
This letter is important and requires your immediate attention.

**If you are in doubt about the contents of this letter,
you should seek independent professional advice.**

Hong Kong, 23 October 2026

Dear Investors,

Franklin Templeton Investment Funds (the “Company”)
- Changes to the Company and its sub-funds (the “Funds”)

This letter is intended for investors who hold shares of the Company via an account with (i) Franklin Templeton Investments (Asia) Limited (the **“Hong Kong Representative”**) or (ii) a duly authorized intermediary for the Hong Kong market (collectively, **“Investors”**).

Unless otherwise specified herein, capitalized terms used in this letter shall have the meanings assigned to such terms in the Explanatory Memorandum of the Company dated August 2026, as amended from time to time (the **“Explanatory Memorandum”**).

1. Enhanced disclosures regarding existing liquidity management tools

We would like to inform you that, on or around 6 November 2026, certain amendments will be made to enhance and clarify the disclosures relating to the liquidity management tools currently available to the Company, as summarized below:

a) Redemption gate

It is clarified that the Company reserves the right not to be bound to accept redemption or exchange requests on any Valuation Day if the aggregate value of such requests received corresponds to more than 10% of the net asset value of the Shares of any Fund (the **“Activation Threshold”**) (instead of more than 10% of the value of the Shares of any Fund as currently disclosed). In these circumstances, the Board of Directors may declare that the redemption of part or all of such Shares will be deferred for a period as the Company considers to be in the best interests of the Fund and its Shareholders (rather than for a period not exceeding ten (10) Business Days as currently disclosed), and will be valued at the relevant Net Asset Value per Share determined on the Valuation Day(s) on which the Shares are redeemed. On such Valuation Day(s) these requests for redemption will be complied with in priority to later requests. A Fund that decides to activate a redemption gate shall execute

on a pro rata basis the requests from Shareholders for a given Valuation Day for an amount that corresponds to at least the level of the Activation Threshold.

If and for so long as a Fund is authorised by the SFC, the Fund shall be subject to applicable SFC requirements and guidance, including those relating to the timing of payment of redemption proceeds. Where redemption requests are deferred pursuant to the redemption gate provisions set out in the Explanatory Memorandum, payment of redemption proceeds in respect of the deferred redemption requests should normally be made within one calendar month of receipt of the relevant redemption request, unless the market(s) in which a substantial portion of the Fund's investments is made are subject to legal or regulatory requirements (such as foreign exchange controls) that render such payment within that period impracticable. In such case, the extended time frame for the payment of redemption money shall reflect the additional time needed in light of the specific circumstances in the relevant market(s).

b) Redemption in specie

It is clarified that when redemption in specie is used as a liquidity management tool, it shall only be activated to meet redemption of Shares requested by Shareholders who qualify as professional investors under the Directive 2014/65/UE, and, in principle, if the redemption in specie corresponds to a pro rata share of the assets held by the Fund.

c) Side pockets

The Explanatory Memorandum will include enhanced disclosures regarding the Company's ability, in the best interests of Shareholders and in accordance with applicable laws, regulations and regulatory requirements, to segregate certain assets of a Fund affected by exceptional circumstances by means of a side pocket.

Such segregation may be implemented by any appropriate means, including, inter alia:

- (i) a dedicated share class of a Fund created specifically to implement the accounting segregation of the assets whose economic or legal features have changed significantly or have become uncertain due to exceptional circumstances from the other assets of the Company;
- (ii) a separate Fund created specifically to separate the assets whose economic or legal features have changed significantly or have become uncertain due to exceptional circumstances from the other assets of the Company.

For the purposes of the side pocket referred to in point (i) above, new purchases and sales in share classes other than the share class dedicated to the side-pocket shall be executed on the basis of the net asset value of the Company, which shall be calculated after excluding the assets that are subject to the accounting segregation.

The side pocket share class shall be closed to purchases and sales.

Where the Company activates a side pocket as referred to in point (ii) above, the assets whose economic or legal features have changed significantly or have become uncertain due to exceptional circumstances shall remain in the original Fund, while the other assets shall be transferred to a new Fund, or shall be transferred through a merger into an existing Fund.

The original Fund shall be closed to purchases and sales and shall be put into liquidation. The new Fund, where applicable, shall be authorised and managed in accordance with the investment strategy of the original Fund.

Upon the creation of a side pocket Fund, each investor shall be allocated Shares in the side pocket Fund in proportion to their respective participation in the original Fund.

