to equities was underweight relative to the benchmark, although within equities we maintained a relative overweight to US and emerging market stocks, and an underweight to Japanese and Pacific ex-Japan equities. Weak growth momentum leads us to the conviction that the US will continue to display stronger growth prospects relative to other developed markets. Within emerging markets, we view valuations as attractive over the long term, despite the idiosyncratic risks and cyclical nature inherent in a slow-growth environment. Japan's valuations remain attractive but declining global growth and a late-cycle environment have typically been unfavourable for companies with higher operational leverage. We are less confident in the Japanese market as a result. Within the Pacific ex-Japan region, concerns remain about linkages to China as demand slows. These positions added value over the quarter, in aggregate.
- From an equity fund selection perspective, exposure to the recently added Fidelity Asian Special Situations Fund contributed to relative returns. It performed better than its benchmark due to positive stock selection in the information technology, industrials and discretionary sectors, as well as within India, China and Taiwan. The fund's tactical put option strategy also helped, as markets fell during the quarter. Conversely, Templeton Asian Smaller Companies Fund was hurt by a strong sell-off in a few holdings, largely in the consumer-related sectors, as domestic demand weakened. Poor selection in China and South Korea were the top detractors, but off-benchmark exposures to frontier Asian countries, namely Vietnam and Sri Lanka, contributed to relative performance.
- Within fixed income, our shorter than benchmark duration exposure detracted from relative returns, as the US Federal Reserve cut rates twice during the quarter (in July and September). This resulted in US 10-year Treasury yields falling 34 basis points over the period, from 2% to 1.66%.
- From a fund selection perspective, our exposure to Templeton Global Total Return Fund was the largest detractor as positions in Argentinian pesos and local bonds both sold off sharply on the surprise outcome of the presidential election primaries. The underlying fund's long exposure to the Brazilian real and short exposure to US Treasuries also detracted significantly. By contrast, long positioning in the Japanese yen and short positioning in the euro helped to offset some of the declines. Additionally, our exposure to Franklin US Low Duration Total Return Fund detracted due to its short duration exposure. Lastly our exposure to Templeton Asian Bond Fund also detracted as the fund's short exposure to US Treasuries weighed on relative performance.

## Outlook & Strategy

- The global economy continues to slow, although the United States remains better placed than some major European countries. The deeper the trade slowdown and the longer it persists, the harder it is to see the global economy escaping some form of contagion. Despite this, corporate fundamentals have remained relatively strong, particularly in the US, with labour markets tight in many economies.
- Global equities are still supported by corporate earnings, but we are carefully monitoring the potential for renewed market volatility and have moved to reflect these concerns in a more cautious stance. We see a balance of growth concerns and optimism regarding the longer-term attractions of emerging market equities. Valuations remain attractive to us relative to developed market peers.
- We maintain a neutral view of bonds, at the asset allocation level, reflecting the balance between reasons for optimism and valuation concerns. Some widening of corporate bond spreads is likely as growth slows and financial conditions tighten. We regard emerging market bond valuations as fair among local- and hard-currency bonds.

The "Franklin NextStep Funds" is a collective term used to reference Franklin NextStep Balanced Growth Fund, Franklin NextStep Dynamic Growth Fund and Franklin NextStep Stable Growth Fund, all being sub-funds of the Luxembourg-domiciled Franklin Templeton Investment Funds.

**Diversification does not guarantee a profit or protect against a loss.** Fund allocations are provided for illustrative purposes only and the categorization of the funds as stable growth, balanced growth and dynamic growth is relative. There is no guarantee that the Franklin NextStep Funds will be allocated in a similar manner.

## Portfolio Performance Details

As of 30/09/2019 in USD

	Before 5% Sales Charge				After Sales Charge <sup>1</sup>				Maximum Sales Charges and Total Annual Operating Expenses	
	Cumulative 1-month	Cumulative 1-year	Annualized 3-year	Average Annual Since Incep (05/02/2016)	Cumulative 1-month	Cumulative 1-year	Annualized 3-year	Average Annual Since Incep (05/02/2016)	Maximum Sales Charge	Management & Maintenance Fee <sup>2</sup>
Franklin NextStep Stable Growth Fund										
A(acc)SGD-H1	0.09%	3.38%	1.55%	3.43%	-4.92%	-1.79%	-0.17%	1.99%	Currently 5.75%	1.10%
A(Mdis)SGD-H1	0.04%	3.25%	1.51%	3.42%	-4.96%	-1.92%	-0.21%	1.97%		
A(acc)USD	0.09%	4.15%	2.23%	4.03%	-4.92%	-1.06%	0.50%	2.57%		
A(Mdis)USD	0.13%	4.19%	2.27%	4.05%	-4.88%	-1.02%	0.53%	2.60%		
A(acc)HKD	0.09%	4.22%	2.57%	4.20%	-4.92%	-1.00%	0.83%	2.74%		
A(Mdis)HKD	0.14%	4.28%	2.59%	4.21%	-4.87%	-0.94%	0.85%	2.75%		
Benchmark Returns <sup>3</sup>										
Blended benchmark	0.31%	8.49%	5.12%	6.79%						

