



# Franklin Templeton Alternatives Funds Franklin K2 Electron Global UCITS Fund

Alternative  
LU2343874488  
30 June 2023

## Fund Fact Sheet

### Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	242 million
Fund Inception Date	30.09.2019
Number of Issuers Long (excl. cash)	22
Number of Issuers Short (excl. cash)	27
Benchmark	Sterling Overnight Average (SONIA), MSCI World Utilities Sector Index
Investment Style	Alternative
Fund Domicile	Luxembourg
Fund Type	UCITS
Subscription	Daily
Redemption	Daily
Morningstar Category™	Long/Short Equity - Other
EU SFDR Category	Article 8

### Summary of Investment Objective

The Fund seeks to achieve an absolute return by investing primarily in equity and equity-related securities of companies active in the infrastructure and global utility sector located in North America, Europe and Asia-Pacific, and to a lesser extent in Latin America, including emerging markets.

### Fund Management

Jos Shaver: United States

### Portfolio Exposure (% of Total)

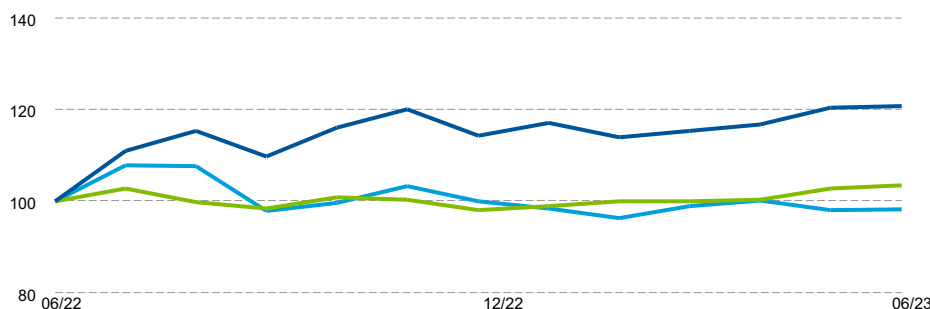
Gross Exposure	107.10
Net Exposure	41.72
Long Exposure	74.41
Short Exposure	-32.69

### Performance

Past performance does not predict future returns.

#### Performance over 1 Year in EUR (%)

■ Franklin K2 Electron Global UCITS Fund J PF (Qdis) GBP-H1  
■ Sterling Overnight Average (SONIA)  
■ MSCI World Utilities Sector Index



#### Discrete Annual Performance in EUR (%)

	06/22	06/21	06/20	06/19	06/18	06/17	06/16	06/15	06/14	06/13
	06/23	06/22	06/21	06/20	06/19	06/18	06/17	06/16	06/15	06/14
J PF (Qdis) GBP-H1	20.89	-4.79	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

#### Performance in EUR (%)

	Cumulative	1 Yr
J PF (Qdis) GBP-H1	20.89	20.89
Sterling Overnight Average (SONIA) in EUR	3.53	3.53
MSCI World Utilities Sector Index in EUR	-1.73	-1.73

#### Calendar Year Performance in EUR (%)

	2022
J PF (Qdis) GBP-H1	7.11
Sterling Overnight Average (SONIA) in EUR	-3.97
MSCI World Utilities Sector Index in EUR	2.42

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	
MASTEC INC	7.98
GENERAL ELECTRIC CO	7.70
AES CORP/THE	7.37
CONSTELLATION ENERGY CORP	6.78
SIEMENS ENERGY AG	6.66

##### Short Exposures (Equity Only)

Issuer Name	
STOXX EUROPE 600 INDUSTRIAL GOODS & SERVICES PRICE EUR	-4.33
STXE 600 UTILITIES EUR	-3.09
INDUSTRIALS	-2.85
AUTOMOBILES	-2.33
S&P 500 INDEX	-2.24

#### Fund Measures

Standard Deviation (1 Yr, GBP)	12.07%
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### Share Class Information

Share Class	Incept Date	NAV	TER (%)	Fees		Dividends	Last Paid Date	Last Paid Amount	Fund Identifiers	
				Max. Sales Charge (%)	Max. Annual Charge (%)				Bloomberg ID	ISIN
J PF (Qdis) GBP-H1	10.06.2021	GBP 11.42	0.75	N/A	0.60	Qtr	15.07.2022	0.0050	FREGUJG LX	LU2343874488

