



# Franklin K2 Alternative Strategies Fund W (Ydis) EUR-H1

Multi Strategy LU1749025000 Factsheet as of 30 September 2023

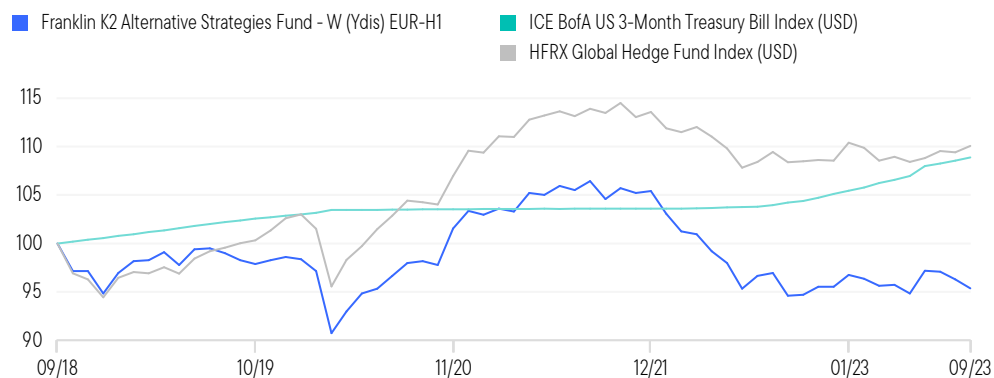
This is a marketing communication. Please refer to the prospectus of the UCITS and to the KID/KIID before making any final investment decisions.

## Investment Overview

The Fund is classified as Article 8 under EU Sustainable Finance Disclosure Regulation and aims to increase the value of its investments over the medium to long term and to keep share price fluctuations lower than those for equity markets generally. The Fund can invest in any asset, and use any investment technique, that is permitted to a UCITS fund, including those that are generally considered to be high risk.

Past performance does not predict future returns.

## Performance Over 5 Years in Share Class Currency (%)



## Discrete Annual Performance (%)

	09/22 09/23	09/21 09/22	09/20 09/21	09/19 09/20	09/18 09/19	09/17 09/18	09/16 09/17	09/15 09/16	09/14 09/15	09/13 09/14
W (Ydis) EUR-H1	0.80	-9.55	6.54	-0.10	-1.72	1.11	2.25	1.24	—	—
ICE BofA US 3-Month Treasury Bill Index (USD)	4.47	0.62	0.07	1.10	2.39	1.59	0.66	0.27	—	—
HFRX Global Hedge Fund Index (USD)	1.55	-4.49	8.87	4.23	0.01	0.25	5.64	0.72	—	—

## Total Returns (%)

	Cumulative						Average Annual				Inception Date
	1-Mo	3-Mo	YTD	1-Yr	3-Yr	5-Yr	Inception	3-Yr	5-Yr	Inception	
W (Ydis) EUR-H1	-0.86	-1.23	-0.17	0.80	-2.87	-4.64	-3.58	-0.97	-0.95	-0.43	24/4/2015
ICE BofA US 3-Month Treasury Bill Index (USD)	0.46	1.31	3.60	4.47	5.19	8.88	11.67	1.70	1.72	1.32	—
HFRX Global Hedge Fund Index (USD)	-0.10	0.75	1.38	1.55	5.59	10.07	10.56	1.83	1.94	1.20	—

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 details provided are in share class currency, include the reinvested dividends gross of tax and are net of management fees. Sales charges, taxes and other locally applied costs have not been deducted. The fund's returns may increase or decrease as a result of changes to foreign exchange rates.

Up to date performance figures can be found on our website.

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.

The W (Ydis) EUR-H1 share class launched on 2018-01-26. Performance data prior to that date is for the A (Ydis) EUR-H1 share class launched on 2015-04-24 which had higher annual charges.