Asset Allocation Range: Target<sup>4</sup> vs. Actual

Adapting to Opportunities and Risks

As of 30/09/2019 in USD



STABLE GROWTH

	Target <sup>4</sup>	Actual
Stock Funds	10-30%	21.34%
Bond Funds	70-90%	75.90%
Cash and Others	--	2.76%

Benchmark Returns<sup>3</sup>

As of 30/09/2019 in USD

	Bloomberg Barclays Multiverse (USD Hedged) Index	MSCI AC Asia Pacific Ex Japan Index	JP Morgan GBI-EM Broad Diversified Asia Index	MSCI ACWI Index
1-Month	-0.41%	1.81%	0.39%	2.15%
1-Year	10.52%	-1.49%	13.67%	1.95%
3-Year	3.81%	6.81%	4.35%	10.31%
Since Inception	4.58%	11.67%	5.92%	13.02%

## Geographic Allocation

As of 30/09/2019 in USD

Geographic Breakdown	STABLE GROWTH
Asia ex-Japan	26.03%
Australasia	2.67%
Europe	1.39%
Japan	0.23%
United States	27.93%
Cash & Cash Equivalents	2.76%
Other	39.00%

**Past performance is not an indicator or a guarantee of future performance. 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.** All performance data shown is in the currency stated, include reinvested dividends and are net of management fees. Sales charges and other commissions, taxes and other relevant costs paid by the investor are not included in the calculations. Performance may also be affected by currency fluctuations. Up to date performance figures can be found on our local website. References to indices are made for comparative purposes only and are provided to represent the investment environment existing during the time periods shown.

Portfolio holdings are subject to change. The asset class and geographic breakdown of each underlying fund is based on its predominant investments under normal market conditions. Figures shown reflect certain derivatives held in the portfolio (or their underlying reference assets) and may not total 100% or may be negative due to rounding, use of derivatives, unsettled trades or other factors.



1. After Sales Charge: Calculated based on initial sales charge of 5%; or 0% for Money Market Funds.
2. Management has contractually agreed to waive or assume certain expenses so that total annual fund operating expenses (excluding 12b-1 fees, acquired fund fees and expenses and certain non-routine expenses) for the Stable Growth Fund do not exceed (and could be less than) 0.10%, until September 30, 2017. Contractual fee waiver and/or expense reimbursement agreements may not be changed or terminated during the time periods set forth above.
3. Performance figures for periods less than one year are cumulative total returns. The benchmark is a blend of 60% Bloomberg Barclays Multiverse (hedged to USD), 15% MSCI AC Asia Pacific Ex-Japan, 10% MSCI ACWI and 15% JPM GBI-EM Broad Diversified Asia Index
4. These asset allocations may move out of these ranges or the ranges themselves may change from time to time based on market conditions and the Investment Managers' strategic tactical asset allocation views.

Sources for indexes: FactSet. Indexes are unmanaged and one cannot invest directly in an index. They do not reflect any fees, expenses or sales charges.

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## Portfolio Composition

Asset Allocation: Month to Month Changes

			
	30/09/2019	31/08/2019	+/- Change Since Last Month
<b>United States Equity Funds</b>	<b>6.04%</b>	<b>5.98%</b>	<b>0.06%</b>
Franklin US Equity Fund	1.53%	1.52%	0.01%
Pioneer Funds US Fundamental Growth	1.10%	1.02%	0.08%
iShares Core S&P 500 UCITS ETF	2.46%	2.53%	-0.07%
UBS (Irl) ETF Plc - MSCI USA Value UCITS ETF	0.95%	0.91%	0.04%
<b>Asia Ex-Japan Equity Funds</b>	<b>11.01%</b>	<b>10.86%</b>	<b>0.15%</b>
Templeton Asian Smaller Companies Fund	1.55%	1.54%	0.01%
Amundi ETF MSCI Emerging Markets Asia UCITS ETF USD	1.86%	2.34%	-0.48%
Investec Global Strategy Fund LTD-Asian Equity	4.28%	3.96%	0.32%
Fidelity Funds SICAV - Asian Special Situations Fund	3.33%	3.03%	0.30%
<b>Australasia Equity Funds</b>	<b>2.67%</b>	<b>2.60%</b>	<b>0.07%</b>
iShares Core MSCI Pacific ex-Japan UCITS ETF	2.67%	2.60%	0.07%
<b>Europe Equity Funds</b>	<b>1.39%</b>	<b>1.35%</b>	<b>0.04%</b>
Db X-Trackers Euro Stoxx 50 UCITS ETF 1C	0.39%	0.41%	-0.02%
Jupiter JGF – European Opportunities	0.52%	0.48%	0.04%
Franklin Mutual European Fund	0.49%	0.47%	0.02%
<b>Japan Equity Funds</b>	<b>0.23%</b>	<b>0.21%</b>	<b>0.02%</b>
iShares Core MSCI Japan IMI UCITS ETF	0.03%	0.03%	0.00%
MAN Funds PLC – MAN Japan Corealpha Equity	0.10%	0.09%	0.01%
Sparx PLC - Sparx Japan Fund Institutional Class B JPY Ptg.Shs	0.10%	0.09%	0.01%
<b>United States Fixed Income Funds</b>	<b>21.89%</b>	<b>22.00%</b>	<b>-0.11%</b>
iShares USD Treasury Bond 1-3 Year UCITS ETF USD	9.52%	9.64%	-0.12%
Franklin US Low Duration Fund	12.37%	12.36%	0.01%
<b>Asia Ex-Japan Fixed Income Funds</b>	<b>15.01%</b>	<b>14.42%</b>	<b>0.59%</b>
Eastspring Investments SICAV - Asian Local Bond Fund Capitalisation CUSD-	8.28%	7.70%	0.58%
Templeton Asian Bond Fund	6.73%	6.72%	0.01%
<b>Other (Global) Fixed Income Funds</b>	<b>39.00%</b>	<b>39.78%</b>	<b>-0.78%</b>
Robeco Capital Growth Funds – High Yield Bonds	3.73%	3.48%	0.25%
Templeton Global Total Return Fund	5.20%	5.17%	0.03%
JP Morgan Funds - Aggregate Bond Fund	16.53%	16.00%	0.53%
iShares Global Aggregate Bond UCITS ETF Accum Hedged USD	13.54%	15.14%	-1.60%
<b>Cash and Cash Equivalents</b>	<b>2.76%</b>	<b>2.79%</b>	<b>-0.03%</b>

