

Fund Fact Sheet

For the source and calculation basis of Fund information, please refer to the *Explanatory Notes section.

Fund Overview

Base Currency for Fund	USD
Total Net Assets (USD)	1.29 billion
Fund Inception Date	28.02.1991
Number of Holdings	753
Benchmark	Bloomberg Barclays U.S. Government - Intermediate Index
Morningstar Category™*	USD Government Bond
Distribution Yield* – A (Mdis) USD	2.95%

Summary of Investment Objective

The Fund's investment objective is income and safety of principal. The Fund seeks to achieve its objective by investing in debt obligations issued or guaranteed by the U.S. government and its agencies, including purchasing mortgage- and asset-backed securities.

Fund Management*

Paul Varunok: United States

Neil Dhruv: United States

Asset Allocation*

	%
Fixed Income	97.49
Cash & Cash Equivalents	2.51

Offering Documents

Risk Considerations

- Franklin U.S. Government Fund invests primarily in debt securities issued or guaranteed by the U.S. government and its agencies.
- The Fund is subject to market risk, debt securities risk, credit risk, liquidity risk, valuation risk, single country risk, foreign currency risk, counterparty risk and securitisation risk.
- The Fund may at its discretion pay dividends out of the capital or out of gross income of the Fund while paying all or part of the Fund's fees and expenses out of the capital of the Fund, which results in effectively paying dividends out of capital. Payment of dividends out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. Any distributions involving payment of dividends out of the Fund's capital or payment of dividends effectively out of the Fund's capital (as the case may be) may result in an immediate reduction of the net asset value per share.
- Investment involves risks which may result in loss of part or entire amount of your investment. Before you decide to invest, you should make sure the intermediary has explained to you that the Fund is suitable to you. Investors should not only base on this marketing material alone to make investment decisions.

Performance*
Performance over 5 Years in Share Class Currency (%)

■ Franklin U.S. Government Fund A (Mdis) USD


Performance in Share Class Currency (%)

	Cumulative						
	3 Mths	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Incept
A (Mdis) USD	0.19	-0.09	2.23	8.51	7.07	17.92	189.79
Benchmark in USD	-0.08	-0.24	4.02	13.63	13.23	26.80	307.96

Calendar Year Performance in Share Class Currency (%)

	2020	2019	2018	2017	2016
A (Mdis) USD	2.81	4.92	-0.27	0.20	0.22
Benchmark in USD	5.73	5.20	1.43	1.14	1.05

Fund Measures

Average Credit Quality*	AAA
Average Duration	1.78 Years
Average Weighted Maturity	3.32 Years
Yield to Maturity	0.90%
Standard Deviation (5 Yrs)	1.75%

Share Class Information

Share Class	Incept Date	NAV	TER (%) 31.12.2020	Fees				Dividends		Fund Identifiers ISIN
				Max. Sales Charge (%)	Mgmt. Fee (%)	Max. Maint. Charge (%)	Max. Serv. Charge (%)	Last Paid Date	Last Paid Amount	
A (Mdis) USD	28.02.1991	USD 8.96	1.30	5.00	0.65	0.30	N/A	18.01.2021	0.0220	LU0029872446
A (acc) HKD	30.04.2010	HKD 12.14	1.30	5.00	0.65	0.30	N/A	N/A	N/A	LU0496364232
A (Mdis) HKD	30.04.2010	HKD 9.47	1.30	5.00	0.65	0.30	N/A	18.01.2021	0.0230	LU0496364315
B (Mdis) USD	01.07.1999	USD 8.69	2.56	N/A	0.65	0.50	1.06	18.01.2021	0.0210	LU0098868937

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Important Information

Unless stated otherwise, all information is as of the publishing date of this document. Source: Franklin Templeton.

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Any share class with "H1" in its name will attempt to hedge the currency risk between the base currency of the Fund and the currency of the share class, although there can be no guarantee that it will be successful in doing so. In some cases, investors may be subject to additional risks.

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*Explanatory Notes

Performance: Performance information is based on the stated share class only, in Fund Currency, NAV to NAV, taking into account of dividend reinvestments and capital gain or loss.

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.

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Distribution Yield: The Distribution Yield refers to annualized yield. The Distribution Yield is based on the most recent month's distribution and shown as an annualized percentage as of the date shown. It does not include any preliminary charge and investors may be subject to tax on distributions. Information is historical and may not reflect current or future distributions. The formula for calculating Distribution Yield of the stated share class: $(nr/p) \times 100$. r = last dividend paid; p = month end NAV; n = distribution frequency. $n = 12$ for monthly distribution; $n = 4$ for quarterly distribution; $n = 1$ for yearly distribution.

Fund Management: In the case of portfolio managers who are CFA Charterholders, CFA® and Chartered Financial Analyst® are trademarks owned by CFA Institute.

Fund Measures: The average credit quality (ACQ) rating may change over time. The portfolio itself has not been rated by an independent rating agency. The letter rating, which may be based on bond ratings from different agencies (or internal ratings for unrated bonds, cash and equivalents), is provided to indicate the average credit rating of the portfolio's underlying investments and generally ranges from AAA (highest) to D (lowest). For unrated bonds, cash and equivalents, ratings may be assigned based on the ratings of the issuer, the ratings of the underlying holdings of a pooled investment vehicle, or other relevant factors. The ACQ is determined by assigning a sequential integer to all credit ratings AAA to D, taking a simple, asset-weighted average of investments by market value and rounding to the nearest rating. The risk of default increases as a bond's rating decreases, so the ACQ provided is not a statistical measurement of the portfolio's default risk because a simple, weighted average does not measure the increasing level of risk from lower-rated bonds. The ACQ may be lower if cash and equivalents are excluded from the calculation. The ACQ is provided for informational purposes only. Derivative positions are not reflected in the ACQ.

Yield figures quoted should not be used as an indication of the income that has or will be received. Yield figures are based on the portfolio's underlying holdings and do not represent a payout of the portfolio.

Asset Allocation/Composition of Fund: Due to rounding, the sum of portfolio may not equal 100%.