The assets subject to segregation may include, without limitation, financial instruments:

- whose liquidity has significantly deteriorated;
- whose valuation is uncertain or suspended; or
- that are impacted by exceptional market, credit or operational events.

The Company shall ensure that:

- all Shareholders are treated fairly;
- any such decision is taken in the sole interest of Shareholders; and
- appropriate information is communicated to Shareholders as soon as reasonably practicable.

d) Suspensions

The disclosures relating to suspensions under the section headed “ADDITIONAL INFORMATION – SUSPENSION AND TERMINATION” of the Explanatory Memorandum will be enhanced and clarified. In particular:

- it will be clarified that the Company may, depending on the circumstances, suspend the determination of the Net Asset Value of Shares of any Fund and/or the issue, redemption or switching of Shares in the Funds. This provides greater flexibility for the Company to suspend either the valuation process or dealing activities, or both, depending on the circumstances;
- the grounds in which a suspension may be imposed will be expanded and clarified, including:
 - Point (a) is amended to clarify that a suspension may arise where there is a closure of, restriction or suspension of trading on any of the principal stock exchanges or markets on which a substantial portion of the Fund's investments are traded;
 - Point (b) is amended to provide that a suspension may be imposed where an emergency exists such that the disposal or valuation of assets owned by the Company attributable to the relevant Fund is impracticable; and
 - Point (d) is amended to clarify that a suspension may be imposed during any period when the Company is unable to repatriate funds for the purpose of making payments due on sale of such Shares or any period when the transfer of funds involved in the realisation or acquisition of investments or payments due on sale

of such Shares cannot, in the opinion of the Board of Directors, be effected at normal rates of exchange.

- It is clarified that in accordance with applicable laws and regulations, the suspension of purchases, sales and switches will apply simultaneously and to all share classes and Shareholders of a Fund. A suspension of purchases, sales and switches of Shares shall be temporary, strictly limited to the period necessary to address the exceptional circumstances that justify this suspension, and may only be implemented where it is duly justified having regards to the best interests of Shareholders. During the period where purchases, sales and switches are suspended, the Company may continue to calculate the Net Asset Value of the relevant Fund and to publish an official Net Asset Value. If no official Net Asset Value is published during this period, an informative Net Asset Value may be made available to Shareholders for informational purposes only.

Impact

The above amendments are intended to enhance and clarify the disclosures relating to the liquidity management tools available to the Company. These changes do not result in any change to the way the Company is currently managed. All other features of the Company remain the same and there will be no impact on the asset allocation, risk profile or on the fees charged to the Funds.

2. Naming update to distribution share classes

The Board of Directors informs you of an update which will be made to the naming convention of all distribution share classes of the Company (the “**Distribution Shares**”) effective 19 February 2027. The update will include a suffix in the name of each Distribution Share to distinguish the level of distribution which is made.

Why are we making this change?

The objective of this update is to provide investors with greater clarity and understanding of how income and other distributions are paid out, with descriptive labels that better reflect the distribution methodology of each Distribution Share.

Timing

On 2 December 2026, shareholders will receive a further communication confirming the suffix to be added to each share class name and when this will be effective.

Impact

Only the name of the Distribution Shares will be updated to include a suffix. The names of the Funds are not changing. No material changes are being made to the way distributions are paid. These changes will not impact the fees, nor how the Funds are managed. The changes also do not alter the Funds’ underlying investment strategies, risk profiles, objectives or any identifiers related to the Funds or share classes.

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The costs and/or expenses (including printing costs) associated with the above changes will be approximately HKD 75,000 and shall be charged and allocated to the Funds based on the pro rata share of the Net Asset Value of the Funds.

* * * * *

The Management Company and the Board of Directors accept full responsibility for the accuracy of the information contained in this letter as at the date of its publication and confirm, having made all reasonable enquiries, that to the best of their knowledge and belief there are no other facts the omission of which would make any statement misleading.

The Explanatory Memorandum and the Product Key Facts Statements of the Funds will be updated to reflect the above changes in due course. An updated version of the Hong Kong offering documents of the Company will be available for download from the Hong Kong Representative's website at www.franklintempleton.com.hk¹, and they will also be made available at the office of the Hong Kong Representative in due course.

If you require further information, please do not hesitate to contact your investment consultant, call our Investor Hotline at +852 2805 0111 or contact the Hong Kong Representative at 62/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong. If you are not a duly authorized intermediary for the Hong Kong market, please be advised that you are not required to forward this letter to your end clients.

