



Franklin Templeton Alternatives Funds Franklin K2 Wellington Technology Long Short UCITS Fund

Alternative
LU2039786855
31 January 2023

Fund Fact Sheet

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Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	27 million
Fund Inception Date	30.09.2019
Number of Issuers Long (excl. cash)	82
Number of Issuers Short (excl. cash)	13
Benchmark	HFRX Equity Hedge Index, MSCI World Information Technology Index
Investment Style	Alternative
Fund Domicile	Luxembourg
Fund Type	UCITS
Subscription	Daily
Redemption	Daily
Morningstar Category™	Alt - Long/Short Equity - Other

Summary of Investment Objective

The Fund's investment objective is to provide long-term capital appreciation.

Fund Management

Bruce Glazer: United States
Ben Abad: United States

Portfolio Exposure (% of Total)

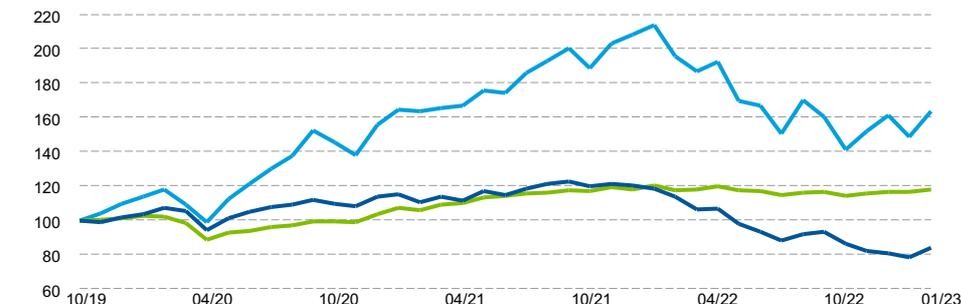
Gross Exposure	169.22
Net Exposure	38.79
Long Exposure	104.00
Short Exposure	-65.22

Performance

Past performance does not predict future returns.

Performance Since Inception in Share Class Currency (%)

■ Franklin K2 Wellington Technology Long Short UCITS
■ HFRX Equity Hedge Index
■ MSCI World Information Technology Index



Discrete Annual Performance in Share Class Currency (%)

	01/22	01/21	01/20	01/19	01/18	01/17	01/16	01/15	01/14	01/13
EO PF (acc) USD	-26.27	2.71	3.07	N/A						
HFRX Equity Hedge Index in USD	0.46	10.92	3.85	N/A						
MSCI World Information Technology Index in USD	-16.53	19.77	38.79	N/A						
HFRX Equity Hedge Index in EUR	3.81	19.81	-5.09	N/A						
MSCI World Information Technology Index in EUR	-13.84	29.81	26.60	N/A						

Performance in Share Class Currency (%)

	Cumulative					Annualised		
	1 Mth	6 Mths	YTD	1 Yr	3 Yrs	Since Incept	Since Incept	
EO PF (acc) USD	6.88	-8.80	6.88	-26.27	-21.95	-16.10	-7.93	-5.12
HFRX Equity Hedge Index in USD	1.56	1.97	1.56	0.46	15.72	18.37	4.98	5.18
MSCI World Information Technology Index in USD	10.09	-4.02	10.09	-16.53	38.77	63.64	11.54	15.90
HFRX Equity Hedge Index in EUR	-0.01	-4.14	-0.01	3.81	18.05	18.67	5.69	5.26
MSCI World Information Technology Index in EUR	8.18	-9.89	8.18	-13.84	41.60	64.27	12.29	16.03

Calendar Year Performance in Share Class Currency (%)

	2022	2021	2020
EO PF (acc) USD	-33.87	2.95	11.51
HFRX Equity Hedge Index in USD	-3.18	12.14	4.60
MSCI World Information Technology Index in USD	-30.60	30.15	44.26
HFRX Equity Hedge Index in EUR	2.91	20.42	-3.99
MSCI World Information Technology Index in EUR	-26.05	40.03	32.35

The fund's returns may increase or decrease as a result of changes to foreign exchange rates.