The share class shown has adopted a hedging strategy intended to reduce the effect of exchange rate movements between the currency of the Fund's investment strategy and the currency of the share class. The benchmark returns displayed are shown in the reference currency of the Fund's investment strategy USD, while share class returns are shown in the reference currency of share class EUR. As a result, the returns shown above reflect the effect of the hedging strategy and one can compare the returns of the Fund (net of fees) relative to its benchmark index without the impact of exchange rate movements on index returns.

## Fund Overview

Fund Base Currency	USD
Fund Inception Date	15/09/2014
Share Class Inception Date	26/01/2018
Dividend Frequency	Annually
ISIN	LU1749025000
Sedol	BDD0QF4
Valor Number	39836442
Bloomberg	FTKWEH1 LX
Distribution Yield	0.92%
Morningstar Peer Group	Multistrategy EUR
EU SFDR Category	Article 8

## Benchmark(s) and Type

ICE BofA US 3-Month Treasury Bill Index	Comparator
HFRX Global Hedge Fund Index	Comparator

## Charges

Minimum Investment	USD 1000
Maximum Initial Charge	0.00%
Exit Charge	—
Ongoing Charges Figure	1.95%
Performance Fee	—

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.

The **Ongoing Charges Figure (OCF)** is an amount representing all operating charges and expenses of the Fund in the prior 12 months as a percentage of the Fund's average net assets for the period. Where that figure would not be a fair representation of future costs or if 12 months data is not available, an estimated figure will be shown.

## Fund Characteristics

	Fund
NAV-W (Ydis) EUR-H1	€9.27
Total Net Assets	\$805.94 Million
Standard Deviation (5 Yr)	5.50%

Portfolio Exposure (% of Total)

	Fund
Gross Exposure	242.04
Long Exposure	149.23
Net Exposure	58.40
Short Exposure	-92.10

Strategy Allocation (% of Total)

	Target	Actual
Event Driven	10% - 30%	9.95
Global Macro	0 - 30%	23.20
Long Short Equity	25% - 40%	28.44
Relative Value	30% - 45%	38.41

Manager Allocation (% of Invested Capital)

	Fund
Relative Value	38.41
Apollo SA Management, LLC	13.20
Lazard Asset Management, LLC	9.12
K2/D&S Management Co., LLC	8.51
DLD Asset Management, L.P.	4.12
One River Asset Management	3.46
Loomis Sayles & Company, L.P.	0.01
Long Short Equity	28.44
Electron Capital Partners, LLC	11.30
Chilton Investment Company, LLC	6.97
Jennison Associates, LLC	5.20
ActusRayPartners Limited	4.97
Global Macro	23.20
Graham Capital Management, LP.	8.36
BlueBay Asset Management, LLP	7.85
Capital Fund Management SA	5.71
RV Capital Management Private, Ltd.	1.27
Event Driven	9.95
Bardin Hill Investment Partners L.P.	6.27
P. Schoenfeld Asset Management L.P.	3.68

Portfolio Data Information

**Manager Allocation:** Manager allocation includes managers that have been appointed as sub-advisors or managers of investment funds. K2 may determine in its sole discretion to not allocate to one or more of the managers and/or to add new managers. Accordingly, the manager allocation is presented for illustrative purposes only, and should not be viewed as predictive of the ongoing composition of the fund's portfolio, which may change at any time. Weightings as percent of invested capital into fund managers (sub-advisors or co-managers).

**Strategy Allocation:** Actual Allocation is a percentage of invested capital into fund managers (sub- advisors or co-managers) as of the end of the period. Target Allocations are as of the end of the period. The fund may shift allocations among strategies at any time. Further, K2 may determine in its sole discretion to not allocate to one or more of the strategies and/or to add new strategies. Accordingly the above target allocations are presented for illustrative purposes only, and should not be viewed as predictive of the ongoing composition of the fund's portfolio (and its managers), which may change at any time. Weightings as percentage of invested capital into fund managers (sub-advisors or co-managers).