Yours faithfully,

Franklin Templeton Investments (Asia) Limited

富蘭克林鄧普頓投資(亞洲)有限公司

As Hong Kong Representative of the Company

¹ This website has not been reviewed by the SFC.



FRANKLIN
TEMPLETON

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此乃重要文件，須即時留意。

**如閣下對本信件的内容有疑問，
請諮詢獨立專業人士意見。**

敬啟者：

**富蘭克林鄧普頓投資基金（「本公司」）
- 本公司及其子基金（「基金」）的變更**

本信件適用於通過 (i) 富蘭克林鄧普頓投資（亞洲）有限公司（「香港代表」）或 (ii) 香港市場的正式授權中介人賬戶而持有本公司股份的投資者（合稱，「投資者」）。

除另有規定外，本信件內所用的詞語與本公司日期為 2026 年 8 月的基金說明書（經不時修訂）（「基金說明書」）所界定者具相同涵義。

1. 加強有關現有流動性管理工具的披露

我們現通知閣下，於 2026 年 11 月 6 日或前後，本公司將作出若干修訂，以加強及澄清有關本公司目前可採用的流動性管理工具的披露，概述如下：

a) 贖回限制

現澄清，如於任何估值日收到的贖回或轉換請求的總值相當於任何基金股份資產淨值的 10% 以上（「啟動門檻」）（而非目前所披露的任何基金股份價值的 10% 以上），本公司保留不受約束而接受該等請求的權利。在此情況下，董事局可宣佈將部分或全部該等股份的贖回押後一段本公司認為符合基金及其股東最佳利益的期間（而非目前所披露的不超過十(10)個營業日的期間），而該等股份將按實際贖回股份的估值日所釐定的相關每股資產淨值估值。於有關估值日，該等贖回請求將較其後提出的請求獲優先處理。基金如決定啟動贖回限制機制，須按比例處理相關估值日股東提出的贖回請求，而執行的贖回金額至少須相當於啟動門檻的水平。

倘基金獲證監會認可，則該基金須遵守適用的證監會規定及指引，包括有關支付贖回所得款項時限的規定及指引。如根據基金說明書所載的贖回限制機制安排延遲處理贖回請求，除非基金的大部分投資所在市場受到法律或監管規定（例如外匯管制）的限制，以致無法於該期間內支付贖回所得款項，否則有關延遲贖回請求的贖回所得款項一般應於收到相關贖回請求後一個曆月內支付。在上述情況下，支付贖回所得款項的延長時限應反映因相關市場的具體情況而所需的額外處理時間。

b) 實物贖回

現澄清，當實物贖回用作流動性管理工具時，僅可為滿足符合第 2014/65/EU 號指令項下專業投資者資格的股東所提出的股份贖回請求而啟動，且原則上實物贖回須相當於基金所持資產的按比例份額。

c) 側袋機制

基金說明書將加強披露本公司可在符合股東最佳利益並遵守適用法律、法規及監管規定的情況下，透過設立側袋機制將基金因特殊情況而受到影響的若干資產予以分隔的能力。

有關分隔可透過任何適當方式實施，包括但不限於：

- (i) 專門設立某基金的一個股份類別，以將因特殊情況而導致其經濟或法律特徵出現重大變化或變得不確定的資產，與本公司其他資產在會計上作出分隔；
- (ii) 專門設立一項獨立基金，以將因特殊情況而導致其經濟或法律特徵出現重大變化或變得不確定的資產，與本公司其他資產作出分隔。

就上述第 (i) 項所述的側袋機制而言，除專為側袋機制設立的股份類別外，其他股份類別的新增認購及贖回將根據本公司的資產淨值執行，而有關資產淨值將於扣除受會計分隔安排約束的資產後計算。

側袋股份類別將不接受認購及贖回。

倘本公司啟動上述第 (ii) 項所述的側袋機制，則因特殊情況而導致其經濟或法律特徵出現重大變化或變得不確定的資產將保留於原有基金內，而其他資產將轉移至一項新設基金，或透過合併方式轉移至現有基金。