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. The fund offers other share classes subject to different fees and expenses, which will affect their performance.

Top Exposures (% of Total)

Long Exposures (Equity Only)

Issuer Name	
ALPHABET INC	4.89
MARVELL TECHNOLOGY INC	4.50
AMAZON.COM INC	4.30
HUBSPOT INC	4.24
BLOCK INC	3.91
TRUPANION INC	3.71
NVIDIA CORP	3.65
ADVANCED MICRO DEVICES INC	3.55
CERIDIAN HCM HOLDING INC	3.32
ATLISSIAN CORP	3.28

Fund Measures

Value at Risk (VaR)	-10.93%
Standard Deviation (3 Yrs)	14.68%
Sharpe Ratio (3 Yrs)	-0.60
Alpha (3 Yrs)	-13.32%
Beta (3 Yrs)	0.47
R-Squared (3 Yrs)	65.08%
Correlation (3 Yrs)	0.81
% Maximum Drawdown (3 Yrs)	-36.07%
Drawdown Period: 07/21-11/22	

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Share Class	Incept Date	NAV	TER (%)	Fees	Dividends		Fund Identifiers		
				Max. Annual Charge (%)	Frequency	Last Paid Date	Last Paid Amount	Bloomberg ID	ISIN
EO PF (acc) USD	30.09.2019	USD 8.39	1.05	0.75	N/A	N/A	N/A	FRWTEOU LX	LU2039786855

The Performance Fee is 20% a year of any returns the Fund achieves above an applicable High Water Mark. Please see the "Performance Fees" disclosure in the Important Information section. 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

Sector Exposure—Total	Long Exposure (% of Total)	Short Exposure (% of Total)	Net Exposure (% of Total)	Gross Exposure (% of Total)	Sector Exposure—Total	Long Exposure (% of Total)	Short Exposure (% of Total)	Net Exposure (% of Total)	Gross Exposure (% of Total)
North America	94.17	-65.22	28.95	159.38	Europe	5.22	N/A	5.22	5.22
IT Services	25.93	-0.12	25.82	26.05	Semiconductors & Semiconductor Equipment	4.24	N/A	4.24	4.24
Software	23.58	-0.03	23.55	23.60	IT Services	0.98	N/A	0.98	0.98
Semiconductors & Semiconductor Equipment	18.23	-14.25	3.97	32.48	Asia Pacific	4.62	N/A	4.62	4.62
Interactive Media & Services	8.01	N/A	8.01	8.01	Semiconductors & Semiconductor Equipment	2.98	N/A	2.98	2.98
Internet & Direct Marketing Retail	7.33	-0.20	7.13	7.53	Internet & Direct Marketing Retail	1.09	N/A	1.09	1.09
Insurance	3.71	N/A	3.71	3.71	IT Services	0.54	N/A	0.54	0.54
Entertainment	2.99	-0.65	2.34	3.64					
Road & Rail	2.70	N/A	2.70	2.70					
Hotels, Restaurants & Leisure	1.16	N/A	1.16	1.16					
Communications Equipment	0.53	N/A	0.53	0.53					
Information Technology	N/A	-23.45	-23.45	23.45					
Equity Index	N/A	-26.52	-26.52	26.52					

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 seeks to achieve its investment objective by investing primarily in equity and equity-related securities of companies that derive a major portion of revenues or anticipated revenues from the information technology, communication services, and consumer discretionary sectors worldwide. The Fund utilises financial derivative instruments for hedging, efficient portfolio management and/or investment purposes. Such securities and investment instruments have historically been subject to price movements that may occur due to market or issue-specific factors. As a result, the performance of the Fund can fluctuate considerably over time. Other significant risks include: counterparty risk, foreign currency risk, derivative instruments risk and concentration 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 Alternatives Funds.