Portfolio Management

	Years with Firm	Years of Experience
Brooks Ritchey	17	40
Robert Christian	13	33
Anthony M Zanolla, CFA	8	29

What are the Risks?

The Fund does not offer any capital guarantee or protection and you may not get back the amount invested. The Fund is subject to the following risks which are materially relevant: **Credit risk:** the risk of loss arising from default that may occur if an issuer fails to make principal or interest payments when due. This risk is higher if the Fund holds low-rated, sub-investment-grade securities. **Derivative Instruments risk:** the risk of loss in an instrument where a small change in the value of the underlying investment may have a larger impact on the value of such instrument. Derivatives may involve additional liquidity, credit and counterparty risks. **Foreign Currency risk:** the risk of loss arising from exchange-rate fluctuations or due to exchange control regulations. **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. **Multi-Manager risk:** the risk that independent decisions of Investment Co-Managers may conflict with one another thus resulting in loss of efficiency. Complete information on the risks of investing in the Fund are set out in the Fund's prospectus.

Glossary

**Distribution Yield:** The Distribution Yield reflects the amounts that may be expected to be distributed over the next 12 months as a percentage of the Net Asset Value of the class as at the reported date. It is based on a snapshot of the portfolio on that day. It does not include any subscription charges and investors may be subject to tax on distributions. **Comparator:** Benchmark is used for comparing Fund performance, but is not a constraint to Fund Investment. **Standard Deviation:** 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

**This Fund has been classified as Article 8 under the Regulation on sustainability related disclosures in the financial services sector (EU) 2019/2088. These are Funds which have an ESG integration approach and, in addition, have binding environmental and/or social characteristics in their investment process.**

Further information in relation to the sustainability-related aspects of the Fund can be found at [franklintempleton.com/countries](https://www.franklintempleton.com/countries). Please review all of the Fund's objectives and characteristics before investing. This is a sub-fund ("Fund") of Franklin Templeton Investment Funds ("FTIF"), a Luxembourg-domiciled investment company with variable capital-specialised investment fund (SICAV-FIS). Subscriptions to shares of the Fund can only be made based on the Fund's current Prospectus and, where available, the relevant Key Information Document ("KID") / Key Investor Information Document ("KIID"), accompanied by the latest available audited annual report and the latest semi-annual report if published thereafter. These documents can be found on our website at [www.ftidocuments.com](https://www.ftidocuments.com), obtained, free of charge, from your local FT representative or can be requested via FT's European Facilities Service which is available at <https://www.eifs.lu/franklintempleton>. The Fund's documents are available in English, Arabic, French, German, Italian, Polish and Spanish. In addition, a summary of investor rights is available from [www.franklintempleton.lu/summary-of-investor-rights](https://www.franklintempleton.lu/summary-of-investor-rights). The summary is available in English. The sub-funds of FTIF are notified for marketing in multiple EU Member States under the UCITS Directive. FTIF 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 decide to invest, you will be buying units/shares in the Fund and will not be investing directly in the underlying assets of the Fund.

Given the variety of investment options available today, we suggest investors seek guidance from a Financial Adviser. **Reference Benchmark:** MSCI World Index. The MSCI World Index is solely utilized as a reference benchmark to illustrate difference in behavior between global equity markets and the fund. However, the MSCI World Index is not fully reflective of the risk profile of the fund, which is not limited to investing solely for long global equity market exposures.

Effective 1 November 2021, the Fund's benchmark is Euro Short-Term Rate (ESTR). The Linked Euro Short-Term (ESTR) performance shown is derived from a combination of the ICE LIBOR 3-Month (EUR) Index from the Fund's inception to 31st October 2021 and Euro Short-Term Rate (ESTR) thereafter. Benchmarks provided for additional performance comparison are for informational purposes only; the fund manager does not intend for the portfolio to track them. The ICE BofA US 3-Month Treasury Bill Index is provided as an absolute return benchmark. The HFRX Global Hedge Fund Index represents a measure of a broad universe of hedge fund strategies.

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