原有基金將停止接受認購及贖回，並進入清盤程序。新設基金（如適用）將按照原有基金的投資策略獲認可及管理。

於側袋基金設立後，每名投資者將按其於原有基金中的持倉比例獲分配側袋基金股份。

可予分隔管理的資產包括但不限於以下金融工具：

- 流動性已顯著下降的金融工具；
- 估值存在不確定性或已暫停估值的金融工具；或
- 因特殊市場、信貸或營運事件而受到影響的金融工具。

本公司將確保：

- 所有股東均獲得公平對待；
- 任何有關決定均僅以股東的最佳利益為依歸；及
- 在合理可行情況下盡快向股東提供適當資訊。

d) 暫停

基金說明書「其他資料 - 暫停及終止基金運作」一節中有關暫停的披露將予加強及澄清。尤其：

- 將澄清本公司可視乎具體情況，暫停釐定任何基金股份的資產淨值及 / 或暫停基金股份的發行、贖回或轉換。此項修訂賦予本公司更大靈活性，可根據實際情況暫停估值程序、交易活動，或同時暫停兩者；
- 可實施暫停安排的理由將予擴展及澄清，包括：
 - (a) 項將予修訂，以澄清如基金大部分投資進行交易的任何主要證券交易所或市場停市、限制或暫停交易，則可實施暫停安排；
 - (b) 項將予修訂，以訂明如出現緊急狀況，導致本公司所持有且歸屬於相關基金的資產之出售或估價變得不可行，則可實施暫停安排；及

- (d) 項將予修訂，以澄清在本公司無法匯回資金以支付出售該等股份的應付款項的任何期間，或於董事局認為與投資變現或投資認購相關的資金轉移，或出售有關股份所應付款項的資金轉移，無法按正常匯率進行的任何期間，均可實施暫停安排。
- 並澄清，根據適用法律及法規，認購、贖回及轉換的暫停將同時適用於相關基金的所有股份類別及全體股東。認購、贖回及轉換股份的暫停措施屬臨時性質，須嚴格限於應對導致有關暫停的特殊情況所需的期間，且僅可於充分考慮股東最佳利益並具備充分理據的情況下方可實施。在認購、贖回及轉換暫停期間，本公司仍可繼續計算相關基金的資產淨值，並公布正式資產淨值。倘於該期間未有公布正式資產淨值，則可向股東提供僅供參考的指示性資產淨值。

影響

上述修訂旨在加強及澄清有關本公司可採用的流動性管理工具之披露。該等變更不會導致本公司現行管理方式出現任何變化。本公司的所有其他特徵均維持不變，亦不會對各基金的資產配置、風險概況或向基金收取的費用造成任何影響。

2. 派息股份類別的命名更新

董事局現通知閣下，自 2027 年 2 月 19 日起，本公司所有派息股份類別（「派息股份」）的命名方式將作出更新。是次更新將於各派息股份名稱中加入後綴，以區分其派息水平。

為何作出此項變更？

是次更新旨在透過更能反映各派息股份派息方法的描述性標示，讓投資者更清晰了解收益及其他派息的支付方式。

時間安排

股東將於 2026 年 12 月 2 日收到進一步通知，確認各股份類別名稱將加入的後綴及其生效日期。

影響

僅派息股份的名稱將予更新並加入後綴。基金名稱將維持不變。派息的支付方式不會作出任何重大變更。該等變更不會影響所收取的費用，亦不會影響基金的管理方式。該等變更亦不會改變基金的相關投資策略、風險概況、目標或任何與基金或股份類別有關的識別資料。

* * * * *

與上述變更相關的費用及 / 或開支（包括印刷費用）將約為 75,000 港元，應由基金按基金資產淨值的比例承擔。

* * * * *

管理公司及董事局就本信件的内容截至本信件發布日的準確性承擔全部責任，並已作出一切合理查詢後，確認就其所知及所信，並無遺漏其他事實致使本文件所載任何陳述產生誤導。

基金說明書及基金的產品資料概要將適時更新，以反映上述變更。本公司的香港發售文件的更新版本可於香港代表網站 www.franklintempleton.com.hk¹ 下載，並適時於香港代表辦事處提供。

如閣下需要進一步資料，請聯絡閣下的投資顧問、致電我們的投資者熱線 +852 2805 0111 或聯絡香港代表（香港中環金融街 8 號國際金融中心二期 62 樓）。如閣下不是香港市場的正式授權中介人，您不需要將本信件轉發給您的最終客戶。

富蘭克林鄧普頓投資 (亞洲) 有限公司
Franklin Templeton Investments (Asia) Limited
作為本公司的香港代表

香港，2026 年 10 月 23 日

¹ 本網站未經證監會審核。