

Franklin International Core Dividend Tilt Index ETF (DIVI)



Multi-Factor Factsheet as of September 30, 2023

Investment Overview

The Fund seeks to provide investment results that closely correspond, before fees and expenses, to the performance of the Morningstar® Developed Markets ex-North America Dividend Enhanced Select IndexSM (Underlying Index). The Underlying Index starts from the Parent Index, which targets large- and mid-capitalization stocks representing the top 85% of the float-adjusted market capitalization of developed equity markets excluding North America.

- Underlying index aims to deliver a higher dividend yield while minimizing expected tracking error relative to the broad-based Parent Index
- Could be used as a core portfolio holding
- Offers low-cost developed markets equity exposure

Total Returns (%)

	Cumulative			Average Annual					Inception	
	3-Mth	6-Mth	YTD	1-Yr	3-Yr	5-Yr	10-Yr	Inception	Date	
Market Price Return	-4.01	-0.88	6.91	28.13	10.62	7.20	—	7.37	6/1/2016	
NAV Returns	-3.28	-0.17	7.62	27.82	10.93	7.16	—	7.40	6/1/2016	
Investment Universe	-3.97	-0.91	7.10	25.80	11.00	6.67	—	8.64	—	
Underlying Index	-1.86	1.16	8.99	29.37	11.66	7.75	—	7.99	—	

Calendar Year Total Returns (%)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Market Price Return	-1.16	16.97	1.47	22.94	-6.69	12.93	—	—	—	—
NAV Returns	-1.74	17.22	1.55	22.66	-6.18	12.82	—	—	—	—
Investment Universe	-4.45	19.43	2.50	24.64	-8.96	16.84	—	—	—	—
Underlying Index	-1.43	17.63	1.86	23.21	-5.75	13.21	—	—	—	—

Performance data represents past performance, which does not guarantee future results. Current performance may differ from figures shown. The fund's investment return and principal value will change with market conditions, and you may have a gain or a loss when you sell your shares. Total returns assume the reinvestment of all distributions and the deduction of all fund expenses. An investor cannot invest directly in an index, and unmanaged index returns do not reflect any fees, expenses or sales charges. Please call Franklin Templeton at (800) DIAL BEN/(800) 342-5236 or visit franklintempleton.com for the most recent month-end performance.

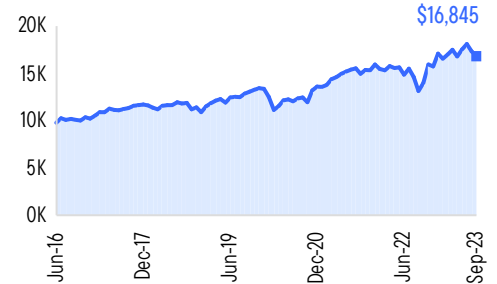
Net Asset Value (NAV) returns are based on the NAV of the ETF; Market Price returns are based upon the official closing price of the ETF's shares. Returns are average annualized total returns, except for those periods of less than one year, which are cumulative. Market Price returns are calculated using the closing price as of 1 p.m. Pacific time on each trading day (when NAV is normally determined for most funds), and do not represent the returns you would receive if you traded shares at other times. Since shares of the Fund did not trade in the secondary market until after the Fund's inception, for the period from inception to the first day of secondary trading June 3, 2016, the NAV of the Fund is used as a proxy for the Market Price to calculate market returns.

The total annual operating expenses are as of the fund's prospectus available at the time of publication. Actual expenses may be higher and may impact portfolio returns. **Effective August 1, 2022, the fund was renamed Franklin International Core Dividend Tilt Index ETF, updated its underlying index to the Linked Morningstar Developed Markets ex-North America Dividend Enhanced Select Index-NR, updated its investment universe to the Linked Morningstar Developed Markets ex-North America Target Market Exposure Index-NR and modified its principal investment strategies. The Linked Morningstar Developed Markets ex-North America Dividend Enhanced Select Index-NR** reflects the performance of LibertyQ International Equity Hedged Index-NR from fund inception through 7/31/2022 and Morningstar Developed Markets ex-North America Dividend Enhanced Select Index-NR thereafter. **The Linked Morningstar Developed Markets ex-North America Target Market Exposure Index-NR** reflects the performance of MSCI EAFE (100% Hedged to USD) Index-NR from fund inception through 7/31/2022 and Morningstar Developed Markets ex-North America Target Market Exposure Index-NR thereafter.

Growth of \$10,000

Inception through September 30, 2023

Market Price Returns, assuming dividends reinvested



The Growth of \$10,000 chart reflects a hypothetical \$10,000 investment on Market Price and assumes reinvestment of dividends and capital gains. Fund expense, including management fees and other expenses were deducted.

Fund Overview

Fund Inception Date	06/01/2016
Total Expense Ratio (%)	0.09
ETF Category	Smart Beta
Frequency of Index	
Reconstitution	Quarterly
Asset Class	Equity
Listed Exchange	NYSE Arca
NYSE Arca Ticker	DIVI
CUSIP	35473P108
ISIN	US35473P1084
Shares Outstanding	16,300,000
Underlying Index	Linked Morningstar Developed Markets ex-North America Dividend Enhanced Select Index-NR
Investment Universe	Linked Morningstar Developed Markets ex-North America Target Market Exposure Index-NR

30-Day SEC Yield (%)

30-Day SEC Yields (%)	4.07
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Fund Characteristics

	Fund
Total Net Assets	\$456.12 Million
Number of Holdings	479
Average Market Cap (Millions USD)	\$79,485
Price to Book	1.49x
Price to Earnings (12-Month Trailing)	11.20x