Important Information

Issued by Franklin Templeton International Services, S.à r.l. Franklin Templeton Alternative Funds (the "Fund") is a Luxembourg registered SICAV. Source for data and information provided by Franklin Templeton, as of the date of this document, unless otherwise noted. This document does not constitute legal or tax advice nor investment advice or an offer for shares of the Fund. Subscriptions to shares of the Fund can only be made on the basis of the current prospectus and where available, the relevant Key Information Document, accompanied by the latest available audited annual report and semi-annual report accessible on our website at www.franklintempleton.lu or which can be obtained, free of charge, from Franklin Templeton International Services, S.à r.l. - Supervised by the Commission de Surveillance du Secteur Financier - 8A, rue Albert Borschette, L-1246 Luxembourg. 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. No shares of the Fund may be directly or indirectly offered or sold to residents of the United States of America. Shares of the Fund are not available for distribution in all jurisdictions and prospective investors should confirm availability with their local Franklin Templeton representative before making any plans to invest. An investment in the Fund entails risks, which are described in the Fund's prospectus and where available, in the relevant Key Information Document. Special risks may be associated with a Fund's investment in certain types of securities, asset classes, sectors, markets, currencies or countries and in the Fund's possible use of derivatives. These risks are more fully described in the Fund's prospectus and where available, in the relevant Key Information Document and should be read closely before investing. Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change. 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. The Fund's documents are available from www.ftdocuments.com in English and German or can be requested via FT's European Facilities Service available at <https://www.eifs.lu/franklintempleton>. In addition, a Summary of Investor Rights is available from www.franklintempleton.lu/summary-of-investor-rights. The summary is available in English. The sub-fund(s) of FTAF are notified for marketing in multiple EU Member States under the UCITS Directive. FTAF 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 and will not be investing directly in the underlying assets of the Fund.

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

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Unlike most asset class indexes, HFR Index returns reflect fees and expenses.

Source: HedgeMark.

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Portfolio Exposure:

Gross Exposure: Gross exposure is the sum of the absolute value of all exposures, directly or through derivatives, as a percentage of total assets. The sum of the percentage of long positions and short (in absolute terms) positions.

Net Exposure: Net exposure is the sum of the total value of all exposures, directly or through derivatives, as a percentage of total assets. The percentage value of the long positions less the percentage value of the short positions.

Long Exposure: Sum of the long exposures, directly or through derivatives, as a percentage of total assets.

Short Exposure: Sum of the short exposures, directly or through derivatives, as a percentage of total assets.

Performance Benchmarks: Benchmarks provided for additional performance comparison are for informational purposes only; the fund manager does not intend for the portfolio to track them.

The HFRX Equity Hedge Index represents a measure of a broad universe of long short equity hedge fund strategies. The MSCI World Information Technology Index includes securities that are classified in the Information Technology sector as per the Global Industry Classification Standard.

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Performance Fee: 20% a year of any returns the Fund achieves above an applicable High Water Mark. The Performance Fee becomes due in the event of outperformance, that is, if the increase in the NAV during the relevant Performance Period (after deduction of any subscription and/or redemption fees levied) exceeds the applicable High Water Mark point. For more information, please see the Fund's prospectus.

Performance: 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 Exposures: The Top Long Exposures represent the largest long equity issuer exposures of Franklin K2 Wellington Technology Long Short UCITS Fund as of the date indicated. Issuer exposures include actual security holdings and single security exposures obtained through the use of derivatives. Direct security holdings and derivatives exposures are combined for calculation purposes. These direct holdings and derivatives do not represent all of the securities purchased, sold or recommended for advisory clients, and the reader should not assume that investment in securities of the issuers listed was or will be profitable.

Value-at-Risk (VAR): The expected maximum potential one-month loss at a 95% confidence level, calculated based on the Fund's holdings as of the report date using a historical simulation methodology.