The Performance Fee is 18.00% and the Hurdle is Sterling Over Night Index Average (SONIA)+3%. 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)
<b>North America</b>	<b>57.17</b>	<b>-22.34</b>	<b>34.84</b>	<b>79.51</b>
Electric Utilities	15.85	N/A	15.85	15.85
Independent Power & Renewable Electricity Producers	14.31	-0.90	13.41	15.20
Construction & Engineering	13.02	N/A	13.02	13.02
Industrial Conglomerates	7.70	N/A	7.70	7.70
Electrical Equipment	4.10	-0.41	3.69	4.51
Trading Companies & Distributors	2.20	N/A	2.20	2.20
Software	N/A	-0.22	-0.22	0.22
Entertainment	N/A	-0.23	-0.23	0.23
Capital Markets	N/A	-0.24	-0.24	0.24
Machinery	N/A	-0.48	-0.48	0.48
Specialty Retail	N/A	-0.83	-0.83	0.83
Semiconductors & Semiconductor Equipment	N/A	-1.60	-1.60	1.60
Water Utilities	N/A	-2.15	-2.15	2.15
Multi-Utilities	N/A	-2.15	-2.15	2.15
Automobiles	N/A	-2.33	-2.33	2.33
Equity Index	N/A	-2.63	-2.63	2.63
Industrials	N/A	-2.85	-2.85	2.85
Others	N/A	-3.02	-3.02	3.02
Chemicals	N/A	-3.19	-3.19	3.19

Sector Exposure—Total	Long Exposure (% of Total)	Short Exposure (% of Total)	Net Exposure (% of Total)	Gross Exposure (% of Total)
<b>Europe</b>	<b>15.90</b>	<b>-7.63</b>	<b>8.27</b>	<b>23.53</b>
Electrical Equipment	6.66	N/A	6.66	6.66
Multi-Utilities	5.92	N/A	5.92	5.92
Electric Utilities	2.09	N/A	2.09	2.09
Currency Derivatives	0.67	-0.21	0.46	0.88
Construction Materials	0.56	N/A	0.56	0.56
Equity Index	N/A	-7.42	-7.42	7.42
<b>Asia Pacific</b>	<b>0.94</b>	<b>-1.65</b>	<b>-0.71</b>	<b>2.59</b>
Currency Derivatives	0.94	-0.76	0.18	1.70
Electronic Equipment, Instruments & Components	N/A	-0.17	-0.17	0.17
Electrical Equipment	N/A	-0.33	-0.33	0.33
Chemicals	N/A	-0.40	-0.40	0.40
<b>Global and Emerging Markets</b>	<b>0.40</b>	<b>-1.07</b>	<b>-0.68</b>	<b>1.47</b>
Chemicals	0.40	N/A	0.40	0.40
Currency Derivatives	N/A	-0.32	-0.32	0.32
Automobiles	N/A	-0.75	-0.75	0.75

## 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 active in the global utility sector worldwide, as well as in derivatives. Such securities and investment instruments have historically been subject to price movements that may occur suddenly due to market or company-specific factors, or fluctuations in currency markets. As a result, the performance of the Fund can fluctuate significantly over relatively short time periods. Other significant risks include: counterparty risk, foreign currency risk, derivative instruments risk, equity risk, emerging markets 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 Alternative Funds.

## 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 [www.franklinresources.com/countries](http://www.franklinresources.com/countries). Please review all of the fund's objectives and characteristics before investing.

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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.

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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 Sterling Over Night Index Average (SONIA) is provided as an absolute return benchmark. The MSCI World Utilities Sector Index includes securities that are classified in the Utilities sector as per the Global Industry Classification Standard.

**Performance Fee:** 18% a year of any returns the Fund achieves above the Hurdle, Sterling Over Night Index Average (SONIA) +3%. 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 Hurdle over the same period. For more information, please see the Fund's prospectus.

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 (GBP). 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.

**Important Information (continued)**

**Top Exposures:** The Top Long and Short Exposures represent the largest long and short equity issuer exposures of Franklin K2 Electron Global 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.