Fund allocations are a percentage of investments in asset categories as of the end of the period. The fund may shift allocations among asset classes at any time. The asset category of each underlying fund is based on its predominant investments under normal market conditions. Percentage may not equal 100% due to rounding.

## Fund Information

Fund Name	Share Class	Bloomberg	ISIN
Franklin NextStep <b>Stable Growth</b> Fund	A(acc)SGD-H1	FRNSAAS LX	LU1350350689
Franklin NextStep <b>Stable Growth</b> Fund	A(Mdis)SGD-H1	FRNSAMS LX	LU1350350762
Franklin NextStep <b>Stable Growth</b> Fund	A(acc)USD	FRNSAAU LX	LU1350350259
Franklin NextStep <b>Stable Growth</b> Fund	A(Mdis)USD	FRNSAMU LX	LU1350350333
Franklin NextStep <b>Stable Growth</b> Fund	A(acc)HKD	FRNSAAH LX	LU1350350416
Franklin NextStep <b>Stable Growth</b> Fund	A(Mdis)HKD	FRNSAMH LX	LU1350350507

## About Franklin Templeton Multi-Asset Solutions

Franklin Templeton Multi-Asset Solutions translates a wide variety of investor goals into portfolios powered by Franklin Templeton's best thinking around the globe. The hallmark of the team's approach is a central forum – the Investment Strategy and Research Committee – which generates a top-down view across asset classes and regions, and connects and synthesizes the bottom-up sector and regional insights of the global investment teams at Franklin Templeton. The team features more than 60 multi-asset investment professionals, specializing in strategic asset allocation and dynamic positioning, fundamental and quantitative research, active integration and risk management.

## Portfolio Management\*



**Thomas Nelson, CFA®**

Years of Experience:  
28 years in industry,  
12 years with Franklin Templeton



**May Tong, CFA®**

Years of Experience:  
18 years in industry,  
1 year with Franklin Templeton



**Ricky Chau, MBA®**

Years of Experience:  
20 years in industry,  
3 years with Franklin Templeton



**Ian Riach, CFA®**

Years of Experience:  
33 years in industry,  
20 years with Franklin Templeton

### A Few More Words About Asset Allocation

While an asset allocation plan can be a valuable tool to help reduce overall volatility, all investments involve risks, including possible loss of principal. Because these funds invest in underlying funds, which may engage in a variety of investment strategies involving certain risks, the Franklin NextStep Funds are subject to those same risks. In addition, shareholders of the NextStep Funds will indirectly bear the fees and expenses of the underlying funds. The risks described herein are the principal risks of the Franklin NextStep Funds and the underlying funds. Typically, the more aggressive the investment, or the greater the potential return, the more risk involved. Generally, investors should be comfortable with some fluctuation in the value of their investments, especially over the short term. Stock prices fluctuate, sometimes rapidly and dramatically, due to factors affecting individual companies, particular industries or sectors, or general market conditions. Bond prices generally move in the opposite direction of interest rates. Thus, as the prices of bonds in a fund adjust to a rise in interest rates, that fund's share price may decline. Foreign investing carries additional risks such as currency and market volatility and political or social instability; risks which are heightened in developing countries. Investments in derivatives involve costs and create economic leverage, which may result in significant volatility and cause the funds to participate in losses (as well as gains) that significantly exceed the funds' initial investment. These risks are described in the funds' prospectus. Investors should consult their financial advisor for help selecting the appropriate fund of funds, or fund combination, based on an evaluation of their investment objectives and risk tolerance.

### Important Information

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