Risk Statistics (3-Year vs. Linked Morningstar Developed Markets ex-North America Target Market Exposure Index-NR)

	Fund	Investment Universe
Standard Deviation (%)	15.25	15.91
Beta	0.94	—

Top Equity Issuers (% of Total)

	Fund
NOVARTIS AG	2.04
NESTLE SA	1.97
NOVO NORDISK A/S	1.82
ASML HOLDING NV	1.74
BHP GROUP LTD	1.48
ASTRAZENECA PLC	1.40
ROCHE HOLDING AG	1.38
LVMH MOET HENNESSY LOUIS VUITTON SE	1.36
TOYOTA MOTOR CORP	1.26
HSBC HOLDINGS PLC	1.14

Geographic Allocation (% of Total)

	Fund
Japan	20.98
United Kingdom	13.54
Australia	11.44
France	9.35
Germany	8.03
Switzerland	7.20
Italy	4.03
United States	3.70
Other	21.07
Cash & Cash Equivalents	0.66

Sector Allocation (% of Total)

	Fund
Financials	22.17
Health Care	12.65
Industrials	11.23
Consumer Discretionary	11.13
Materials	8.85
Consumer Staples	7.77
Information Technology	7.64
Utilities	5.60
Other	12.30
Cash & Cash Equivalents	0.66

Market Cap Breakdown (% of Equity) (USD)

	Fund
<2.0 Billion	0.01
2.0-5.0 Billion	3.06
5.0-10.0 Billion	10.91
10.0-25.0 Billion	16.32
25.0-50.0 Billion	23.57
>50.0 Billion	45.93
N/A	0.21

Portfolio Management

	Years with Firm	Years of Experience
Dina Ting, CFA	7	27
Hailey Harris	5	13
Joe Diederich	4	12
Basit Amin, CFA	2	13

What should I know before investing?

All investments involve risks, including possible loss of principal. Equity securities are subject to price fluctuation and possible loss of principal. **International** investments are subject to special risks, including currency fluctuations and social, economic and political uncertainties, which could increase volatility. These risks are magnified in **emerging markets**. To the extent the portfolio invests in a **concentration of certain securities, regions or industries**, it is subject to increased volatility. **Dividends** may fluctuate and are not guaranteed, and a company may reduce or eliminate its dividend at any time. Performance of the fund may vary significantly from the performance of an **index**, as a result of transaction costs, expenses and other factors. There can be no assurance that the **underlying index's** calculation methodology or sources of information will provide an accurate assessment of included issuers or that the included issuers will provide the fund with the market exposure it seeks. **Small- and mid-cap stocks** involve greater risks and volatility than large-cap stocks. These and other risks are discussed in the fund's prospectus.

Glossary

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. **Beta** A measure of the fund's volatility relative to the market, as represented by the stated Index. A beta greater than 1.00 indicates volatility greater than the market. The **30-day SEC yield** is calculated using the net income (interest and dividends) per share earned over a trailing 30-day period (annualized), divided by the fund's share price at the end of that period. It may not equal the fund's actual income distribution rate, which reflects the fund's past dividends paid to shareholders. **Price to Book:** The price per share of a stock divided by its book value (i.e., net worth) per share. For a portfolio, the value represents a weighted average of the stocks it holds. **Price to Earnings (12-Month Trailing)** is the share price of a stock, divided by its per-share earnings over the past year. For a portfolio, the value represents a weighted average of the stocks it holds.

Important Information

ETFs trade like stocks, fluctuate in market value and may trade at prices above or below the ETFs net asset value. Brokerage commissions and ETF expenses will reduce returns.

ETF shares may be bought or sold throughout the day at their market price, not their Net Asset Value (NAV), on the exchange on which they are listed. Shares of ETFs are tradable on secondary markets and may trade either at a premium or a discount to their NAV on the secondary market.

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The **Linked Morningstar Developed Markets ex-North America Dividend Enhanced Select Index-NR** is designed to deliver a higher dividend yield than its parent benchmark, the Morningstar Developed Markets ex-North America Target Market Exposure Index, while limiting the expected tracking error, using an optimizer to drive portfolio construction. The **Linked Morningstar Developed Markets ex-North America Target Market Exposure Index-NR** targets large- and mid-cap stocks in developed markets outside North America, representing the top 85% of the investable universe by float-adjusted market capitalization. Net Returns (NR) include income net of tax withholding when dividends are paid. The Franklin U.S. Core Dividend Tilt Index ETF (the "Fund") is not sponsored, endorsed, sold or promoted by Morningstar, Inc. or any of its affiliates (all such entities, collectively, "Morningstar Entities"). The Morningstar Entities make no representation or warranty, express or implied, to the owners of the Fund or any member of the public regarding the advisability of investing in index-based ETFs generally or in the Fund in particular or the ability of the Morningstar® US Dividend Enhanced Select Index to track general market performance. THE MORNINGSTAR ENTITIES EXPRESSLY DISCLAIM ANY WARRANTY AROUND THE ACCURACY, COMPLETENESS AND/OR TIMELINESS OF THE FUND OR ANY DATA INCLUDED THEREIN AND MORNINGSTAR ENTITIES SHALL HAVE NO LIABILITY FOR ANY ERRORS, OMISSIONS, OR INTERRUPTIONS THEREIN. Information is historical and may not reflect current or future portfolio characteristics. All portfolio holdings are subject to change. Important data provider notices and terms available at www.franklintempletondatasources.com.

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